



TCFD Report 2025

Introduction

LGT Wealth Management is a UK-based wealth management partnership which provides a comprehensive range of investment management, wealth planning and private investment office services. As of end of March 2026, LGT Wealth Management has GBP 32.3 billion Assets under management, employs around 700 staff and has offices in London, Jersey, Bristol, Edinburgh, Leeds, Birmingham and Manchester. LGT Wealth Management is part of LGT Group, an international private banking and asset management group that has been fully controlled by the Liechtenstein Princely Family for over 90 years. LGT Group distinguishes between the products and services offered by LGT Private Banking (LGT PB) and LGT Capital Partners (LGT CP), with LGT Wealth Management being part of the LGT PB business unit.

The aim of this report is to provide a clear and concise overview of how LGT Wealth Management integrates climate-related risks and opportunities into its investment decisions on behalf of clients, alongside a transparent account of how it manages its own climate-related impacts. This report covers all activities within LGT Wealth Management UK LLP, LGT Wealth Management Limited, LGT Wealth Management Jersey and LGT Wealth Management US.

Reliance on LGT's Group Sustainability Report and Compliance Statement

LGT Wealth Management aligns its approach to managing climate-related risks and opportunities with LGT PB's sustainability strategy and risk management framework. LGT PB has reported

on climate-related risks and opportunities since 2021 and its primary climate-related disclosures are provided in the LGT Group Annual Report in accordance with the European Sustainability Reporting Standards (ESRS), which incorporate the core elements of the Task Force on Climate-related Financial Disclosures (TCFD) framework.

Data and analysis relating to LGT Wealth Management portfolios contribute to this Group-level reporting, including portfolio-level emissions and other climate-related metrics. Accordingly, and where relevant, this report cross-references the [LGT Group Annual Report 2025](#), which contains the Group's ESRS-aligned climate disclosures.

While LGT Group provides the overarching disclosure of governance, strategy, risk management, and metrics and targets relating to climate-related risks and opportunities, this report outlines the specific considerations and implementation of these frameworks within LGT Wealth Management. It describes how climate-related risks and opportunities are assessed in relation to the assets managed on behalf of clients and within the firm's own operations.

This entity-level report has been prepared in accordance with the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD) and the requirements set out in ESG 2 of the FCA Handbook relating to the disclosure of climate-related financial information.

Heinrich Henckel
CEO

Phoebe Stone
Chief Sustainability Officer

Recommendations of the Task Force on Climate-related Financial Disclosure (TCFD) Report Governance

a. Describe the board's oversight of climate-related risks and opportunities

LGT Group Foundation is the ultimate financial holding company of LGT Group. The Foundation Board, chaired by H.S.H. Prince Max von und zu Liechtenstein, is LGT's highest governance body. LGT's Foundation Board holds ultimate responsibility for LGT's management of sustainability-related risks and opportunities, including those related to climate. It approves and oversees strategies, policies and processes related to climate issues and determines the risk appetite framework. It discusses climate-related topics annually to ensure comprehensive oversight. LGT PB's sustainability-related matters are overseen by the PB Management Committee, the Core Steering Committee and several sustainability committees. The sustainability committees, which report directly to the Core Steering Committee, are responsible for implementing the LGT PB Sustainability Strategy 2030 at the operational level. Climate-related considerations are integrated into their agendas and mandates, with specific responsibilities outlined in their respective terms of reference.

To ensure a coordinated approach across all LGT entities, there are reciprocal participation of Board and Committee members between LGT Wealth Management and LGT Group, as well as direct reporting lines from some LGT Wealth Management members to LGT Group senior leadership. This enables LGT Wealth Management to operate in accordance with LGT Group's overarching sustainability objectives. For further description of LGT Group's sustainability governance structure refer to [pages 22-28 of the LGT Group Annual Report 2025](#).

At UK level:

The **LGT Wealth Management Governing Board** has ultimate responsibility for LGT Wealth Management's sustainability and climate-related aims and for overseeing progress against the LGT PB Sustainability Strategy 2030. LGT Wealth Management Governing Board is informed at least annually on climate-related risks and opportunities, performance against climate goals and targets, and the management of business-wide climate matters. Climate topics are considered when reviewing overall strategy, risk appetite and key policies.

b. Describe management's role in assessing and managing climate-related risks and opportunities

At UK level:

LGT Wealth Management Management Board is responsible for implementing strategy and ensuring appropriate systems and controls for sustainability and climate matters.

