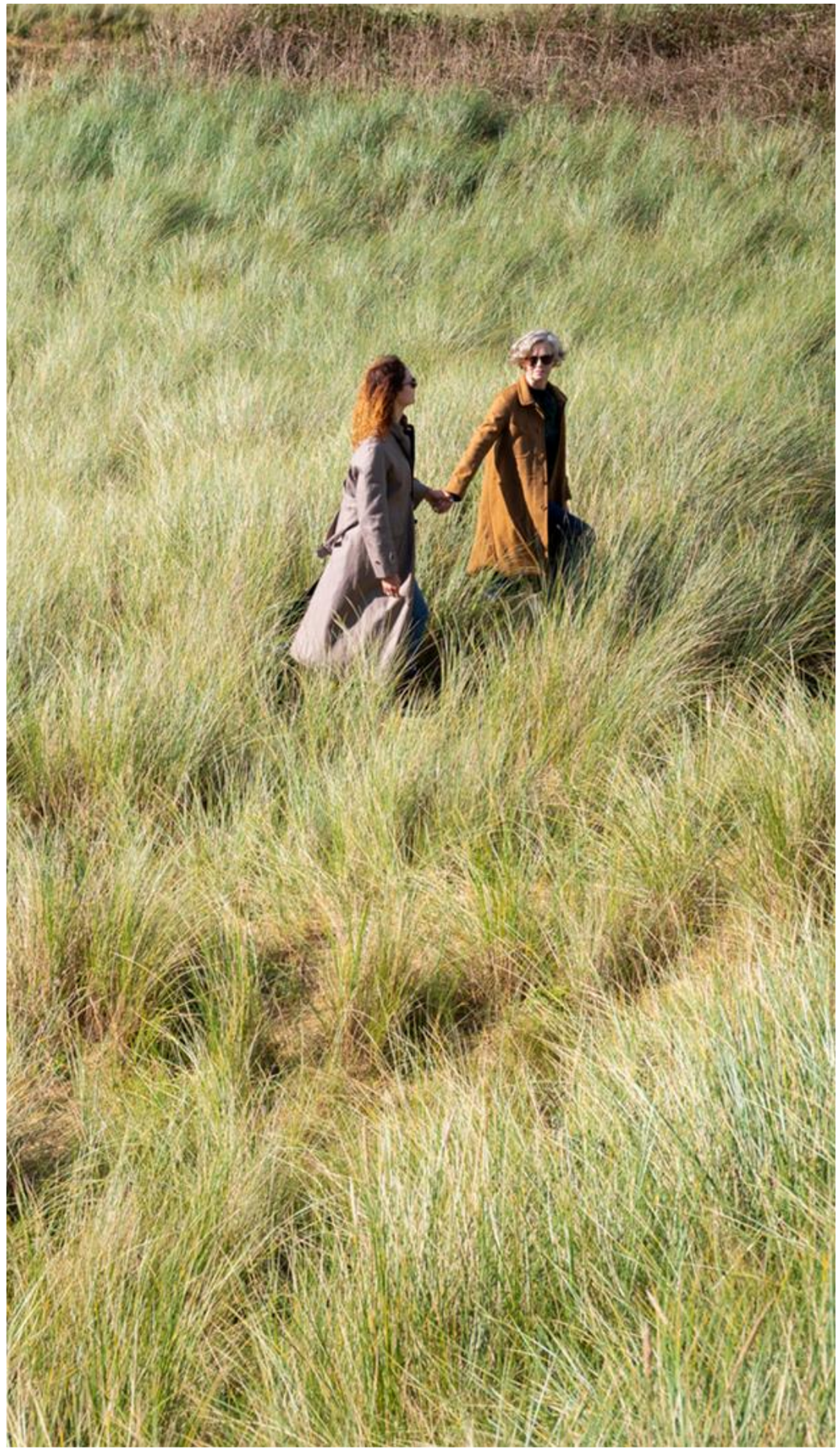
TrinityBridge Select Fixed Income Fund

Task Force on Climate-related Financial Disclosures (TCFD) Aligned Product Report



TrinityBridge Select Fixed Income Fund

A sub-fund of TrinityBridge Funds unit trust (ISIN: GB00B7W45Q93)

This Fund is managed by TrinityBridge Fund Management Limited.

