

### **Agenda**

- 2pm Welcome Introductions, Housekeeping and CDP in Ireland, Gavin Whitaker, CDP Ireland Network
- 2.10pm Overview of CDP Reporting Introduction to CDP Nicole Morejon, CDP Europe
- 2.30pm The benefits of CDP reporting for companies in Ireland, Grainne McIvor, CDP Ireland

  Network
- 2.45pm **Getting started with CDP disclosure**: How to register, Online Response System (ORS), timelines, fees, scoring approach, **Nicole Morejon, CDP Europe**
- **■** 3pm **Q&A**
- **■** 3.30pm **END**



### Housekeeping

### **▼** Housekeeping

- Training Video on but Muted
- Questions via Team Chat,
- Slides will be shared
- Session is being recorded
- ▼ Further local help:
- Brian@clearstreamsolutions.ie
- Grainne@clearstreamsolutions.ie
- Gavin@clearstreamsolutions.ie













07th June 10:45am-11:am

SBTi Update - Programme Briefing : The latest updates and trends from SBTi



07th June 12pm-1pm

Forests and Water Disclosure – Programme Briefing: The importance of Nature data



07th June 2pm-4.30pm

CDP Climate Change Disclosure 2023 – Training Workshop: Training on how to respond and improve your disclosure

#### Role of the CDP Ireland Network

- The CDP Ireland Network offers a platform for companies to share **global best** practice in addressing environmental impacts
- The Network runs events such as our **Supply Chain** and **Corporate ESG Reporting events** to provide networking and promote knowledge sharing
- Supported by EPA and SEAI, we provide free Climate Change reporting support to all Irish companies and annual reporting training
- We manage dedicated **CDP Ireland Knowledge Share Platforms**, Social Media accounts, website <a href="https://www.cdpirelandnetwork.net">www.cdpirelandnetwork.net</a>
- Provides a **platform for investors and asset managers** to engage with the investor relations teams of companies in their portfolios not yet responding



