

# The Sustainable ETF Universe

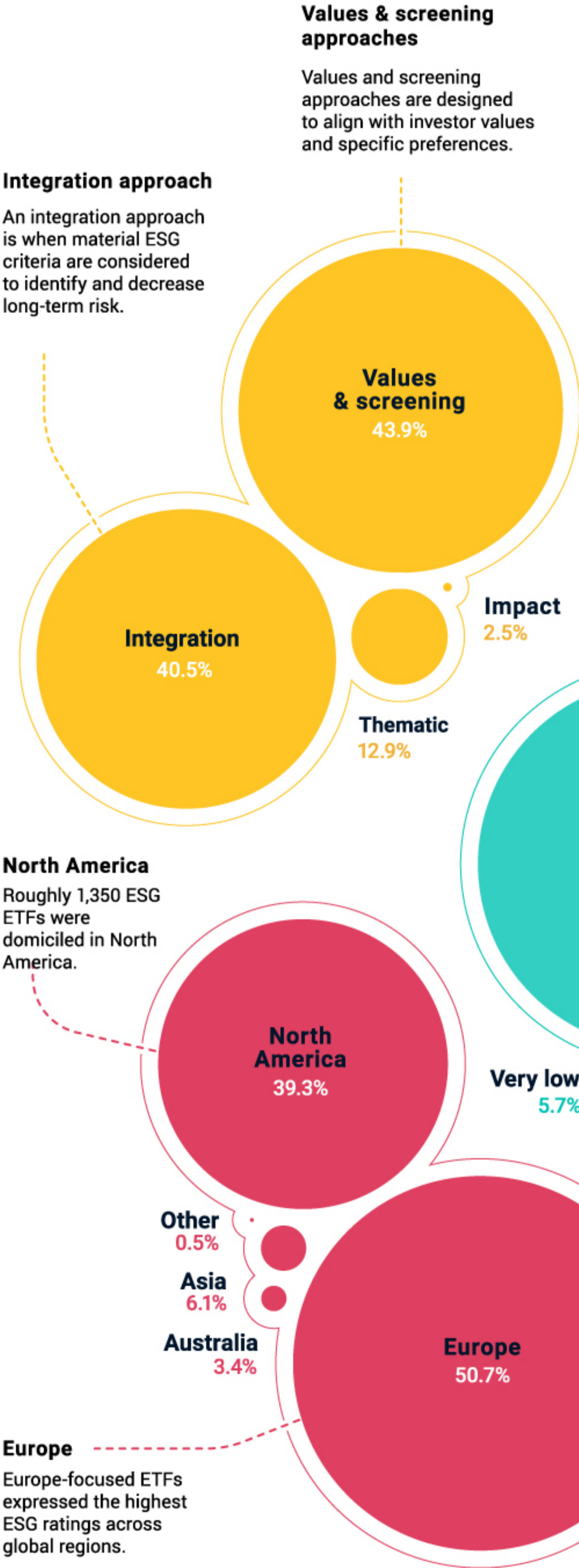
In 2020, sustainable ETFs saw record inflows of \$75 billion—triple those seen in 2019.

Below, we show the ESG ETF universe broken down by asset class, strategy, and carbon intensity, given its growing relevance in financial markets today.

Source: MSCI LLC ESG Research: Fund ESG Transparency Q1 Quarterly Report 2021 (Feb, 2021)

