

JPMorgan Chase Bank, N.A., London Branch – TCFD Entity Report

Introduction

JPMorgan Chase Bank, N.A., London Branch (“JPMorganChase, London”) provides financial services for clients globally. This report covers JPMorganChase, London’s Agency Security Finance business (“ASF”, “we”, “our” or “us”) which is required to report pursuant to ESG 2.1.1 (1) R of the Financial Conduct Authority’s (“FCA”) Environmental, Social and Governance Sourcebook (the “ESG Sourcebook”). The ESG Sourcebook requires firms that carry out asset and portfolio management business to produce a report consistent with the recommendations and recommended disclosures specified by the Task Force on Climate-Related Financial Disclosures (a “TCFD Entity Report”).

ASF, which forms part of JPMorganChase, London’s Securities Services division, offers full-service agency securities financing for securities held in custody at JPMorganChase, London (or certain other affiliated entities) or on a non-custody/third-party basis.

For ASF, JPMorganChase, London is appointed by its clients to act as an agent lender to lend securities into the market to borrowers in exchange for collateral. One service offered as part of ASF, is the reinvestment of cash collateral (generated from the lending of securities) in certain types of investments, which is portfolio management, under the ASF’s cash collateral management service (“Portfolio Management Activities”).

As outlined in the JPMorgan Chase & Co. (the “Firm”) [2024 Climate Report](#) (the “Firmwide Climate Report”), the Firm including JPMorganChase, London helps its clients navigate the challenges and realise the economic opportunities of the transition to a low carbon economy. As part of the Firm, ASF supports and is aligned to the Firm’s approach to managing climate-related risks and opportunities.

The information in this report covers the reporting period 1 January 2024 to 31 December 2024. The Firmwide Climate Report covers the period January 1st 2023 to December 31st 2023, and the information related to the Firm’s climate-related governance, strategy, and risk management remains relevant in the current year.

Compliance Statement

We confirm that the disclosures in this report complies with the requirements of Chapter 2 of the ESG Sourcebook.

Signature:

Name:

Position:

JPMorgan Chase Bank, N.A., London Branch

Governance

London Branch Oversight Committee

Oversight and escalation of climate-related risks and opportunities relating to ASF follows the framework adopted by the Firm globally. For further details, please refer to the “Governance – Board Oversight” section of the Firmwide Climate Report..

ASF senior management oversees ASF and will escalate to the London Branch Oversight Committee which has been provided with information of the governance process and program in place for environmental, social and governance matters including TCFD reporting. The London Branch Oversight Committee also reviews ESG strategy on an annual basis, including during the reporting period.

Management accountability of climate-related matters follows the framework adopted by the Firm globally. For details, please refer to the “Governance – Senior Management” section of the Firmwide Climate Report.

Strategy

Climate-related considerations are important to JPMorganChase, London including ASF, its clients and stakeholders.

In identifying and assessing the impact of climate-related risks and opportunities, ASF aligns with the Firm's approach and risk management framework. For further details on the Firm's approach, please refer to the “Strategy” section of the 2024 Firmwide Climate Report

ASF considers applicable regulatory and legislative requirements as part of its decision-making and the process by which it delegates functions, selects delegates and relies on third-party services, strategies or products. While climate-related considerations are currently not a factor in ASF's decision-making process, we continue to evaluate our approach as appropriate.

Risk Management

Climate risk refers to the potential threats posed by climate change to the Firm, JPMorganChase, London, including ASF, and/or its clients, customers, operations and business strategy. Climate change is viewed as a driver of risk that may impact existing types of risks (credit and investment, market, operational and strategic) managed by the Firm, including those managed by JPMorganChase, London. Climate risk is categorised into physical risk and transition risk.

Physical risk involves economic costs and financial losses due to a changing climate. Acute physical risk includes the increased frequency or severity of climate and weather events, such as floods, wildfires and tropical cyclones. Chronic physical risk includes more gradual shifts in the climate, such as sea level rise, persistent changes in precipitation levels and increases in average ambient temperatures. Indirect physical risk includes the second-order effects of these acute and chronic risks, such as supply chain disruptions or changes to property valuations.

Transition risk involves the financial and economic consequences of society's shift toward a lower-carbon economy. Transition risk include possible changes in public policy, adoption of new technologies and shifts in consumer preferences. Transition risks may also be influenced by changes in the physical climate.

Approach to managing climate risk

The Firm has developed a climate risk framework ("Framework") which outlines the capabilities

the Firm employs to identify, assess, manage and quantify the potential impacts of physical and transition risk drivers. These capabilities cover risk governance, scenario analysis, risk identification, risk measurement, data management, and reporting and disclosures. For additional details about the Framework, please refer to the 'Risk Management section of the [JPMorganChase 2024 Climate Report](#).

As part of the Framework, the individual lines of business, such as ASF, are responsible for the identification, assessment and management of climate risks present in their business activities and for the adherence to applicable climate-related laws, rules and regulations. The Risk function is the second line of defense for managing climate-related risk and is responsible for providing independent oversight and effective challenge of the risk management process. The EMEA Legal Entity Climate Risk team, within the EMEA Chief Risk Office team continues to co-ordinate climate risk related deliverables for the Firm's EMEA legal entities, including JPMorganChase, London. It partners with the Firm's Climate Risk Management function and other functions across the Firm to embed climate risk in the entity's risk management framework, and respond to an regulatory requests.

ASF's approach to managing climate risk is aligned with the Firm. Where applicable, ASF aims to integrate climate-related risks and their consideration into its overall risk management.

Metrics and Targets

ASF follows the approach towards climate metrics and targets adopted by the Firm at group level. The metrics and targets used to manage and implement the Firm's environmental sustainability approach is available in the "Metrics and Targets" section of the 2024 Firmwide Climate Report.

ASF, in respect of its Portfolio Management Activities, does not offer products and/or services with climate characteristics and objectives. Given the nature of this business, information about climate related opportunities and their potential impact on ASF, its resilience to climate related risks and the identification, assessment and measurement of such risks and opportunities is not currently relevant to ASF.