#### STEERING COMMITTEE 2022



Eoin Fahy KBIGI



Kathy Ryan Irish Life Investment Managers



Emma Jane Joyce NTMA



Cormac Madden ESB



Bianca Wong Kingspan Group Plc



John Barcroft The Environmental Edge



John O'Sullivan SEAI



Outi Marin Smurfit Kappa Plc



Mark Prendergast CRH Plc



Neil Menzies Hibernia REIT



Padraig Mallon Kerry Group



Sarah Dempsey AIB



Sinéad Hickey John Sisk & Son



Mary Frances Rochford



Shane O'Reilly KPMG



Collette Coogan International Sustainable Finance Centre of Excellence

#### Chair



Eoin Fahy KBIGI

#### Vice Chair



Kathy Ryan Irish Life Investment Managers

#### **Executive Support**



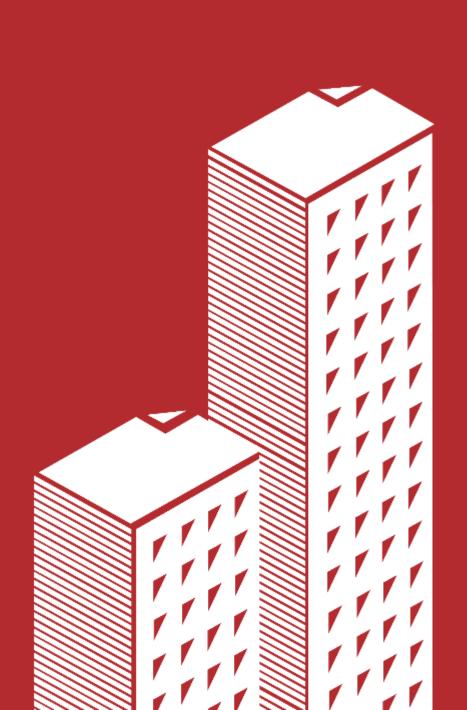
Brian O'Kennedy Clearstream Solutions



Gavin Whitaker Clearstream Solutions



Nicole Morejón Disclosure Support Executive





# INTRODUCTION TO CDP

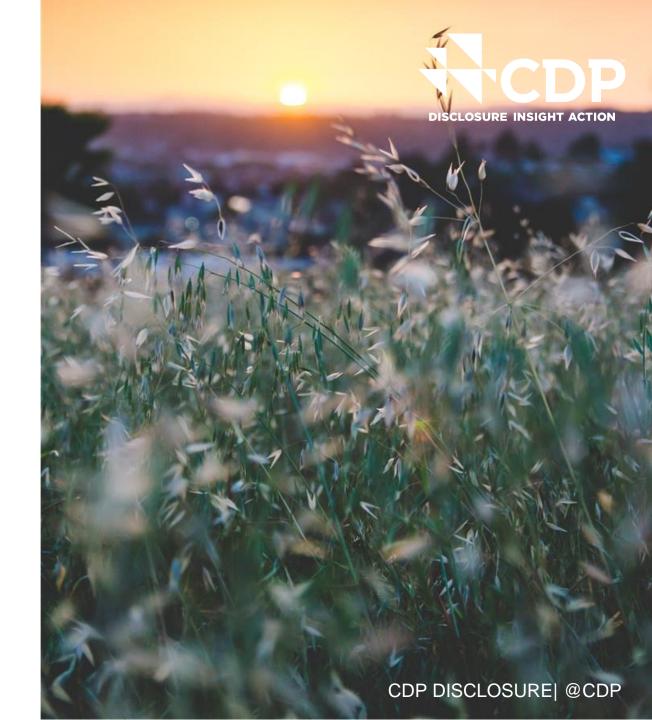
#### **CDP'S VISION & MISSION**



To see a thriving economy that works for people and planet in the long term.



To focus investors, companies, cities and governments on building a sustainable economy by measuring and acting on their environmental impact.



#### **ABOUT CDP**





CDP runs the global disclosure system that enables companies, cities, states and regions to measure and manage their environmental impacts.



With the world's most comprehensive collection of self-reported data, the world's economy looks to CDP as the gold standard of environmental reporting.



Our network of capital markets, purchasers and policymakers around the globe use our data and insights to make better-informed decisions.

#### **CDP AROUND THE WORLD**



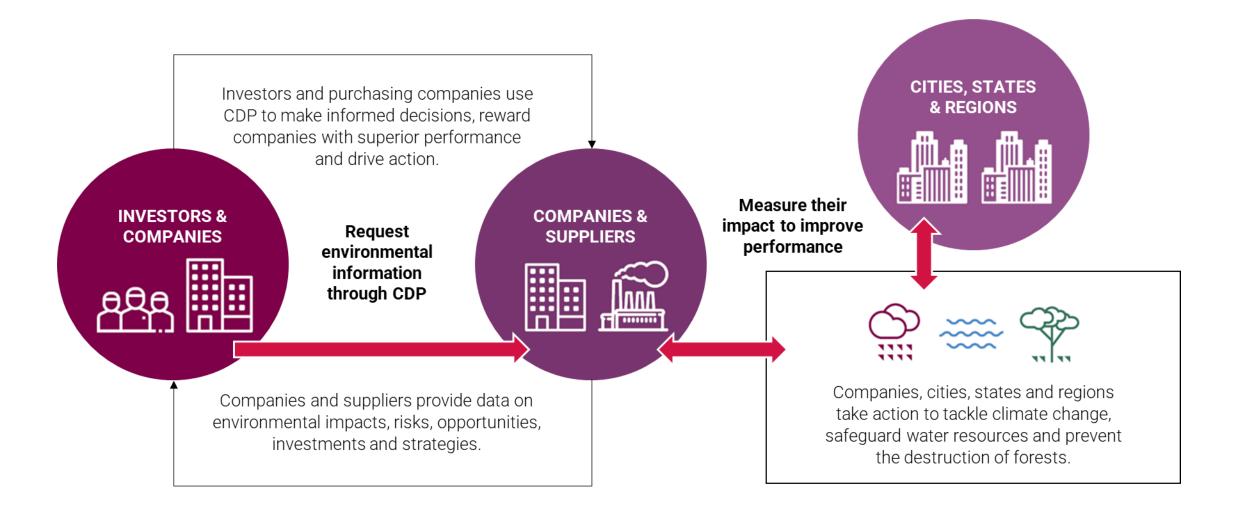
- CDP is a global organization, with regional offices and local partners spanning 50 countries.
- CDP has regional offices in:
  - ▼ the UK with 370+ employees
  - ▼ Europe with 100+ employees
  - North America & Latin America with 160+ employees; and



■ Japan, India, China, Indonesia, South-East Asia & Oceania (SEA + OC), Thailand, Hong Kong & Singapore with 90+ employees.

## THE CDP SYSTEM: LINKING FINANCE AND BUSINESS TO REDUCE RISKS





#### **HOW ARE COMPANIES SELECTED?**



Factors that guide company selection for our samples

#### Climate

- The most relevant companies in which investors can invest in, based on market capitalization
- ▼ Companies with the highest <u>environmental</u> <u>impact (based on emissions)</u> globally
- Continuity and comparability of company data year-on-year

#### Water/Forests

- Impact assessment: are there any aspects of the value chain that could have a negative impact upon and/or be impacted by water security/deforestation?
- Impact rating: How significant are the potential impacts?
- Revenue threshold: How much company revenue is associated with this industrial activity?

