

Zug, December 23<sup>rd</sup>, 2024

## Market Consultation on proposed changes to the EURO iSTOXX Ambition Climat PAB Index

Dear Sir and Madam,

STOXX Ltd. has decided to conduct a market consultation on proposed changes to the EURO iSTOXX Ambition Climat PAB Index.

The market consultation may or may not lead to changes in the index methodology.

### Process and Timeline

STOXX invites relevant stakeholders and interested third parties to submit responses to [consultation@stoxx.com](mailto:consultation@stoxx.com).

The consultation is open to all market participants until January 3<sup>rd</sup>, 2025.

STOXX intends to announce the results of the market consultation, as well as an announcement about potential changes to the index methodology, by January 15<sup>th</sup>, 2025.

STOXX intends to implement the potential changes resulting from this consultation at the ordinary index review in March 2025.

### Motivation for the Market Consultation

The EURO iSTOXX Ambition Climate PAB Index is constructed to follow the EU Paris-aligned Benchmark (EU PAB) requirements outlined in the Commission Delegated Regulation (EU) 2020/1818 supplementing Regulation (EU) 2016/1011 of the European Parliament and of the Council as regards minimum standards for EU Climate Transition Benchmarks and EU Paris-aligned Benchmarks. The index is designed to help investors shift towards a low-carbon economy and align investments to the Paris Climate Agreement.

From March 2025, the EURO iSTOXX Ambition Climat PAB Index will only include companies that have their targets approved and published by the Science Based Targets initiative (SBTi). STOXX seeks feedback on removing this requirement to allow companies with committed science-based targets time to get approval and to keep the current target weight reduction of the companies with committed science-based targets at 80%.

## Affected indices

EURO iSTOXX Ambition Climat PAB

## Questions

1. Do you have any objections to removing the requirement that by March 2025, only companies that have their climate targets approved and published by SBTi will be in the index and to keep the current target weight reduction of the companies with committed science-based targets at 80%?