

CDP Reporter Services Water Security Benchmark Report



The following custom report has been prepared by CDP Reporter Services for **Company name** using the public responses of peer companies from CDP's 2020 Water Security disclosure request. The report covers main areas of the CDP Water Security questionnaire including Governance, Risks and Opportunities, Targets and Scenario Analysis. CDP's alignment with the Task Force on Climate-related Financial Disclosures (TCFD) has also informed the content of this report.

cdp.net/en/companies/reporter-services

Your score

A

Company name

Average performance

C

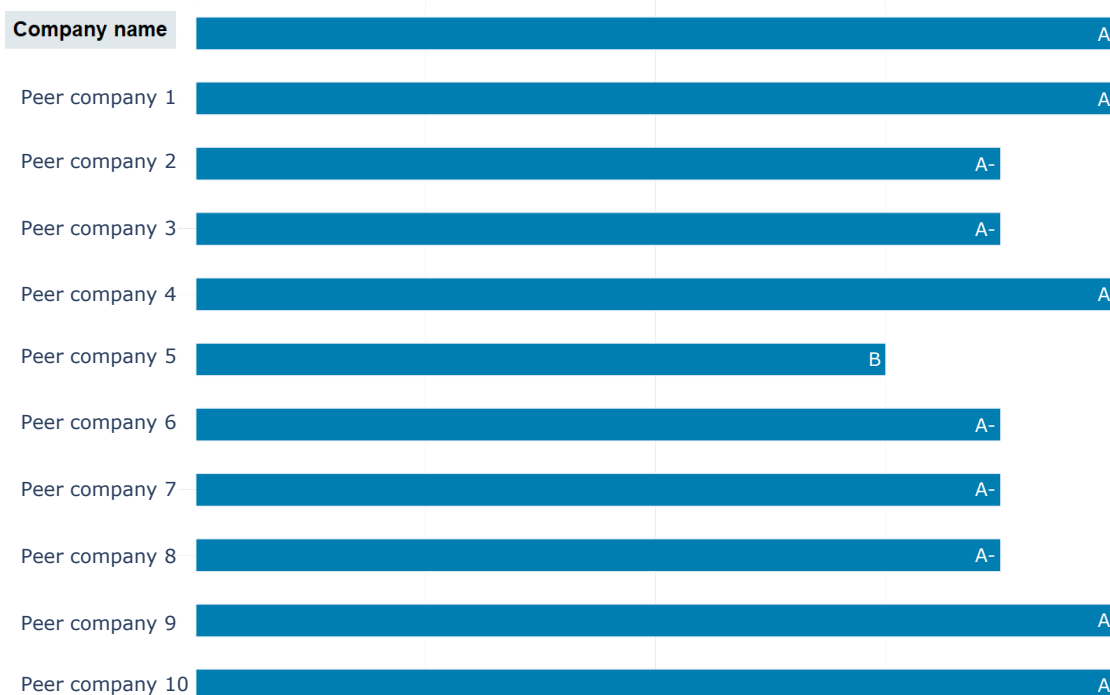
All public responders

B-

Company sector

A-

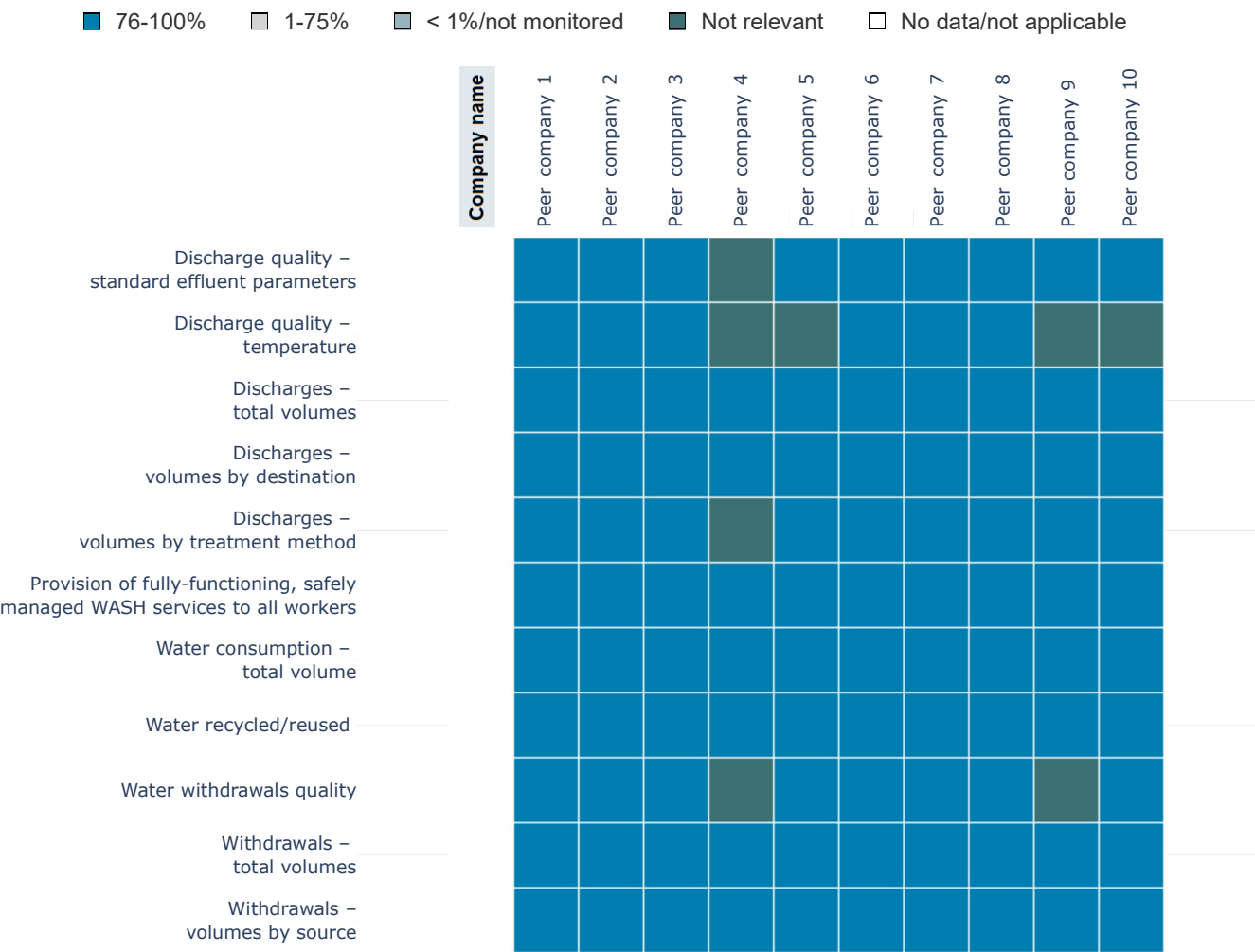
Benchmark sample



Current State

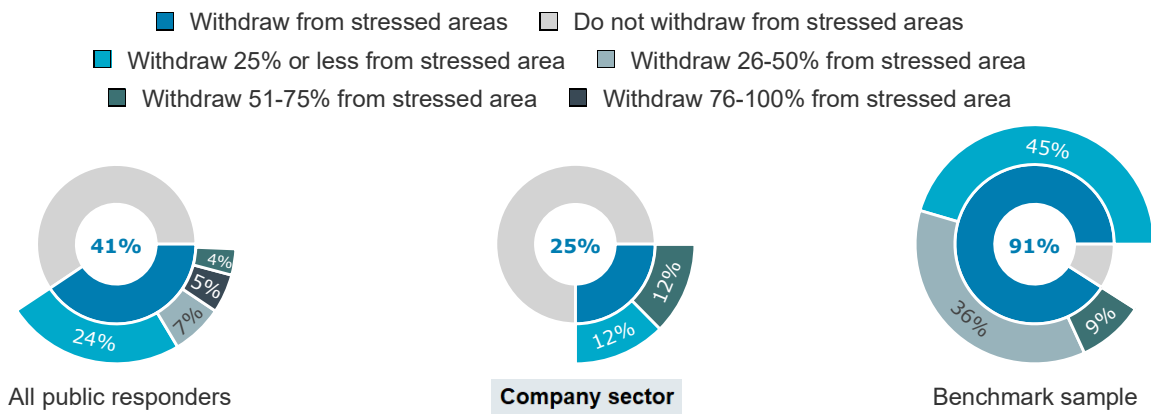
Clean freshwater is becoming increasingly scarce, and this can impact operations relying on large volumes of water – either through absolute availability or through rising costs for water. Comprehensive water accounting is a first step in understanding the importance of water to your business and any potential water-related impacts to your business.