#### **CDP IN NUMBERS**





4.000

European companies out of 18.700 globally responding through CDP to their investors or customers



**74%** 

of European

market capitalization
discloses
environmental
information through
CDP



**270** 

European investor
signatories out
of 740+ globally
support CDP Europe's
disclosure request



\$6.4

**Trillion USD** globally

in combined purchasing power represented by CDP's 330+ supply chain members

#### BENEFITS OF REPORTING THROUGH CDP



Manage Risks & Uncover Opportunities



Comprehensive internal assessment and engagement tool

Benchmark against peers and track YoY progress

Design your environmental strategy and prioritize actions



Boost your Competitive Advantage



**Get Ahead of Regulation** 



## CDP HAS MAINSTREAMED ENVIRONMENTAL TRANSPARENCY



**58%** 

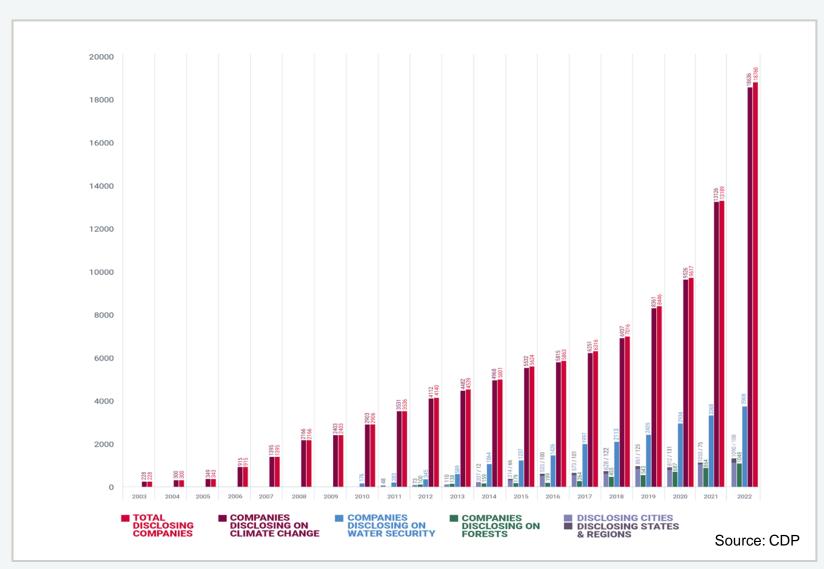
of Global companies by market capitalization use CDP.

**72%** 

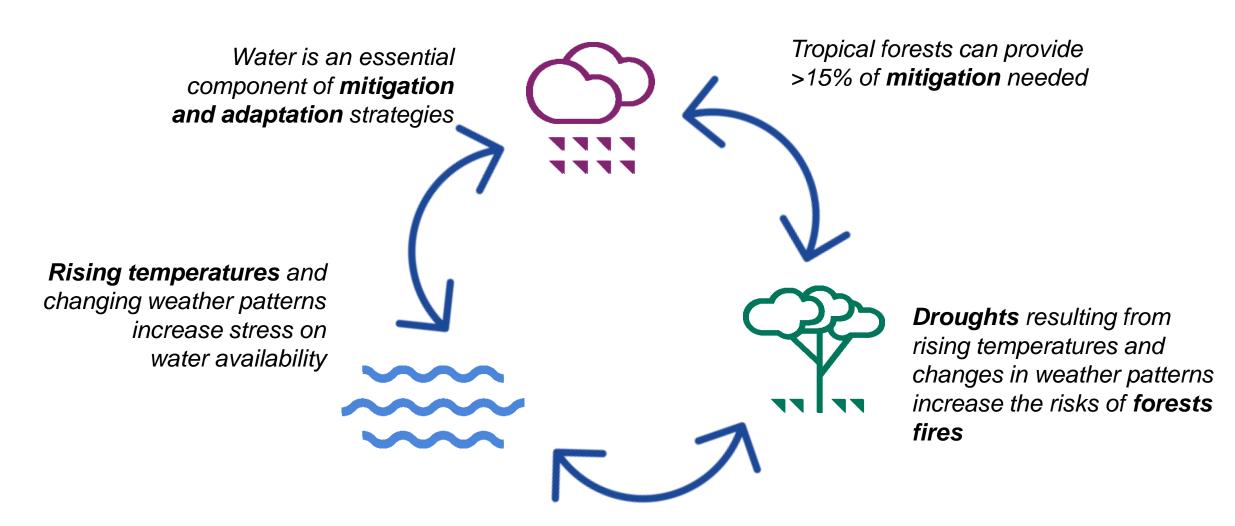
of European companies by market capitalization use CDP

