

The Climate Bonds expanded Standard and Certification Scheme

A NEW GENERATION OF CREDIBILITY IN LABELLED DEBT



Climate Bonds^{INITIATIVE}



SHOW YOUR CREDIBILITY WITH **CLIMATE BONDS CERTIFICATION**

The [Climate Bonds Standard and Certification Scheme](#) is a voluntary labelling scheme for investments that address the challenge of climate change, and are consistent with the goal of limiting global temperature rise to 1.5°C above pre-industrial levels.

Launched in 2012, the Standard was initially designed as a mechanism to support confidence in the climate change action credentials of green bonds and other debt instruments and to provide a tool to allow quick investment decision making. Climate Bonds have Certified over USD270bn of Use of Proceeds Green Bonds since the launch of the Certification Scheme. The [latest Standard](#) expands Certification coverage to general purpose Assets and Entities and Sustainability-linked debt instruments.

Certification under this Standard confirms that debt instruments, assets, or entities meet criteria published under the **Climate Bonds Standard**. Transparently developed science-based criteria underpin the Scheme and independent assessment is provided by a network of **Climate Bonds Approved Verifiers**. An international independent **Climate Bonds Standard Board**, comprised of institutional investor representatives and reporting to the Trustees of the Climate Bonds Initiative, provides oversight and a strong governance framework for the Scheme.

OUR LABELS

CLARITY ON THE CREDIBILITY OF COMPANY TRANSITION PLANS

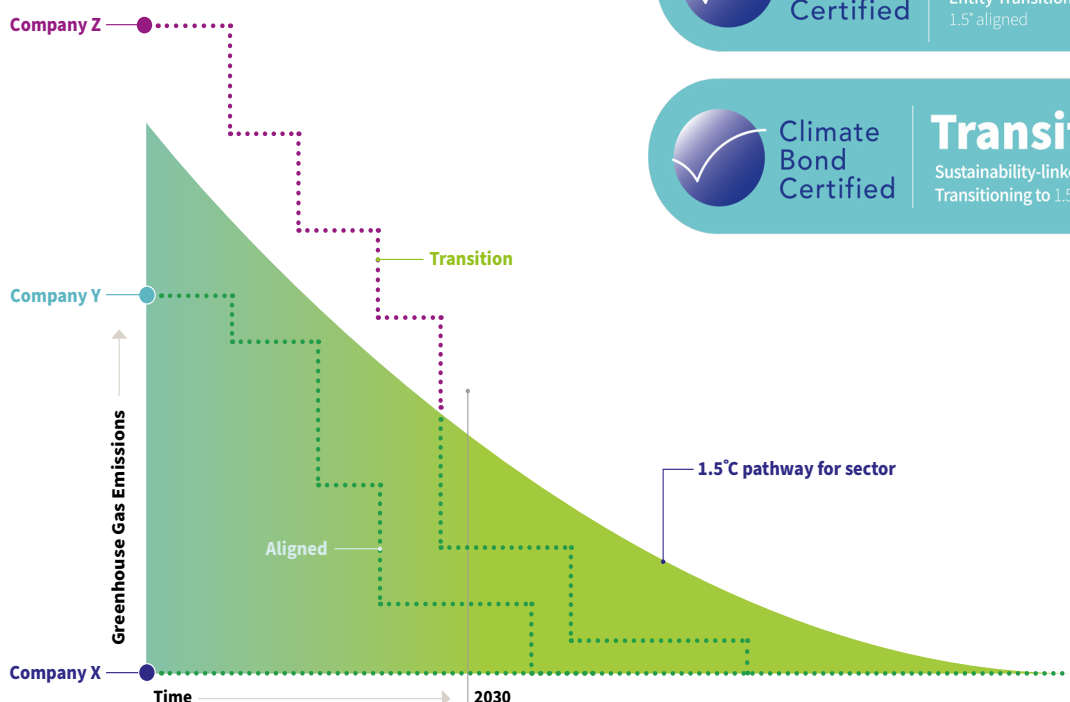
Our expanded Standard and Certification Scheme offers two levels of Certification:

LEVEL 1

Aligned: The Climate Mitigation Performance Targets align with the Sector Criteria at the time of Certification and thereafter until the date the Climate Mitigation Performance Targets represent net zero emissions or 2050, whichever is sooner.

LEVEL 2

Transition: The Climate Mitigation Performance Targets do not align with the Sector Criteria at the time of Certification but align by 31st December 2030 and thereafter until the date the Climate Mitigation Performance Targets represent net zero emissions or 2050, whichever is sooner.



Climate
Bond
Certified

Aligned

Use of Proceeds
1.5° aligned



Climate
Bond
Certified

Aligned

Entity 1.5° aligned



Climate
Bond
Certified

Aligned

Asset 1.5° aligned



Climate
Bond
Certified

Aligned

Sustainability-linked debt
1.5° aligned



Climate
Bond
Certified

Transition

Entity Transitioning to
1.5° aligned



Climate
Bond
Certified

Transition

Sustainability-linked Debt
Transitioning to 1.5° aligned

Benefits of Certification



Certification confirms alignment with the ICMA Green Bond Principles.



The Certification label is an endorsement of the green credentials of the assets/entities and debt instruments, and the ambition and credibility of corporate transition plans.