Proportion of water aspects regularly measured and monitored



Water withdrawals from stressed areas

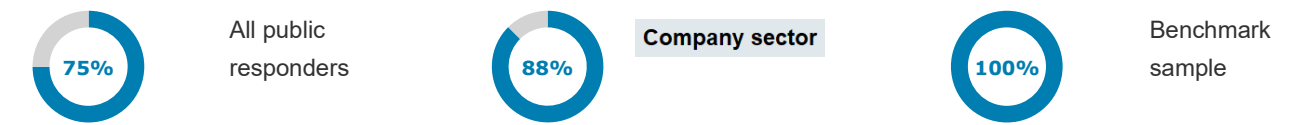
Organizations are increasingly encouraged to disclose reliance on water from areas of water stress and to prioritize action in these areas. Knowledge of water-related hot spots helps companies identify where water stress may be affecting their operations and prioritize sustainable water management practices.



Risk Assessment

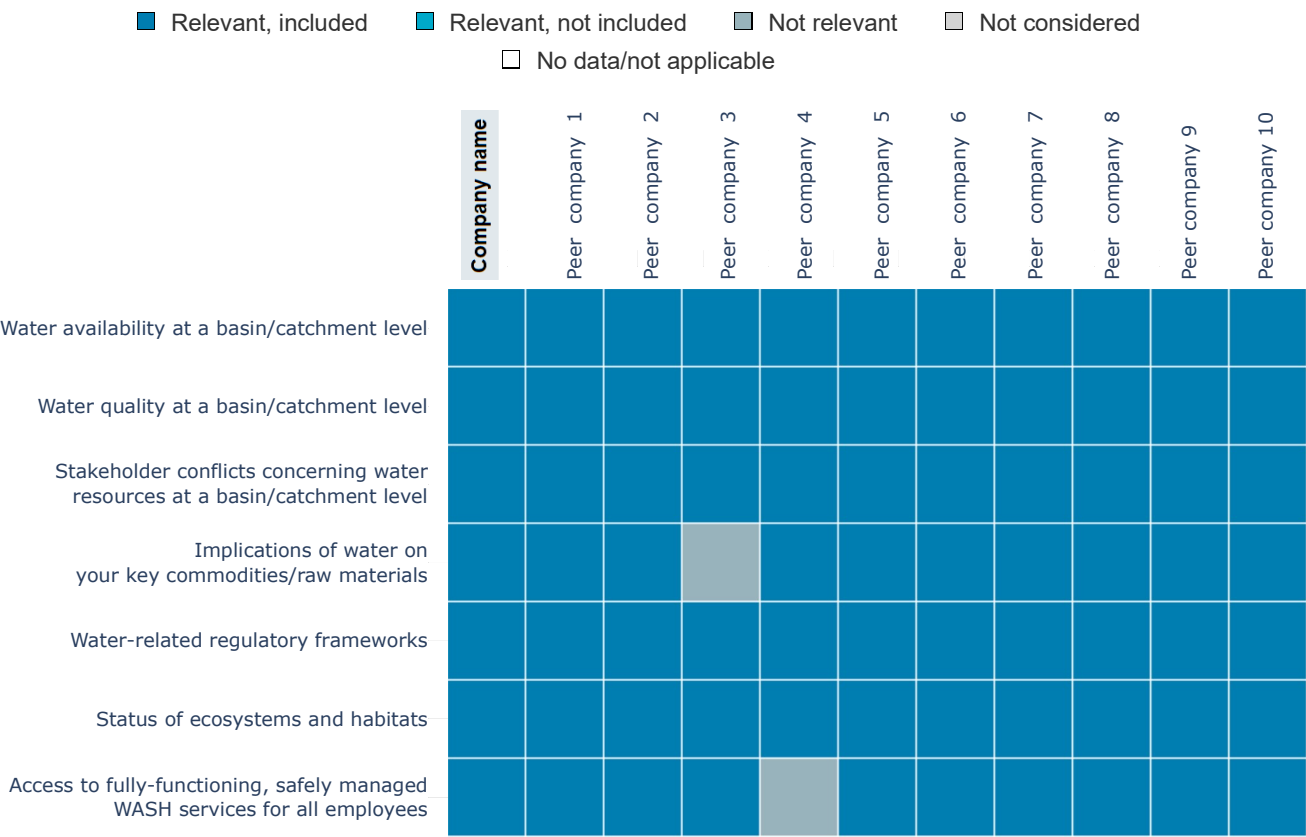
% undertaking water-related risk assessment