18,000+

Companies reporting to investors and customers through CDP in 2022



#### **CLIMATE-WATER-FORESTS NEXUS**



75% of **global freshwater** depends on forests



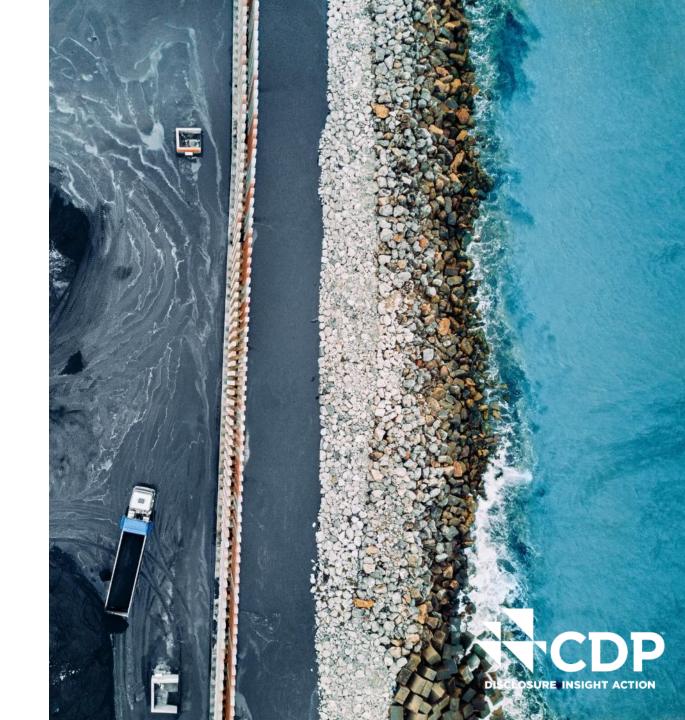
## **Climate**

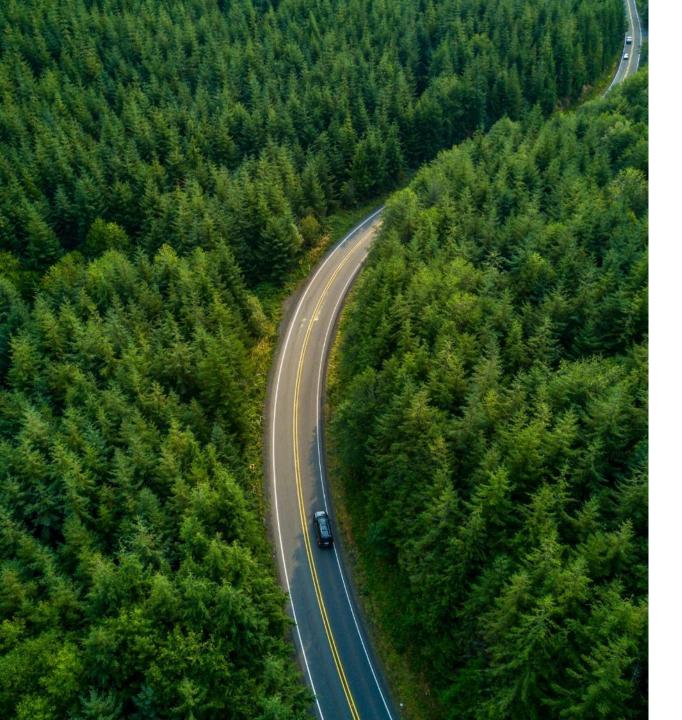


- Corporate disclosure on climate change is an established business norm with over 18,700+ companies disclosing on their climate change impact in 2022.
- ▼ CDP's Climate Change questionnaire is fully aligned with the TCFD recommendations
- From 2024, the International Sustainability Standard
  Board (ISSB) climate-related disclosure standard and the
  European Sustainability Reporting Standards (ESRS) will
  be incorporated.
- ▼ From 2022, this questionnaire includes a module on Biodiversity



- 3,909 companies disclosed water-related data through CDP in 2022, a 16% increase from 2021.
- Companies reported potential financial impacts of US\$392 billion from water risks through CDP in 2022.
- Meanwhile, global brands report water-related opportunities worth US\$436 billion.
- For the first time, in 2023 companies can disclose on plastics through CDP's water security questionnaire.





## **Forests**



- 865 companies disclosed on forest impact in 2021, representing a 26% increase from the previous year
- In 2021 companies disclosed over **US\$79.2 billion** of forest-related risks; the cost of responding to identified risks by **267** companies was **US\$6.7 billion**.
- CDP's Forests questionnaire is aligned with the Accountability Framework, helping companies to meet the expectations of their buyers, investors, and other stakeholders.



#### **CDP CORPORATE QUESTIONNAIRES**





- Climate-related risks & opportunities
- GHG emissions and energy data
- Near and long-term climate targets
- Biodiversity and transition planning



- Water intensive sector targeted
- Water dependence and management
- Facility-level water accounting
- Assessment of waterrelated risks & opportunities
- Plastics disclosure



■ 4 forest risk commodities:



- 3 additional commodities: rubber, cocoa, coffee
- Plans to phase out deforestation from direct operations and supply chains

