

Implementing our Climate Strategy (continued)

TCFD Strategy Recommendation (b) | Strategic Pillar 3

Transition financing

In 2023, we facilitated \$0.4bn^Δ of transition financing under our new Transition Finance Framework. While new technologies are still emerging, we are identifying opportunities to finance decarbonisation pathways across high-emitting sectors, including energy, power, chemicals, and metals. We are looking to play a role in supporting a range of carbon and emission reduction projects – from the manufacturing of blue hydrogen and related infrastructure for end-use sectors with limited decarbonisation alternatives, to the electrification of compressor units, resulting in the elimination of natural gas use, as well as the adoption of low-carbon technologies. As emerging technologies scale and continue to develop, we are committed to leveraging our expertise to further identify opportunities for transition financing.

+ For further details on our Sustainable Finance Framework and Transition Finance Framework see page 104.

Facilitating £100bn of green financing

Since 2018 we have facilitated a total of £113.7bn^Δ green financing – exceeding our target of £100bn well ahead of the 2030 target date.

In 2023 we facilitated £25.9bn^Δ (2022: £25.5bn), comprising:

- Labelled use of proceeds and general purpose financing in environmental categories of £19.8bn^Δ (2022: £18.0bn)
- Sustainability-linked financing that incorporates environmental performance targets of £6.2bn^Δ (2022: £7.5bn).

Breaking down our green financing by product type, the largest category in 2023 was bond issuance – accounting for 63% of the total (2022: 61%). Loans and equity made up 30% (2022: 33%) and 6% (2022: 4%) respectively.

Notes

- 1 Bond issuance includes Bonds (DCM), CMBS, Securitization, Munis and PCM Debt.
- Δ 2023 data subject to independent limited assurance under ISAE (UK) 3000 and ISAE 3410. Current limited assurance scope and opinion can be found within the ESG Resource Hub: home.barclays/sustainability/esg-resource-hub/reporting-and-disclosures/

Sustainable Impact Capital portfolio: Mandate to invest up to £500m into global climate technology start-ups

We firmly believe that innovation is key to tackling climate change and we are committed to supporting transformative change by investing our own capital in entrepreneurial companies. In 2020 Barclays announced that it would invest up to £175m equity capital in environmentally focused climate technology companies by 2025 – helping support our clients to transition towards a low-carbon economy, scale solutions to environmental challenges, and fill their growth-stage funding gaps.

In evidence of the success of the investments, in December 2022 we announced an increase of the investment mandate to invest up to £500m by the end of 2027.

To date we have invested £138m into 21 innovative companies. These investments have supported many aspects of climate tech innovation, from property retrofit solutions to long-duration energy storage and hydrogen technologies.

We continue to drive wider commercial and strategic opportunities for Barclays UK, Corporate Banking and Investment Banking with those companies.

We continue to focus on decarbonisation technologies supporting transition within carbon-intensive sectors, particularly where Barclays has meaningful client exposure – such as Power, Industry, Transport, Agriculture and Real Estate – including solutions delivering carbon capture, carbon dioxide removal and green hydrogen.