Undertaking a water-related risk assessment allows companies to understand the water risks throughout their value chain.



Relevance of contextual issues in assessment

CDP recognizes best practice as including all relevant contextual issues in water-related risk assessments. This demonstrates to investors and data users that your company has a comprehensive understanding of water-related risks which are relevant to your business. **Water-related regulatory frameworks**, **Status of ecosystem and habitats**, and **Access to fully-functioning, safely managed WASH services for all employees** should be relevant and included in a company's risk assessment.



Risk Assessment

Relevance of stakeholders in water-related risk assessment

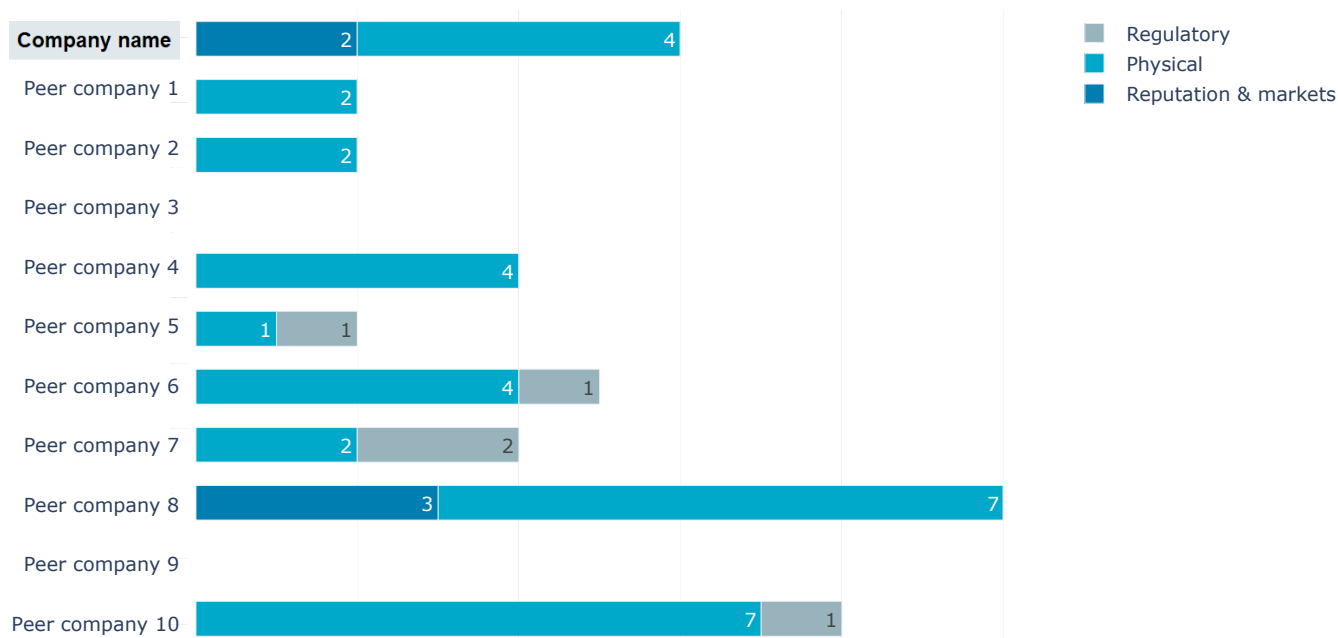
CDP recognizes best practice as including all relevant stakeholders in water-related risk assessments. This demonstrates to investors and data users that your company has a comprehensive understanding of water-related risks which are relevant to your business. **Customers**, **Employees**, **Investors**, and **Local communities** should be relevant and included in a company's risk assessment.