#### **CDP CORPORATE QUESTIONNAIRES**





#### Climate Change

C1 Governance

C2 Risks and opportunities

C3 Business strategy

C4 Targets and performance

C5 Emissions methodology

C6 Emissions data

C7 Emissions breakdown

C8 Energy

C9 Additional metrics

C10 Verification

C11 Carbon Pricing

C12 Engagement

C15 Biodiversity



#### **Water Security**

W1 Current state

W2 Business impacts

W3 Procedures

W4 Risks and opportunities

W5 Facility-level accounting

W6 Governance

W7 Business strategy

W8 Targets

W9 Verification

W10 Plastics



#### **Forests**

F1 Current state

F2 Procedures

F3 Risks and opportunities

F4 Governance

F5 Business strategy

F6 Implementation

F7 Verification

F8 Barriers and challenges

More information: <u>Technical note on the TCFD</u>

#### **SECTOR-SPECIFIC QUESTIONS**

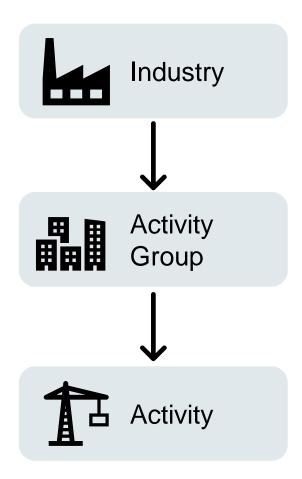


	<b>Climate Change</b>	<b>Water Security</b>	Forests
Energy	<ul><li>Oil &amp; Gas</li><li>Coal</li><li>Electric Utilities</li></ul>	Oil & Gas Electric Utilities	▼ Coal
Transport	Transport OEMs Transport Services		
Materials & Building	Cement Steel Metals & Mining Chemicals Capital Goods Construction Real Estate	Metals & Mining Chemicals	■ Metals & Mining
Agriculture & Land Use	<ul><li>▼ Food, Beverage &amp; Tobacco</li><li>▼ Agricultural Commodities</li><li>▼ Paper &amp; Forestry</li></ul>	▼ Food, Beverage & Tobacco	▼ Paper & Forestry
Financial Services	■ Banking, Insurance, Asset Ownership, and Asset Management		

#### CDP ACS – ACTIVITY CLASSIFICATION SYSTEM



CDP Industry	CDP Activity Group	CDP Activity	Questionnaire Allocation	
	Food & beverage processing	Alcoholic beverages		
		Animal processing		
		Baked goods & cereals		
		Chocolate confection		
		Coffee		
		Dairy & egg products		
		Fruit, nut & vegetable processing		
		Grain & corn milling	Food beverage & tobacco	
		Non-alcoholic beverages		
Food, beverage &		Non-chocolate confection		
agriculture		Oilseed processing		
		Other food processing		
		Palm oil processing		
		Seafood processing		
		Soybean processing		
		Sugar	- Agricultural commodities	
		Tea		
	Logging & rubber tapping	Logging	Paper & forestry	
		Rubber farming		
	Tobacco	Tobacco products Food beverage & toba		





Increase in Climate Change responses in 2022

#### **New Climate Change Responders**

ABP Food Group	HK International		
Abtran	Icon Pic		
Arthur Cox	Inizio Group Ltd		
ATA Group	Irish Water Company		
Bidvest Noonan	McKeon Construction Ltd		
Cental Engineering Ltd	Millington		
Colorman	National Treasury Management Agency		
CPL Resources Plc			
Dawn Meats Group Ltd	Ornua		
Dexgreen Ltd	PM Group		
E + I Engineering	Richard Nolan Civil Eng Lt		
EirGrid plc	Sharp Services LLC		
Element Six	Starcom Ireland Ltd		
Energia	TAM Ireland Services Ltd		
Fónua Ltd	Truata Limited		
Glen Dimplex	Version 1 Software Ltd		
Globoforce	Winters Plant Hire Ltd		

## 87 Irish companies who responded in 2022



Irish companies requested by CDP responded in 2022

## Top 10 Top Irish responding Companies

A
Accenture*
Trane Technologies*
A-
AIB Group Plc
An Post
Cairn Homes Plc
Córas lompair Éireann Group (CIÉ)
CRH Plc
Experian Group
Hibernia REIT Plc
Kerry Group Plc
Kingspan Group Plc
Seagate Technology Plc
Smurfit Kappa Group Plc
* CDP A List
In alphabetical order

Companies reporting to CDP with operations in Ireland

an increase of 25% on 2021

- CDP Supply Chain Questionnaire is the same as the CDP Climate Change Questionnaire.
- 25+ Companies who respond to Supply Chain only.
- CDP Ireland Network can help.



CDP Supply Chain responders in Ireland in 2022

#### Climate reporting latest trends – Your focus?

- **▼** TCFD
- ▼ Science Based Targets
- Carbon Pricing and Budgeting
- Net Zero Transition
- Green Electricity RE100
- 3<sup>rd</sup> Party Verification
- **▼** Other





#### THE DISCLOSURE PLATFORM



#### 1. RESPONSE DASHBOARD

- See your investor/customer(s) requests
- "Get started" (activate your questionnaires)
- Become/set a Main User
- Add/change Other Users' roles
- **▼** View **Previous Scores & Responses**
- My Files: Access Score Reports
- Access Guidance Tool

#### 2. ONLINE RESPONSE SYSTEM (ORS)

- Accessing and working on your questionnaire(s)
- Export to Excel/Word
- View Terms for responding to CDP
- **Submit** your questionnaire(s)

#### THE RESPONSE **DASHBOARD**

About us

Our work

customers (All requests)

Why disclose?