Introduction

This *TCFD* Aligned Product Report is in alignment with UK regulatory standards and reflects TrinityBridge's strategy as detailed in the TCFD Aligned Entity Report. This report provides detailed information regarding the emissions produced by the companies or issuers within the Fund. For a thorough understanding, it is recommended that this report be read in conjunction with our TCFD Aligned Entity Report. This Fund's approach to governance, strategy and risk management does not materially deviate from our overarching approach. For ease of understanding, a glossary is included at the end of this report defining all terms which are in *italics*.

All data shown is as at 31 March 2026.

Fund summary

The objective of this Fund is to generate income while maintaining its capital value over the medium term (i.e. more than 5 years). The Fund also seeks to maintain a weighted average carbon intensity (tonnes of Scope 1 and 2 CO2e per US$m of revenue) below a benchmark of the ICE BofA Global Corporate Index, targeting a level 50% below this benchmark by 2030 from 2019 baseline.

The Fund will hold at least 80% of its portfolio in equities and equity-related securities of companies from anywhere in the world, in any sector and of any market capitalisation.

Data provider

We use MSCI as the sole provider for all emissions and climate data in this report, aiding uniformity in our emissions calculations. We rely on MSCI for the accuracy of emissions data for our public investments. Not all assets have emissions data available and the percentage of assets where we have data is shown in the 'Data coverage' table to the right.

When reported emissions data is unavailable for some assets, MSCI applies a specific estimation method. If no reported or estimated emissions data is available from MSCI, we do not employ an alternative internal estimation method.

Data coverage

Metric	Coverage %	Asset classes covered
Financed emissions	46	Corporate bonds
Weighted Average Carbon Intensity (WACI)	44*	Corporate bonds
Implied Temperature Rise (ITR)	40	Corporate bonds
Policy Climate Value at Risk	18	Corporate bonds
Tech Opportunities Climate Value at Risk	18	Corporate bonds
Physical Climate Value at Risk	18	Corporate bonds

*Ex-cash. Cash = ~2% of the total portfolio net asset value and is excluded from the calculation of asset coverage.

Climate metrics against portfolio comparator

Table one presents the Fund's emission metrics against a comparator portfolio - Bank of America Global Corporate Bond Index.

Table one

Metric	Fund	Comparator	Relative
Scope 1 & 2 GHG Financed Emissions (tCO2e)	17,900	-	-
Scope 3 GHG Financed Emissions (tCO2e)	92,600	-	-
Total GHG Footprint (tCO2e/£mil invested)	147	633	**-77%**
WACI Scope 1 & 2 (tCO2e/$mil revenue*)	66	221	**-70%**
WACI Scope 3 (tCO2e/$mil revenue*)	263	755	**-65%**

*USD $ has been used for the WACI calculation to align with industry standards and aid comparison with other asset managers.

tCO2e = tonnes of carbon dioxide equivalent. WACI = Weighted Average Carbon Intensity. GHG = Greenhouse Gas Emissions.

Note: A meaningful comparison of financed emissions versus the comparator can only be made when normalised by £ invested. We have expressed this through Total GHG Footprints.

The Fund has a 77% lower *total GHG footprint* than the comparator portfolio. The Fund is also less exposed to carbon intensive companies than the comparator on a *scope 1, 2 and 3* basis, reflected by the respective WACI metrics for these scopes being 70% (scope 1 and 2) and 65% (scope 3) lower.

Climate metrics: Historic comparison

Table two presents the Fund's emission metrics over a multi-year period.

Table two

Metric	**31 March 2026***	31 July 2025	31 July 2024	31 July 2023
Scope 1 & 2 GHG Financed Emissions (tCO2e)	**17,900**	16,700	16,246	16,367
Scope 3 GHG Financed Emissions (tCO2e)	**92,600**	95,200	113,296	184,739
Total GHG Footprint (tCO2e/£mil invested)	**147**	149	393	464
WACI Scope 1 & 2 (tCO2e/$mil revenue)**	**66**	56	92	103
WACI Scope 3 (tCO2e/$mil revenue)**	**263**	217	442	3,789

tCO2e = tonnes of carbon dioxide equivalent. WACI = Weighted Average Carbon Intensity. GHG = Greenhouse Gas Emissions.

*Our financial year-end shifted to 31 March in 2026 as part of our change in ownership. This is a truncated 8-month reporting cycle, and we will be reporting in line with year-end 31 March going forward.