	Company name	Peer company 1	Peer company 2	Peer company 3	Peer company 4	Peer company 5	Peer company 6	Peer company 7	Peer company 8	Peer company 9	Peer company 10
Customers											
Employees											
Investors											
Local communities											
NGOs											
Other water users at a basin/catchment level											
Regulators											
River basin management authorities											
Statutory special interest groups at a local level											
Suppliers											
Water utilities at a local level											

Risks

The TCFD recommends organizations to disclose the actual and potential impacts of climate-related risks and opportunities on the organization's business, strategy, and financial planning where such information is material. In line with that recommendation, CDP asks organizations to report substantive water-related risks, the potential impacts of those risks and share details of their associated response strategies. This information helps investors assess the potential financial impacts to valuations and the adequacy of the organization's risk response.

Water-related risks in direct operations & supply chain: Number and type of risks disclosed



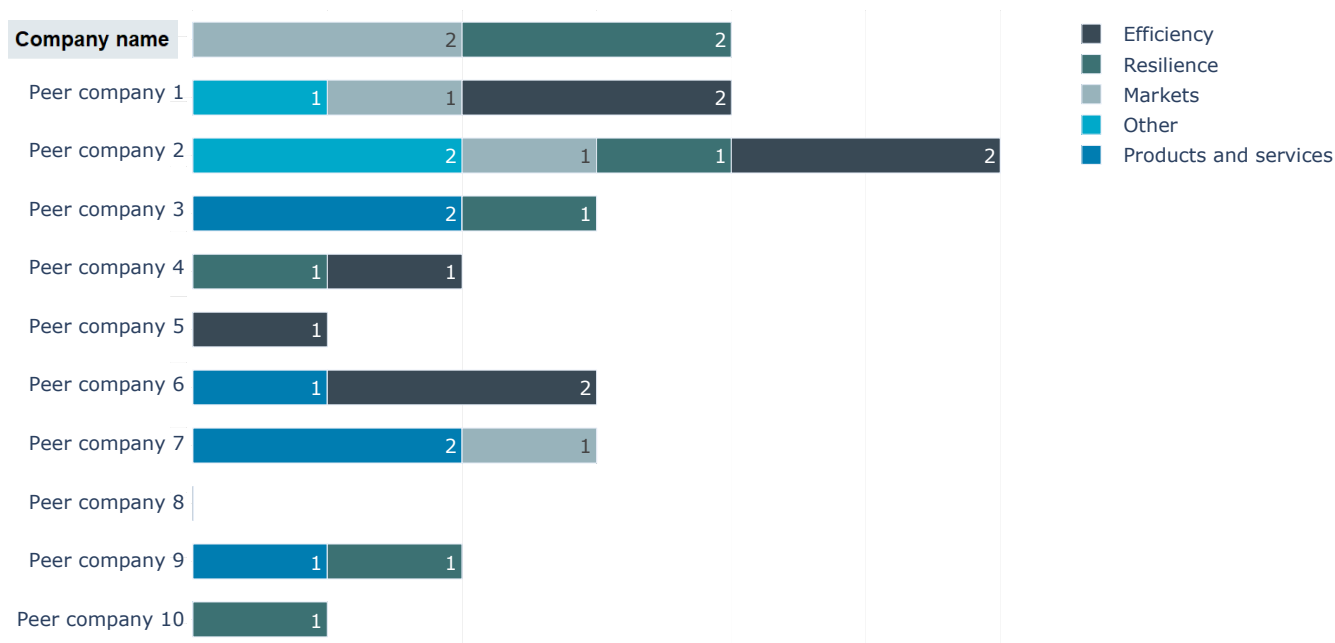
Potential financial impacts of water-related risks disclosed in direct operations & supply chain (in USD)