Become a member

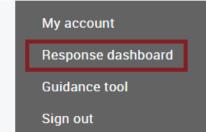
Data and insights

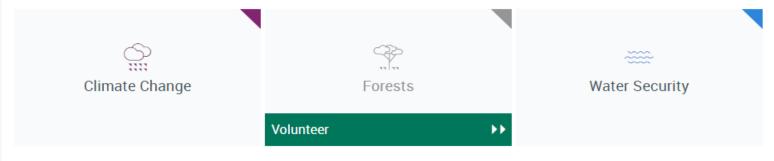




Home > Corporate Dashboard

Welcome to your CDP Dashboard. The Dashboard contains regularly updated information relating to your sector and this year's CDP Disclosure process.





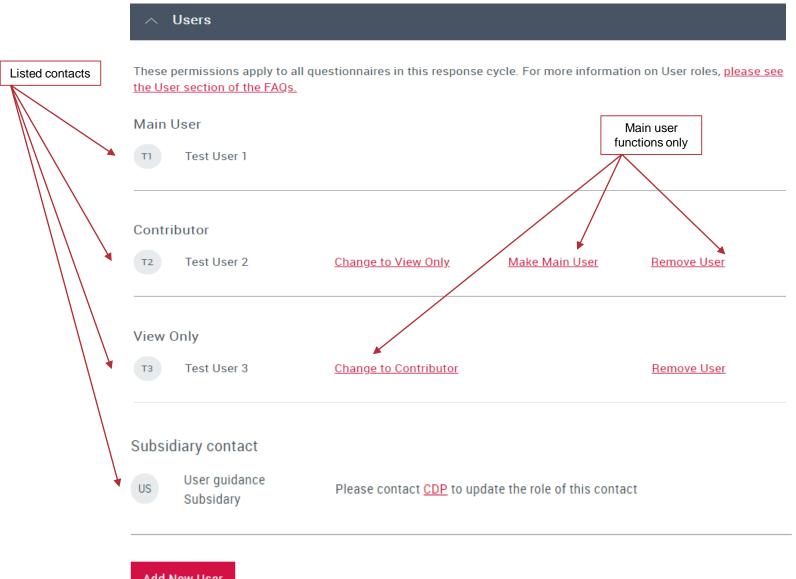




	Main User	Contributor	View Only
USER ROLES	Responsible for organization's response(s). Only one contact can be the Main User.	Can collaborate with multiple colleagues, who can all directly access the ORS.	Can be used for sharing the response(s) with colleagues for review or sign off purposes.
Can access your organization's response	✓	✓	✓
Can enter, save, edit data	✓	✓	
Submits the questionnaire(s) on behalf of organization  Handles payment of the administrative fee via the online dashboard (check if fees apply to you)  Accepts terms for responding	✓		
<ul> <li>Controls access rights on behalf of the organization to organization's response(s) via the system, or authorizes CDP to make these changes</li> <li>Adds new users to the system</li> <li>Removes users from the system - Changes access rights for existing users e.g. from contributor to view only</li> <li>Changes designation of the Main User rights to another contact within the organization</li> <li>Authorizes addition of users from external parties e.g. consultants, contacts from subsidiary organizations</li> </ul>	<b>√</b>		
Key contact point for CDP relating to the disclosure period and organization's response(s)  Receives reminder emails Receives confirmation of submission Receives notifications relating to response(s)  May be contacted by CDP about events, or other relevant information or activities	✓		

#### MAIN USER INTERFACE





侧 360

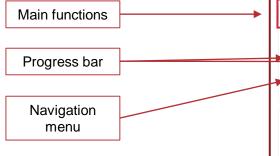
Dashboard overview View previous responses

Manage users

Need help?

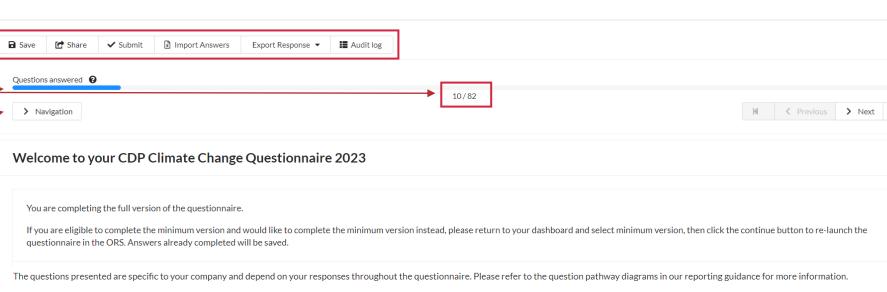
#### **CDP Climate Change Questionnaire 2023**

State: Draft



## **Tips**

- Partially answered questions show as 'answered'
- Save your work regularly
- Use the Audit Log to keep track of all changes in the questionnaire



You will find a link to CDP's reporting guidance and scoring methodology with each question. All companies are strongly advised to refer to the reporting guidance before completing each question. These can also be accessed

#### **ORS** features

from the CDP website.