**USD $ has been used for the WACI calculation to align with industry standards and aid comparison with other asset managers. We have used USD $ for WACI for the previous two reporting cycles, and thus the July 2024 figures should be considered in this context.

Scenario analysis

Our approach to *scenario analysis* involves assessing the exposure of our equity and corporate bonds holdings using MSCI's Climate Value at Risk (CVaR) methodology. Furthermore, this analysis is based on a snapshot of holdings as of 31 March 2026 and does not consider action to mitigate risk, such as engagement or asset reallocation. The portfolio's aggregated CVaR is a weighted aggregation of each security's CVaR. The analysis allows us to identify companies which are particularly exposed to transition or *physical risks*, and which are exposed to policy risks and likely to benefit from low-carbon technology opportunities.

The scenarios have been developed by the *Network for Greening the Financial System (NGFS)* and are widely accepted as appropriate in the financial services industry.

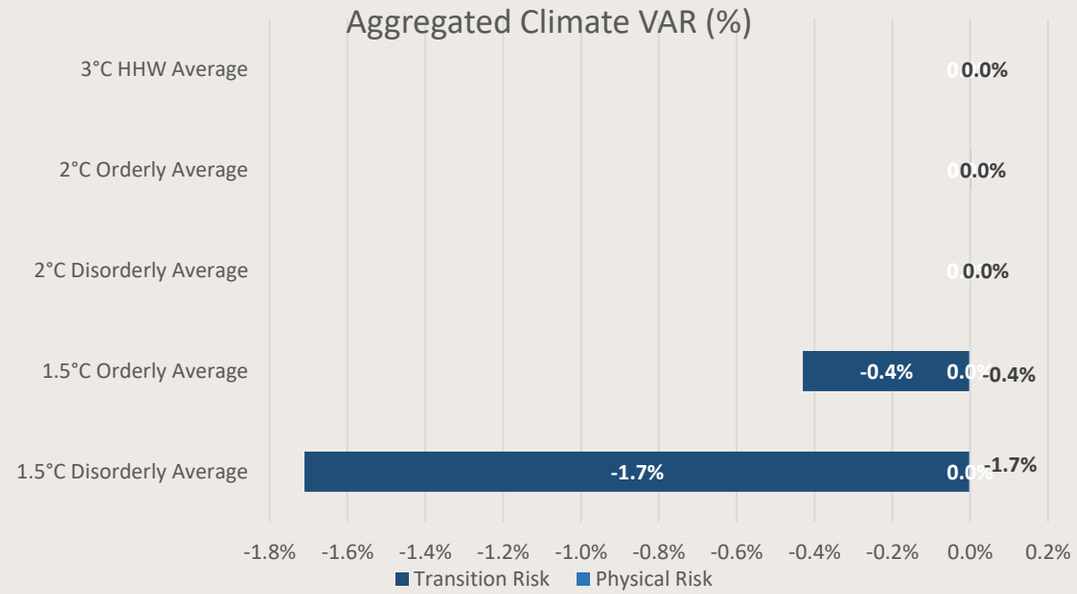
1.5°C ***Orderly***	Limits global warming to 1.5 degrees by 2050. An *orderly* scenario assumes policies are introduced early and gradually.
1.5°C ***Disorderly***	Limits global warming to 1.5 degrees by 2050. A *disorderly* scenario assumes policies are delayed resulting in higher risk.
2.0°C ***Orderly***	Limits global warming to 2.0 degrees by 2050. An *orderly* scenario assumes policies are introduced early and gradually.
2.0°C ***Disorderly***	Limits global warming to 2.0 degrees by 2050. A *disorderly* scenario assumes policies are delayed resulting in higher risk.
3.0°C **Hot House World**	Current policies are preserved. Emissions grow until 2080 leading to 3°C+ of warming and severe physical risks

The Fund's overall CVaR can be calculated based on an average or aggressive *physical risk* scenario. The average scenario is the most likely physical impact of climate change, whereas the aggressive scenario has a 1 in 20 chance of occurring.

The results presented represent estimates of possible future scenarios, not precise forecasts. These climate models rely on multiple assumptions which are uncertain and therefore the projections could deviate significantly from reality.