Group	Physical	Regulatory	Reputation & markets	Technology
Company sector	14,275,857.12	No data	No data	No data
Benchmark sample	118,400,234.19	25,118,044.04	9,310,875.87	No data
Company name	No data	No data	No data	No data

Opportunities

Companies are encouraged to disclose information on water-related operational or market opportunities that can substantively benefit their business. Water-related opportunities can stem from changes in water availability, climatic conditions, and other water-related developments. Details related to these opportunities, especially potential financial impacts, are important when evaluating businesses' plans and environmental strategies.

Water-related opportunities: Number and type of opportunities disclosed



Potential financial impacts of water-related opportunities disclosed (in USD)

Group	Efficiency	Resilience	Products and services	Markets
Company sector	904,217.52	457,493.76	727,788.79	No data
Benchmark sample	54,442,341.54	199,253,462.47	352,739,634.39	46,410,531.59
Company name	526,269.68	No data	727,788.79	No data

Governance

% with board-level oversight

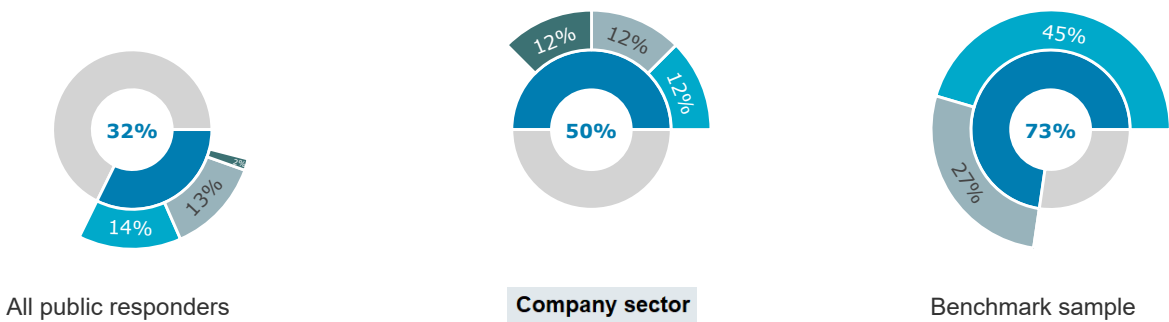
Inclusion of water-related issues at the board-level suggests a company's commitment to putting water security risks at the forefront of their business strategy, risk management policies, budgets, and objectives.



% with water-related incentives for C-suite and/or board-level employees

It is best practice to provide incentives to C-suite and/or board-level employees for water-related behaviors and performances. CDP's water questionnaire requires responders to disclose on the provision of these incentives, though only the full version inquires about the specificity regarding types and recipients of the incentives.