Please refer to Using CDP's Disclosure Platform - Companies for information on how to use the ORS, including your corporate dashboard.

#### Copy forward from your last submitted response

If you have previously submitted a response (from 2018 onwards), your most recent answers have been auto-populated in to your 2023 questionnaire where applicable.

Please review the auto-populated answers carefully. It is your responsibility to ensure your answers are updated for the accuracy and completeness of your current response.

This icon will appear next to questions and data points that have been auto-populated:



## **SCORES VS. RESPONSES**



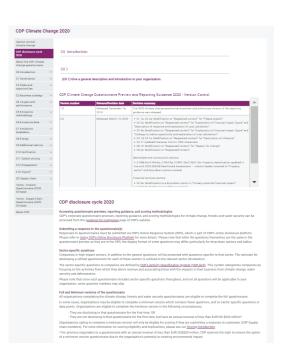
## **SCORE**

Letter defining your company's performance in the CDP questionnaire



## **RESPONSE**

The actual text of your submitted answers to the CDP questionnaire



## SUBMITTING YOUR RESPONSE – PUBLIC VS NON-PUBLIC



### **PUBLIC RESPONSE**

- Response available for the requesting authority (investors or customers)
- Response publicly available on CDP website

## **NON-PUBLIC RESPONSE**

- Response available for the requesting authority (investors or customers)
- Response **not available** on CDP website
- Response is **used as aggregated data only** in CDP reports and studies

<sup>\*</sup>Having a public response is a criteria to be in the Leadership level (A, A-)

## **INVESTOR VS SUPPLY CHAIN REQUESTS**



Companies answer to the same questionnaires, but please note these differences:

### **INVESTOR REQUEST**

- Public score starting on second year
- Subject to admin fee
- No minimum version
- Applies to Self-Selected Companies (SSCs)
- Applies to companies with requests from both authorities

### SUPPLY CHAIN REQUEST

- Score only shared with requesting customers
- Subsidized admin fee
- SMEs (< €250 M) can respond to the minimum version</p>
- Additional Supply Chain module (not scored)

## **ADMIN FEE**



## **FOUNDATION LEVEL FEE: €2,675**

- Report through CDP platform
- Use CDP suite of tools (reporting frameworks and guidance)
- Communications opportunities resulting from disclosing through CDP
- Priority registration to one regional CDP event, where applicable

## **ENHANCED LEVEL FEE: €6,480**

- \*CDP Supporter' badge and quote from CDP Director for external communications
- Your company's name listed as a CDP Supporter on CDP's website
- Increased access to 100 company responses of your choice
- A detailed CDP Benchmarking Report
- A free 1-hour consultation with a CDP accredited solutions provider, if applicable
- Screening of your top 50 suppliers

## CDP DISCLOSURE PLATFORM GUIDE



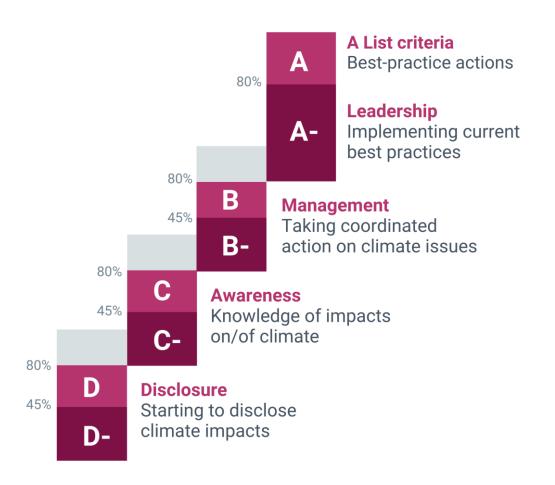


- Change your password
- Manage user roles (incl. how to become the Main User)
- Using the Guidance tool
- How to activate/access the questionnaire
- Share your response
- Export questionnaire to Excel/Word
- Submitting your response
- View your submitted response
- Copy Forward information from previous year



## CDP SCORING APPROACH: THRESHOLDS





- Scores are calculated as a percentage for each level
- A minimum score must be achieved on one level before a company will be scored on the next level a threshold
- This approach incentivises:
  - Complete reporting
  - Action based on assessment of risks and impacts
  - Consistent progress across different areas
- The final letter score is determined by the score achieved in the highest of the 4 levels

## A DEDICATED SCORE REPORT





Region

Country

Questionnaire

**Activity Group** 

The CDP Score Report allows companies to understand their score and indicate which categories require attention to reach higher scoring levels. This enables companies to progress towards environmental stewardship through benchmarking and comparison with peers, in order to continuously improve their climate governance. Investors will additionally receive a copy of the CDP Score Report upon request. For further feedback please contact your account manager or your key CDP contact.