The **Chief Sustainability Officer (CSO)** leads the development and execution of LGT Wealth Management's sustainability and climate strategy, chairs the **Sustainable Governance (SG) Committee**, and is responsible for sustainable products, services and client propositions. The CSO works closely with the CEO and provides at least bi-annual updates to the Management Board on key climate related indicators for client investments, operations and stewardship, as well as on progress against climate targets. The SG Committee also oversees alignment with and implementation of the Sustainability Strategy 2030 and LGT Wealth Management's sustainability aims.

Additional committees support the assessment and management of climate related issues in their respective domains:

- The **Compliance and Risk Committee** ensures adherence to sustainability and climate related regulations and disclosures, with sustainability risks integrated into risk reporting.
- The **Proposition Governance Committee** considers climate and wider sustainability risks and opportunities in new products and services.
- The **Investment Committee** receives regular updates from the **Sustainable Investment Committee**, a sub-committee, on ESG characteristics of portfolios to identify material climate and sustainability related risks and opportunities.

Sustainable Investment Committee, together with the Sustainable Portfolio Management, Research and Stewardship teams, implements the sustainable investment strategy and provides climate and sustainability related insights to investment and research functions and client reporting. Within this framework, the Stewardship Team leads engagement, voting and public-policy activities, with climate change as a key focus area.

Through this structure, climate-related responsibilities follow a clear chain of accountability: specialist sustainability and investment teams support the Sustainable Investment Committee, Sustainable Governance Committee, Proposition Governance Committee, Investment Committee and Compliance and Risk Committee.

These Committees escalate key climate-related insights and decisions to the Chief Sustainability Officer and Management Board, which in turn report to the LGT Wealth Management Governing Board. This ensures that climate considerations are consistently embedded in day-to-day activities while remaining subject to Board-level oversight.

Strategy

- a. Describe the climate-related risks and opportunities the organisation has identified over the short, medium and long term
- b. Describe the impact of climate-related risks and opportunities on the organisation's businesses, strategy and financial planning

Climate-related risks and opportunities are identified at LGT Group level and are described in the Climate-related risks section on [pages 54-56 of the LGT Group Annual Report 2025](#). It is important to note that the Group-level assessment presents the aggregated score that reflects all exposures and management measures across all LGT Group entities and geographies and represents the highest impact value. It also aggregates the potential risks to investments and operations.

Moreover, LGT Wealth Management does not hold proprietary balance sheet investments and does not originate credit, loans, or mortgages. Climate-related risks and opportunities therefore arise primarily through assets managed on behalf of clients rather than through the firm's own investment exposures.

- c. Describe the resilience of the organisation's strategy, taking into consideration different climate-related scenarios, including a 2°C or lower scenario

In 2025, **LGT PB conducted a scenario analysis on client investments**, this included LGT Wealth Management's client's investments that are custodied with LGT Wealth Management in the UK. Refer to [page 59 of the LGT Group Annual Report 2025](#).

At LGT Wealth Management, the Sustainable Investment Team, assesses how clients investments and how the Sustainable Investment Portfolio might be affected by the transition to a low-carbon economy, by reviewing the following data points:

- Alignment with the IIGCC decarbonisation pathway.
- Carbon footprint intensity (tons of CO₂e per million dollars of revenue).
- Weighted Average Carbon Intensity (tons of CO₂e per million dollars of revenue).
- Climate solutions exposure.
- High impact sector exposure.
- Engagement and stewardship coverage on climate matters.

Risk

- a. Describe the organisation's processes for identifying and assessing climate-related risks

The **processes utilised by LGT Group for identifying and assessing climate-related risks are through the Double Materiality Assessment (DMA)** (for further information refer to [page 42-43 of the LGT Group Annual Report 2025](#)) and the annual cli-

mate-related risk assessment. Members of LGT Wealth Management sustainable investment team were involved in both assessments.

In addition, at local level, **LGT Wealth Management's main process for identifying and assessing climate-related risks for client investment, are through:**

- The assessments of the data identified in the strategy section c) are run at both client portfolio level and for the assets in LGT Wealth Management's buy list (incl. funds/ direct stocks). Additionally, the research team also monitors the centrally run investment mandates against these metrics and presents research findings to the Investment Committee.
- Regular touch points with external Fund Managers, including quarterly meetings and scoring of their underlying holdings by the LGT PB ESG Navigator, annual Fund Manager DDQ (which includes climate risk and opportunity metrics) and ad-hoc engagement discussions around climate risks and opportunities.