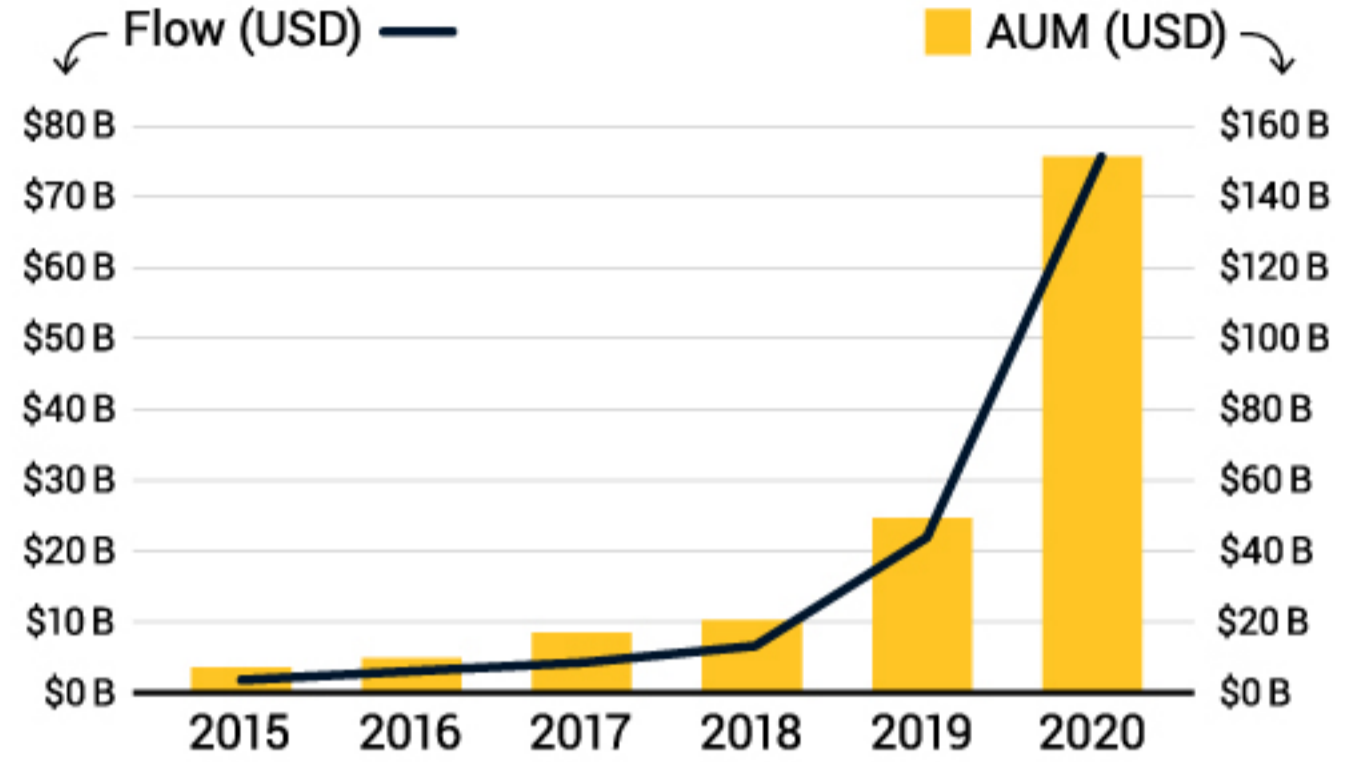
## ESG type

Globally, an increasing number of ETFs are ESG-focused, which means that they incorporate environmental, social, and governance (ESG) investing criteria.



## Global ESG ETF growth

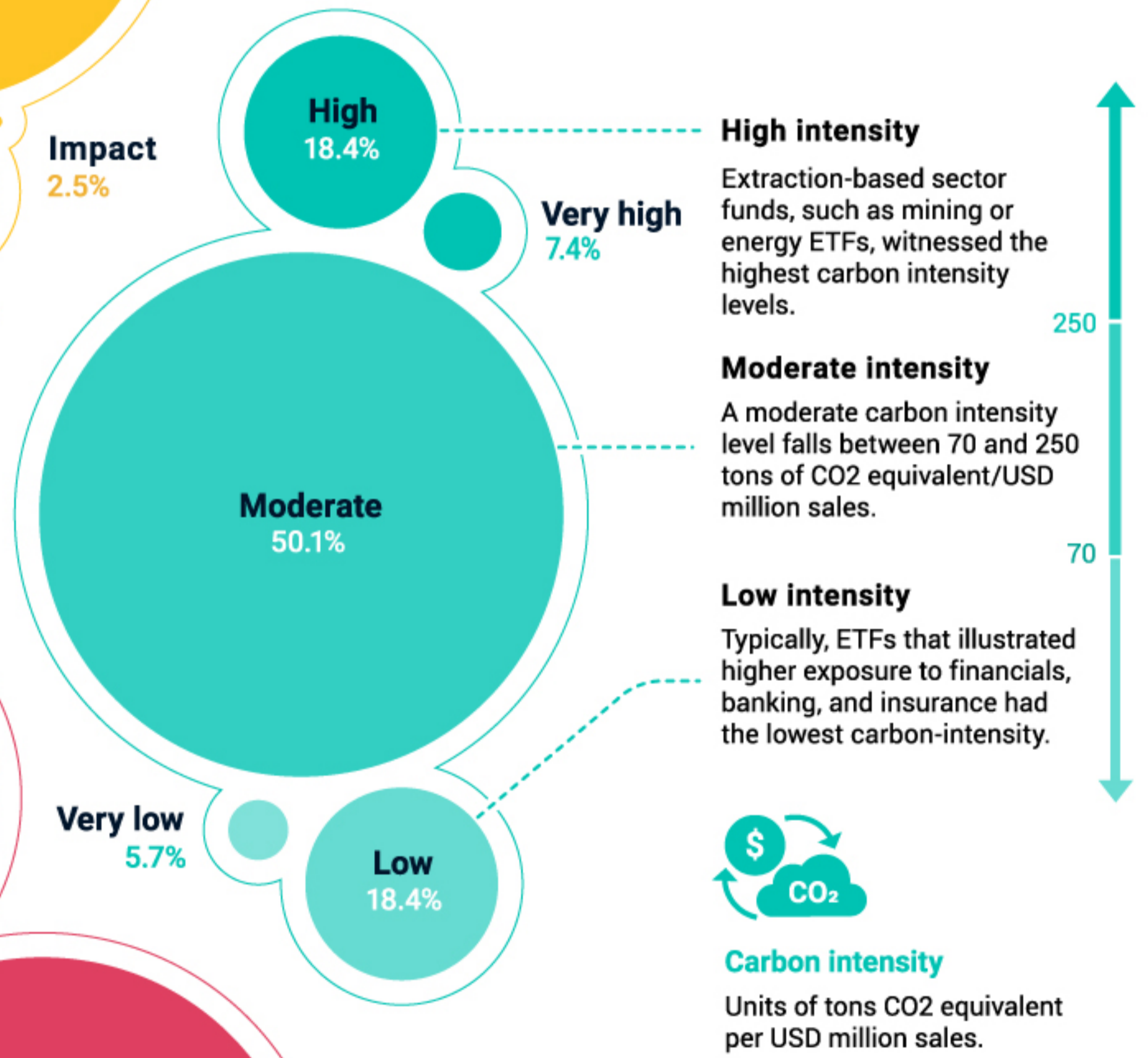
Since 2015, ESG ETFs have grown 25X, from \$6 billion to over \$150 billion AUM.



Source: Refinitiv/Lipper Research and MSCI ESG Research LLC (Feb, 2021)

## Carbon intensity

Carbon intensity shows a fund's exposure to carbon-intensive companies. It is an important metric in measuring climate risk.



## Domicile

Europe is a leader, with over 50% of all ESG ETFs. European ETFs also had higher ESG Ratings than other regions.

## Asset class

In 2020, 120 ESG ETFs were launched alone, the majority of which were equity ETFs.

Total ESG ETFs: 410