Your CDP score



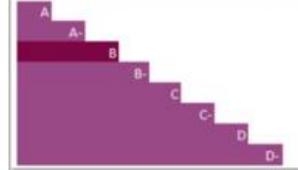


#### Average performance





UNDERSTANDING YOUR SCORE REPORT



Leadership (A/A-): Implementing current best practices

Management (B/B-): Taking coordinated action on climate issues

Awareness (C/C-): Knowledge of impacts on, and of, climate issues

Disclosure (D/D-): Transparent about climate issues



#### CDP SCORE REPORT - CLIMATE CHANGE 2021



#### CATEGORY SCORES



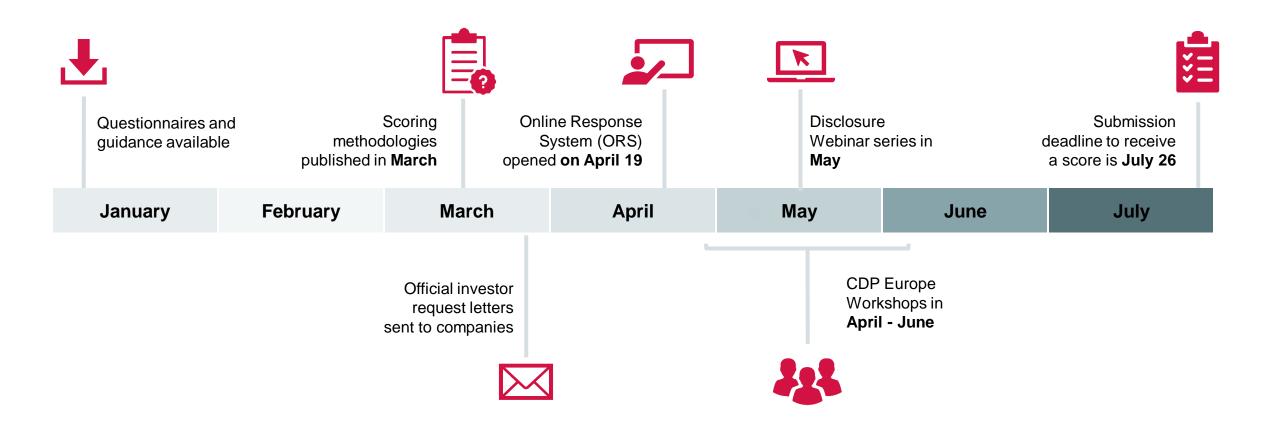
## TIPS FOR RESPONDING



- Use our available resources, including the Reporting Guidance and the Scoring Methodology
- Have a look at A-listers responses (publicly available on CDP's website)
- Avoid blank cells: non-disclosed information cannot be evaluated
- ▼ Ensure consistency: question dependencies are in place to ensure high quality disclosure.
- ▼ Case studies: should follow the STAR structure (Situation, Task, Action, Result), and include Timeline of Implementation
- Company-specific: descriptions, examples and case studies gives data users confidence that issues have been thoroughly considered in the context of your organization's unique business, governance structure, and priorities.

## **TIMELINE FOR 2023 DISCLOSURE**





## **KEY RESOURCES**

DISCLOSURE INSIGHT ACTION

- ▼ Disclosure platform guide
- Guidance for companies
  - 2023 Questionnaires
  - Reporting Guidance 2023
  - Questionnaire Changes 2022-2023
  - ▼ Scoring Introduction
  - Scoring Methodology 2023
  - Scoring Methodology Changes 2022-2023
  - Scoring Categories and Weighting 2023
- ▼ FAQ on CDP's website
- Recordings & upcoming disclosure webinars

Home > Guidance & questionnaires > Guidance for companies

#### Guidance for companies

Companies can disclose in response to a request from an investor, a customer, or both. This page covers the basics of the information request and shows some of the guidance that is available. CDP's full suite of guidance materials and recorded webinars can be accessed from the guidance tool after you sign in. View instructions on how to use CDP's disclosure platform, including the quidance tool.

#### Online Response System now open for 2023

The Online Response System (ORS) is now open for 2023 corporate disclosure. Activate your questionnaire(s) using the "Get Started" button in the relevant theme block on your dashboard.

The deadline for companies to submit their questionnaires in order to be eligible for scoring is July 26, 2023.

Investors and customers can request information from companies through CDP's climate change, forests, and water security questionnaires. Take a look at the latest questionnaires to see what questions you will be asked to respond to.

#### CDP questionnaires 2023







#### Climate change

Climate change questionnaire for companies disclosing to the 2023 request.

#### Forest

Forests questionnaire for companies disclosing to the 2023 request.

#### Water security

Water security questionnaire for companies disclosing to the 2023 request.

CDP provides guidance that explains each question in detail and describes what information to provide, the required format, and where to find tools or further information to construct your answer.

Sign in to access additional guidance materials from the guidance tool



# Q & A