At LGT Wealth Management, climate-related risks at operational level, are identified through:

- Compliance regulatory horizon scanning.
- Risk and Control Self-Assessment (RCSAA) which incorporate the firm's processes, associated risks and controls for managing sustainability considerations.
- The firm's Risk Appetite Statements and management framework. Sustainability risk is included with a clear appetite statement and the disposition level set by the Management Board.

- b. Describe the organisation's process for managing climate-related risks and opportunities

Refer to the '[Clients investment](#)' section on [page 62](#) for information on how LGT, and therefore also LGT Wealth Management plans to decarbonise client portfolios.

Refer to [pages 73–76 \(Table 10\)](#) for details on how LGT Wealth Management manages climate-related risks. When doing so, refer only to the key actions listed under the table section "all areas", "client investments", and "operations", and only those actions that are attributed to "LGT" and "LGT PB".

Other processes employed by LGT Wealth Management to manage climate-related risks, particularly the risk of greenwashing – meaning the risk that the company is perceived as or is overstating or misrepresenting its climate-related claims, across the business:

- Anti-Greenwashing forum – promotes awareness and staff training on greenwashing.
- Compliance and Marketing reviews – Compliance and Marketing teams work together to review all company publications to ensure all sustainability claims, including climate-related claims, are well explained and are substantiated.

c. Describe how processes for identifying, assessing and managing climate-related risks are integrated into the organisation's overall risk management

Refer to Risk a.

Metrics and Targets

- a. Disclose the metrics used to assess climate-related risks and opportunities in line with the organisation's strategy and risk management process**
- b. Disclose Scope 1, Scope 2 and, if appropriate, Scope 3 greenhouse gas (GHG) emissions, and the related risks**
- c. Describe the targets used by the organisation to manage climate-related risks and opportunities and performance against those targets**

LGT PB climate metrics and targets also apply to LGT Wealth Management. These metrics and targets are approved by the LGT Foundation Board and monitored and reviewed by the Group Sustainability Management team.

For the LGT PB climate-related targets, that apply to LGT Wealth Management, refer to the 'Operations' section of page 79.

For the climate-related metrics used by LGT PB, refer to:

- table 12: LGT's energy consumption and mix.
- table 14: LGT PB's operational and financed GHG emissions.¹
- table 16: LGT's GHG intensity.
- table 22: Key metrics – Discretionary mandates client investments.
- table 23: Financed carbon emissions (Scope 1 and 2) per sector LGT PB.

These tables account for LGT Wealth Management entities.

For clients who have expressed sustainability preferences, LGT Wealth Management informs them through reporting about their portfolio emissions and performance against other climate metrics (these metrics are described in Strategy section c)).

The sustainability information in the LGT Group Annual Report 2025, including but not limited to greenhouse gas (GHG) emissions for Scope 1, 2 and 3 emissions, was subject to limited assurance by an external auditor. The Statutory Auditor's Report can be found in pages 14-18. For details on the methodology refer to pages 84-86.

¹ Scope 3 Category 15 Refers to client assets in discretionary portfolio management mandates invested in single-line listed equity and corporate fixed income assets based on Avaloq and Figaro. Emissions were calculated using both reported and estimated emissions data with an average PCAF Score of 3.

Important information

LGT Wealth Management UK LLP is authorised and regulated by the Financial Conduct Authority Registered in England and Wales: OC329392. Registered office: 14 Cornhill, London, EC3V 3NR.

LGT Wealth Management Limited is authorised and regulated by the Financial Conduct Authority. Registered in Scotland number SC317950 at Capital Square, 58 Morrison Street, Edinburgh, EH3 8BP.

LGT Wealth Management Jersey Limited is incorporated in Jersey and is regulated by the Jersey Financial Services Commission in the conduct of Investment Business and Funds Service Business:102243. Registered office: Sir Walter Raleigh House, 48-50 Esplanade, St Helier, Jersey JE2 3QB.

LGT Wealth Management US Limited is authorised and regulated by the Financial Conduct Authority and is a Registered Investment Adviser with the US Securities & Exchange Commission ("SEC"). Registered in England and Wales: 06455240. Registered Office: 14 Cornhill, London, EC3V 3NR.

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