

Combating Climate Change

We believe climate change is one of the largest risks in portfolios today. With the right approach, it also presents one of the greatest investment opportunities.

Climate Change is Here.

Carbon emissions from energy use are rising at the fastest rate since 2011.

2/3

of the world's greenhouse gases are **Carbon Dioxide**, largely the product of burning fossil fuels.

20

of the warmest years in recorded history occurred in the last **22 years**.

1m+

species are at risk of **extinction** by climate change.

And It's An Investment Issue.

The transition to a low-carbon economy will create substantial opportunities and radically transform the investment landscape.

#1

Climate change is the top priority of the **3000+ UN PRI signatories**.

30m

people employed in the fossil fuel sector.

\$1trn

estimated windfall from the energy transition, potentially much more once all positive externalities are included.

+17m

estimated extra jobs required by 2030 as the world transitions to renewable energy.

To prevent warming beyond 1.5°C, we need to reduce emissions by **7.6%** every year from now until 2030.



Introducing the State Street Sustainable Climate Fund

Our Sustainable Climate Equity Fund helps investors do their part and positions their portfolios for the coming low-carbon economy.

Increases Green Revenues

+300%

Increase in percentage of revenues derived from green or low-carbon technology products/business.

Improves Adaptation Scores

+20%

Scored by position on Climate Change and Greenhouse Gas Reduction action plans.

Reduces Carbon Emission Intensity

60-80%

Direct and first-tier indirect emissions (total carbon tons CO².)

Reduces Fossil Fuel Reserves

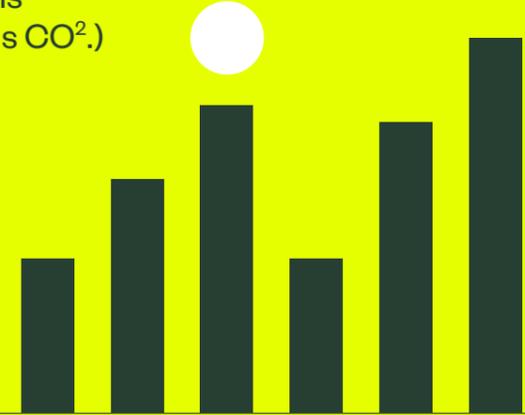
-90%

Reduction measured by embedded emissions in CO². Actual reserves in tons.

Reduces Brown Revenues

-90%

Reduction on percentage of revenues from extractive activities such as mining.



Source: All figures source SSGA. Examples given illustrate the State Street World Sustainable Climate Fund versus MSCI World. Constraints are applied at each quarterly rebalance. At each rebalance we minimize the carbon intensity of the portfolio relative to its universe and the magnitude of the carbon intensity reduction will vary through time. For a World portfolio we have achieved between 60-80% reduction in our backtests.

The Power to Transform Your Portfolio's Carbon Profile at ssga.com/esg



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