Climate Value at Risk (CVaR)

CVaR figures presented are aggregated and assume an average physical scenario. Under each scenario (except 2.0°C *orderly*), the model indicates that the Fund may experience a loss in value. The graph indicates *orderly* scenarios are preferable to *disorderly* scenarios and transition risk is higher in scenarios where emissions are limited the most.



*CVaR %'s may not sum due to rounding.

CVaR analysis shows how the investments in the portfolios would be impacted under each of the NGFS scenarios projecting the values to 2100. The 1.5°C *disorderly* scenario is the most challenging for the portfolio and could result in a 1.7% loss of value. The 2.0°C *orderly,* 2.0°C dis*orderly*, and hot house world scenarios are the least impactful on the portfolio, resulting in close to no potential loss in value. The Fund's CVaR under each scenario is relatively limited due its main sectoral exposure being to Financial Services and Insurance, and the financial protection provided to a bondholder.

The Fund's CVaR under a 1.5ºC *disorderly* scenario is driven by one company in the utilities sector. The Fund screens out companies that derive more than 10% from thermal coal which benefits the overall CVaR under every scenario as this is a sector that can be exposed to significant transition risk. The Fund has 4.0% exposure to companies with any tie to oil and gas. Under an aggressive policy scenario to reduce the use of fossil fuels across the economy, the business models of the companies within this exposure will be stressed, unless they are adapted, and a loss of revenue could cause a loss of value.

Implied Temperature Rise

The *Implied Temperature Rise (ITR)* metric provides an indication of how well public companies align with the Paris Agreement temperature goals - the goal of limiting global mean surface temperature to an increase no more than 1.5°C in the year 2100 compared with preindustrial levels.

The key to understanding *ITR* is the concept of a carbon budget, that is, how much the world can emit so that global warming doesn't exceed 1.5°C by 2100 and, by extension, how much a company can emit to take its fair share of global decarbonisation. To arrive at an *ITR* for a company, its emissions are compared against its assigned carbon budget, and the entire economy is then assumed to have the same carbon budget overshoot or undershoot. The deviations from the budget are then converted to °C.

The portfolio-level *ITR* uses an aggregated budget approach: it compares the sum of 'owned' projected *GHG* emissions against the sum of 'owned' carbon budgets for the underlying portfolio holdings. The portfolio's total estimated carbon budget over or under shoot is then converted to a degree of temperature rise (°C) using *science based Transient Climate Response to Cumulative Emissions (TCRE)*. The metric used to define ownership is *Enterprise Value including Cash (EVIC)* in order to enable the analysis of equity and corporate bond portfolios.

The issuers in the portfolio are distributed according to their *ITR* showing the number who are aligned with the Paris Agreement and the more ambitious 1.5°C temperature goal.

ITR categories	Companies
1.5°C Aligned	59.1%
2.0°C Aligned	27.3%
Misaligned	11.4%
Strongly misaligned	2.3%

Portfolio	ITR
Select Fixed Income	1.7°C

*ITR %'s may not sum due to rounding.

86.4% of companies within the portfolio align with the goal of limiting temperature increase to below 2°C. 59.1% of companies within the portfolio align with the goal of limiting temperature increase to below 1.5°C.

The portfolio implied temperature is less than 2.0°C. One company, comprising ~3.7% of the portfolio, has an *ITR* of over 3°C and is in the information technology sector.

This Fund was part of our initial committed assets under management to the Net Zero Asset Managers initiative (NZAM). NZAM as an initiative has undertaken a review of its purpose and effectiveness across global markets and has published an updated Commitment Statement for signatories. TrinityBridge remains a signatory and has reviewed the assets under management committed to the initiative. We are now awaiting direction from the initiative to publish the select funds that we will be recommitting.

