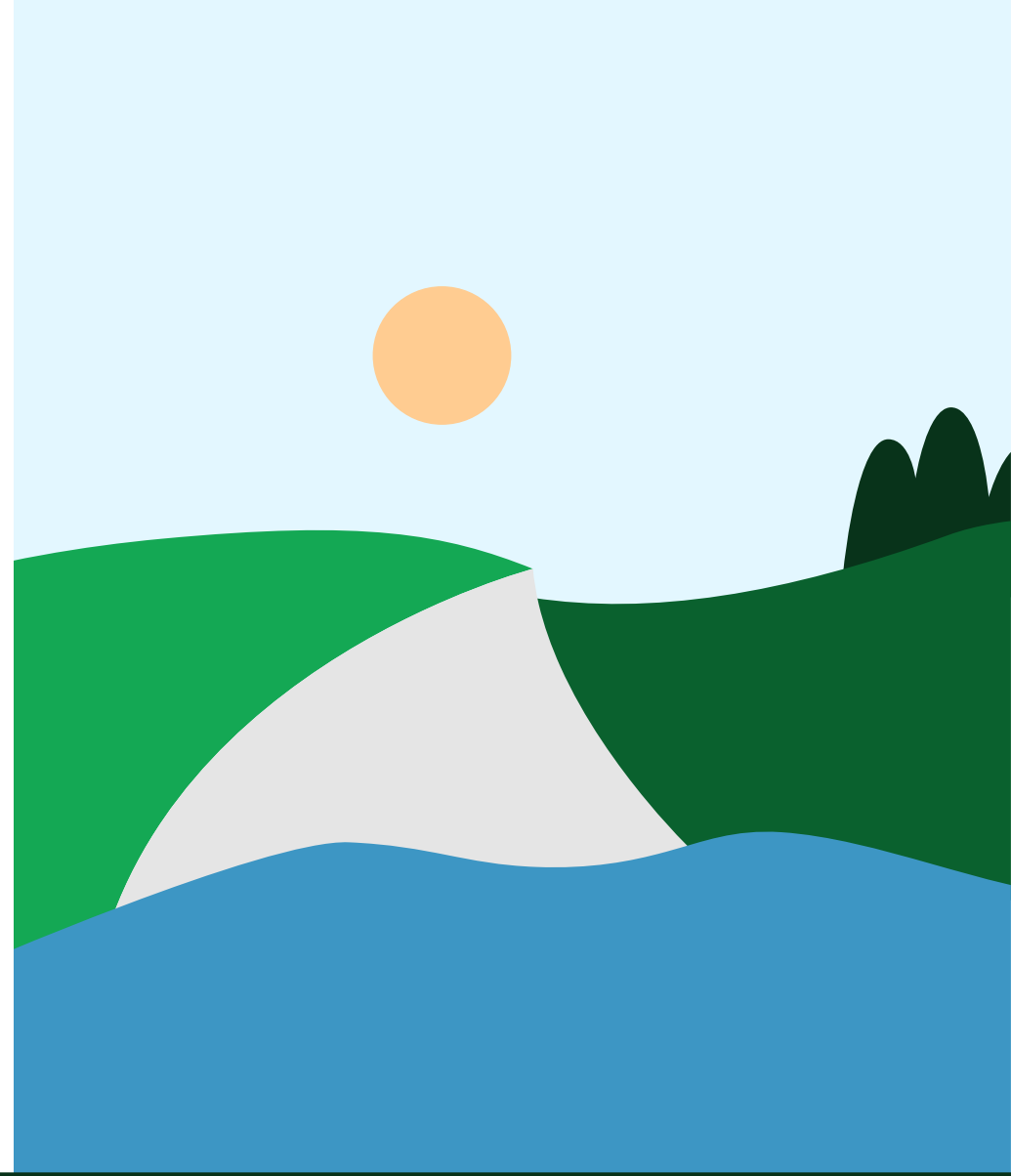


Net Zero 2050

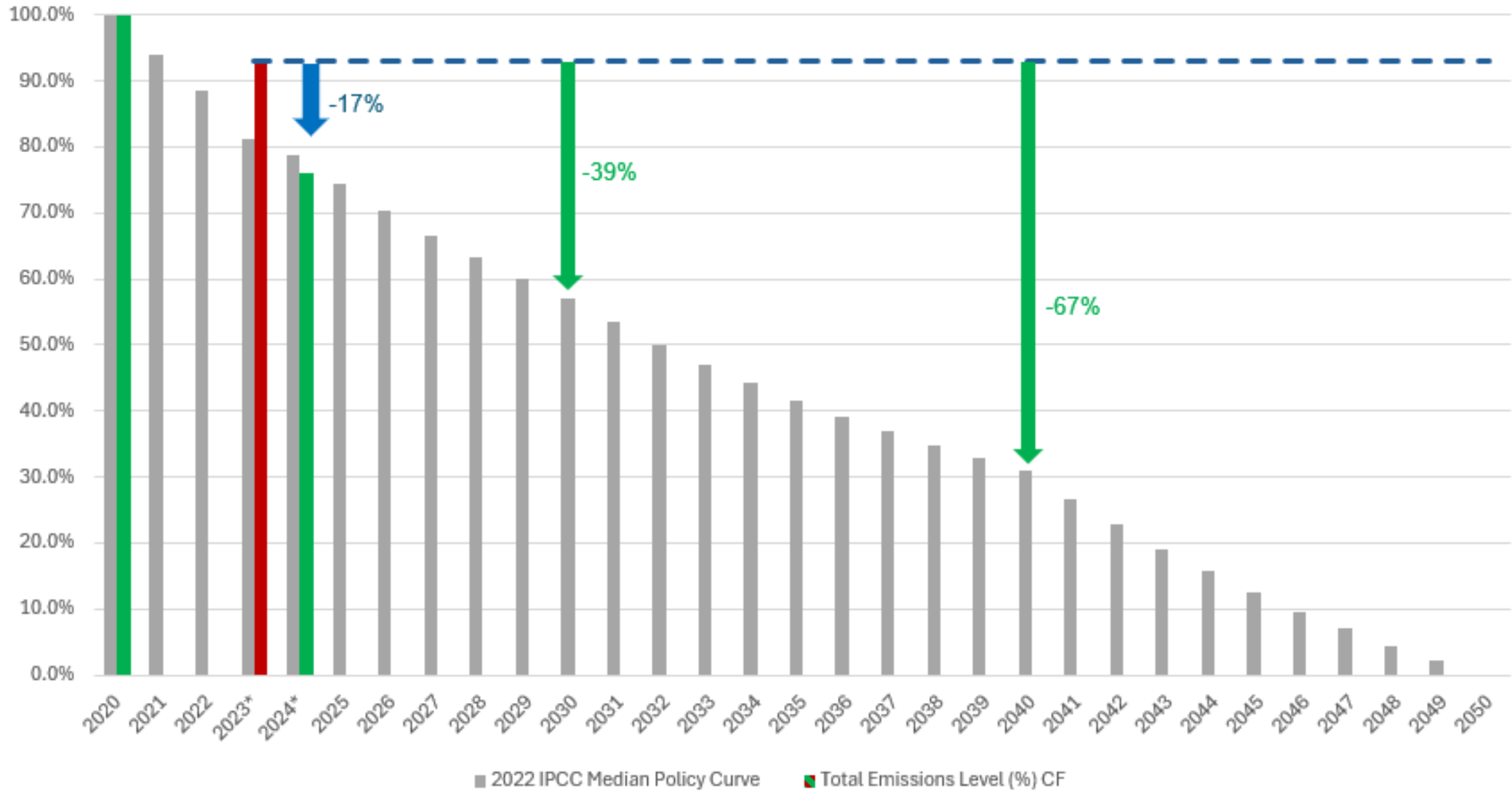
Update



Kent Pension Fund



IPCC - Listed Equites (excl. Synthetic Equities) - Carbon Footprint Progress Update



Summary

- Listed Equities

WACI has reduced to 44.42 in 2024 from 58.30 in 2020

This brings us ahead of the IPCC curve reduction target for 2024 (76% vs 79%)

Main drivers:

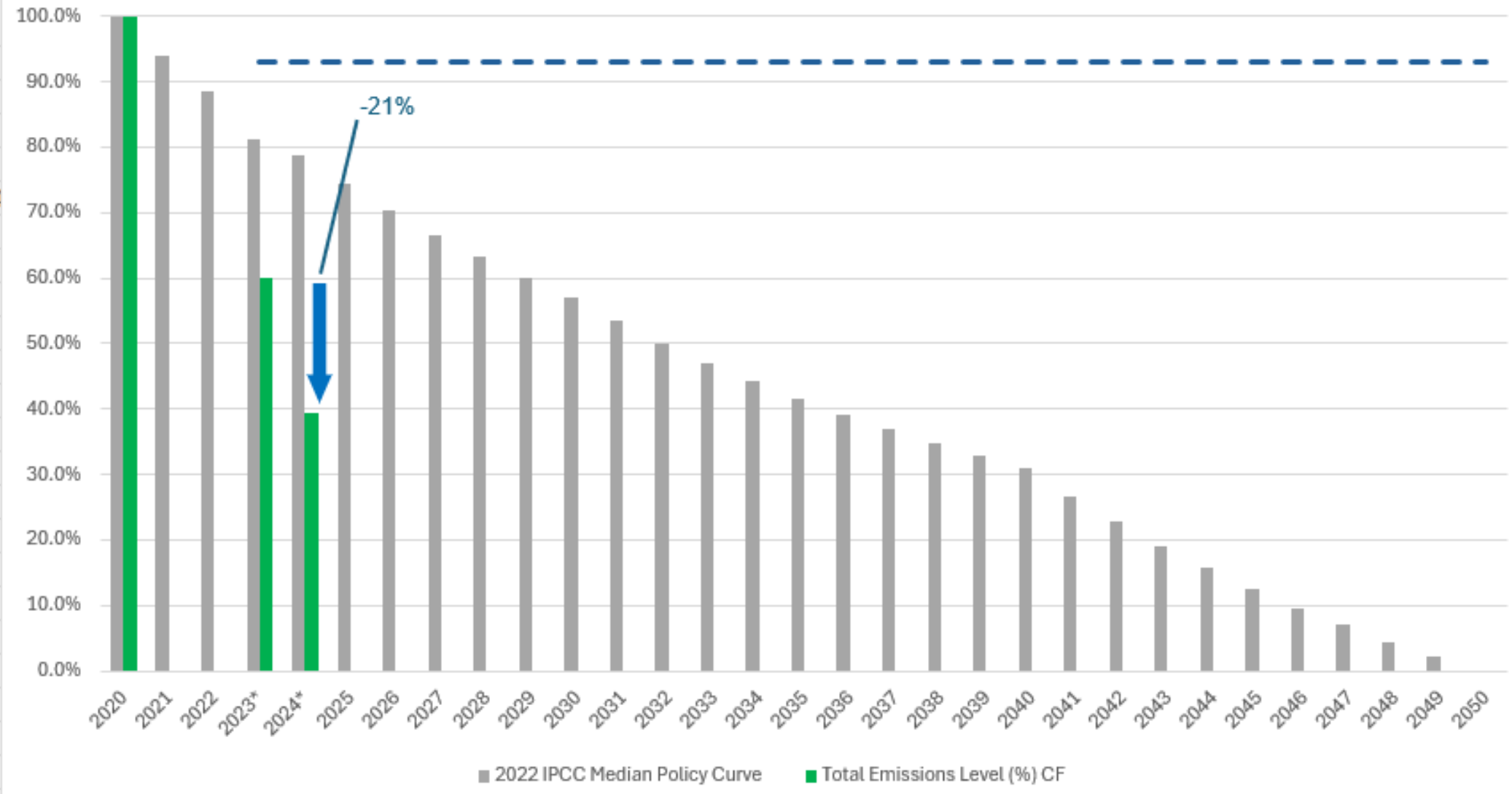
Active managers have made good progress in reducing Carbon Footprint

Reduction in allocation to Schroders UK Equity which has a relatively high emission score

The introduction of 2 emerging market mandates has the impact of slightly increasing score



IPCC - Corporate Bonds - Carbon Footprint Progress Update



Summary

- Fixed Income

Fixed Income WACI reduced to 66 in 2024 from 169 in 2020

The reduction is well ahead of the target, however as the coverage of data in Fixed income mandates is low, the WACI does not necessarily represent the complete picture

The WACI could increase due to better data coverage in future

Highest reduction attributed to CQS followed by GSAM , with GSAM still with emissions double the WACI of other Fixed income mandates



SBTi Target alignment

- At June 2024



39.38% of the Equities portfolios were invested in companies with SBTi targets compared to 37% in June 2023



Good progress has been made by active managers but introduction of EM managers and reduction in M&G GDF score has detracted



24.15% of the companies in fixed income portfolios had SBTi targets compared to 23.5% in June 2023



GSAM has the highest alignment score in the fixed income mandates although it also has the highest WACI score- this highlights the scope for engagement with the manager