The science-based eligibility criteria are developed through a rigorous process, demonstrating credibility and robustness.



Certification increases visibility to investors.



A globally recognised symbol of best practice in green finance.



Clearly demonstrates to the market that the Certified instruments meet the highest standards for climate integrity.



Enhanced reputation benefits for Issuers, Companies or Asset owners.

Our **Standard**

Gold-standard labelling that aims to drive the global financial markets towards investments consistent with the goal of the Paris Climate Agreement.



Ambitious

- Ambition is defined from a sectoral perspective by the Climate Bonds Eligibility criteria.
- Performance 1.5 degree aligned, or on a pathway to alignment.



Transparent

- Requirements on disclosure of Certified instruments/entities.



Assured

- External verification by a Climate Bonds Approved Verifier – before Certification and where required by the Standard for maintaining Certification.



Science-based

- Future targets are benchmarked against science-based, technologically feasible pathways, and not against peers.

Get Certified



Under our expanded Certification Scheme we are now able to certify:

1

Use of Proceeds (UoPs) debt instruments: The proceeds of such instruments are allocated to specific projects, assets, activities, or expenditures which align with the Climate Bonds Sector Specific Criteria.

2

Assets: Certification of the environmental credentials of specific debt instruments, assets, or a portfolio of assets, in accordance with the Climate Bonds Sector Specific Criteria.

3

Non-financial corporate entities: This Certification is available to legal Entities that provide non-financial goods and services, including:

- Entities with ambitious Performance Targets, that are aligned with the Climate Bonds Sector Criteria at the time of Certification or that will do so by 2030, which have credible transition plans and meet the disclosure requirements of the Standard.
- General-purpose debt instruments issued by Certified Entities that meet above requirements.

4

Sustainability-linked debt instruments (SLDs): These are general-purpose debt instruments, the financial or structural characteristics of which can vary depending on whether the issuer achieves predefined Performance Targets. Issuers of Certified SLDs are subject to the same requirements as for Certified Entities.

The basic pillars for all types of certifications under the Standard are a standardised rule set of sector level eligibility of projects, transparency, and external review by a Climate Bonds Approved Verifier. Climate Bonds will be expanding the range of available sectors for all the certification types.

The following Sector Criteria are currently eligible for Certification:

Climate Bonds Certification

CRITERIA STATUS



Certification available



Certification for part of the sector only



Certification pending 2023

Use of proceeds debt
Assets
Sustainability-linked debt
Entities

Use of proceeds debt
Assets
Sustainability-linked debt
Entities

ENERGY

Solar	●	●	●	●
Wind	●	●	●	●
Geothermal	●	●	●	●
Hydropower	●	●	●	●
Marine renewables	●	●	●	●
Electricity grids & storage	●	●	●	●
Mixed energy (utilities)	●	●	●	●
Bioenergy	●	●	●	●
Nuclear	●	●	●	●

TRANSPORT

Public passenger transport	●	●	●	●
Private transport	●	●	●	●
Freight rail	●	●	●	●
Water-borne	●	●	●	●
Biofuels for transport	●	●	●	●
Aviation	●	●	●	●

WATER

Water monitoring	●	●	●	●
Water storage	●	●	●	●
Water treatment	●	●	●	●
Water distribution	●	●	●	●
Water desalination	●	●	●	●
Flood defence	●	●	●	●
Nature-based solutions	●	●	●	●

BUILDINGS

Residential	●	●	●	●
Commercial	●	●	●	●
Products & systems for efficiency	●	●	●	●
Urban development	●	●	●	●

LAND USE & MARINE RESOURCES

Crop production	●	●	●	●
Livestock production	●	●	●	●
Commodity supply chains	●	●	●	●
Commercial forestry	●	●	●	●
Ecosystem conservation & restoration	●	●	●	●

INDUSTRY

Cement production	●	●	●	●
Steel production	●	●	●	●
Basic chemicals production	●	●	●	●
Specialist & intermediate chemicals	●	●	●	●
Hydrogen production, storage & transport	●	●	●	●
Critical raw materials	●	●	●	●
Carbon capture storage	●	●	●	●

WASTE

Preparation	●	●	●	●
Reuse	●	●	●	●
Recycling	●	●	●	●
Biological treatment	●	●	●	●
Waste to energy	●	●	●	●
Landfill	●	●	●	●

ICT

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Climate
Bond
Certified®



Contact us

Contact email for Certification Team: certification@climatebonds.net

Detailed requirements for eligible debt instruments, assets or activities can be found on the Climate Bonds website: <https://www.climatebonds.net/certification>

Download: [Climate Bonds Initiative Standard 4.0](#)

Climate Bonds INITIATIVE



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Certification under the Climate Bonds Standard relates exclusively to the conformity of one or more designated debt instruments, designated assets and/or designated entities with the applicable Climate Bonds Standard at the time of certification. Certification under the Climate Bonds Standard carries no implication (and should not be understood as carrying any implication) as to any other aspect of any debt instrument or investment product or any collection of debt instruments or investment products or any asset or entity or group of assets or entities or as to continuing conformity at any time after the time of certification. In particular, such certification carries no implication (and should not be understood as carrying any implication) that any stated target has been or will at any time be met or that any particular legal or regulatory requirement has been or will be satisfied.

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