Glossary

Climate scenarios	A description of possible future climate change pathways. Climate scenarios are used to assess the potential impact of climate change on businesses and other organisations.
Disorderly	Refers to a chaotic and poorly managed transition to a lower-carbon economy, characterised by significant economic disruption and financial market instability.
Enterprise Value Including Cash (EVIC)	The total value of a company including its cash, all equity ownership and debt.
Financed emissions	A measure of an investee's carbon dioxide equivalent emissions that an investor is responsible for based on the number of shares or bonds held in the company or issuer.
Greenhouse Gas (GHG) Emissions	Both natural and human-made gases that absorb and emit infrared radiation in the Earth's atmosphere, contributing to the greenhouse effect of trapping heat and warming the planet. Examples of greenhouse gases include carbon dioxide, methane, and nitrous oxide.
Implied Temperature Rise (ITR)	The amount of global warming that is implied by an organisation's total carbon emissions. Implied temperature rise is calculated by plotting an organisation's total carbon emissions and trajectory against a carbon budget (typically a global carbon budget broken down into sector-region allocations). The global carbon budget is the amount of carbon emissions that can be emitted without exceeding a certain temperature target.
Net zero	A state in which GHG emissions have been reduced to the greatest extent possible before offsetting the residual emissions with methods that either remove GHGs from the atmosphere or avoid the release of emissions elsewhere.
Network for Greening the Financial System (NGFS)	An international network of central banks and financial supervisors that are working to promote sustainable finance. The NGFS have developed a set of climate scenarios tailored to financial sector companies.
Orderly	Refers to a smooth and well-managed transition to a lower-carbon economy, minimising economic disruption and ensuring stable financial markets.
Physical risk	The financial risks resulting from climate change-related physical events, such as extreme weather events and long-term shifts in climate patterns.
Scenario analysis	The process of analysing the potential impact of different climate scenarios. Scenario analysis is used to help organisations make decisions about how to manage climate-related risks and opportunities.
Science based	Refers to targets or strategies that are aligned with the latest climate science to meet the goals of the Paris Agreement, aiming to limit global warming to well below 2°C above pre-industrial levels.
Scope 1 emissions	Relate to all direct emissions from an organisation's activities. Examples include fleet vehicles, air conditioning leaks and running boilers.
Scope 2 emissions	Relate to all indirect emissions associated with an organisation's energy use. Examples include the purchase of electricity, steam, heat, or cooling.
Scope 3 emissions	Cover all other indirect emissions from the organisation's activities up and down the value chain. Examples include lending, business travel, waste disposal, investments, and leased assets.
Task Force on Climate-related Financial Disclosures (TCFD)	The TCFD is an international body set up by the Financial Stability Board to develop recommendations for companies to disclose climate-related financial information. The TCFD has since disbanded and the IFRS Foundation now monitor the progress of companies' climate-related disclosures.
Total GHG footprint	The GHG footprint of a financial portfolio is a normalised measure of the total carbon dioxide equivalent emissions for which an investor is responsible based on the assets held in the portfolio. It is calculated by dividing the aggregated financed emissions of the assets in the portfolio by the value of the portfolio.
Transient Climate Response to Cumulative Emissions (TCRE)	The TCRE of carbon dioxide is the ratio to the globally averaged surface temperature change per unit of carbon dioxide emitted.
Weighted Average Carbon Intensity (WACI)	Measures a portfolio's exposure to carbon-intensive companies, defined as the portfolio weighted average of companies' carbon intensity.

Disclaimers

This report includes certain data and analyses provided by MSCI Inc. (MSCI). The information provided by MSCI is intended solely for informational purposes and does not constitute investment advice. MSCI data and reports are sourced from publicly available information and proprietary content. The use of MSCI data is subject to the terms and conditions as stipulated by MSCI. Any dissemination or reliance on this information by third parties is strictly prohibited.

Data limitations
We are aware that emissions data often includes estimations or proxy data, thereby data coverage of our portfolio's exposures or risks is subject to a margin of error. We are committed to persistently enhancing the precision of our data utilisation. However, it is crucial to highlight that the outcomes derived should be regarded as indicative rather than definitive.

Scope 3 emissions
Our scope 3 emissions, presently do not account for financed emissions associated with the assets under the stewardship of TrinityBridge. It is our strategic objective to methodically extend our disclosures to encompass all critical emissions categories. Yet, our immediate emphasis is on fortifying our data framework to afford our clients with reliable and indicative emissions insights.

Assets covered
Our reporting covers public listed equities and corporate bonds. This is credited to the superior quality and reliability of data associated with these assets.

Scope 1, 2 and 3
In our TCFD Aligned Entity Report, we disclose *scope 1, 2, and 3 emissions*, confident in the appropriateness and reliability of the data for these purposes. However, it is important to note that within our fund prospectuses, we report only *scope 1 and 2* emissions. The omission of scope 3 emissions from these prospectuses is deliberate, as we do not consider the available scope 3 data robust enough to inform our sustainable investment methodology. This distinction reflects our commitment to accuracy and transparency in our sustainability reporting.