■ Has incentives □ No incentives ■ Both monetary and non-monetary ■ Monetary ■ Non-monetary

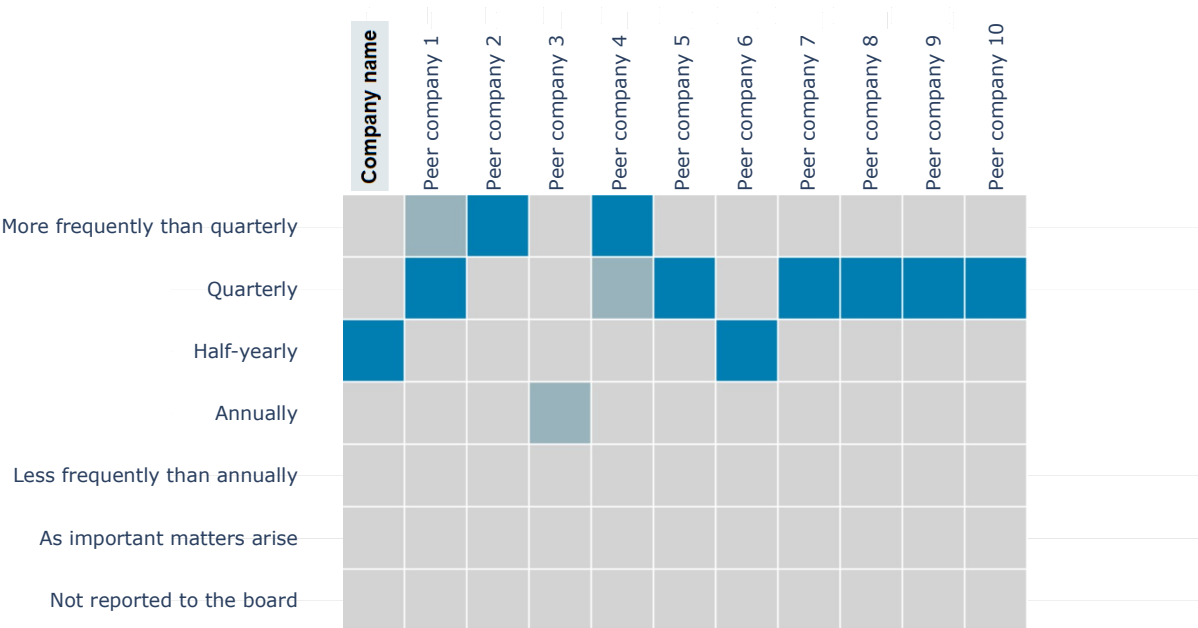


Companies in the benchmark sample with monetary incentives for C-suite: [Company name](#), [Peer company 1](#), [Peer company 2](#)

Frequency of management reporting to the board

In assigning C-suite level management responsibility on water-related issues and reporting to the board at least quarterly, organizations indicate that they are committed to implementing water-related strategies.

■ C-suite reporting ■ Non-C-suite reporting



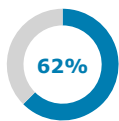
Governance

% with a publicly available water policy

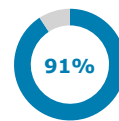
CDP considers best practice that a company has a documented and publicly available water policy.



All public responders



Company sector



Benchmark sample

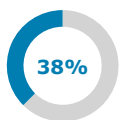
Companies in the benchmark sample with a publicly available water policy: [Company name](#), [Peer company 1](#), [Peer company 4](#)

Inclusion of water-related information in mainstream reporting

The integration of information on water-related risk into mainstream financial reporting is a TCFD recommendation and a regulatory requirement in some jurisdictions. CDP data users wish to understand whether a company includes, or plans to include, water-related information to facilitate their understanding of the company's response to water risk and progress towards water security.



All public responders



Company sector



Benchmark sample

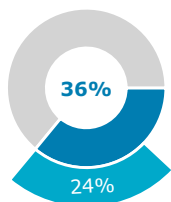
Companies in the benchmark sample that include water-related information in mainstream reporting: [Company name](#), [Peer company 1](#), [Peer company 2](#), [Peer company 3](#), [Peer company 4](#), [Peer company 5](#), [Peer company 6](#)

Strategy

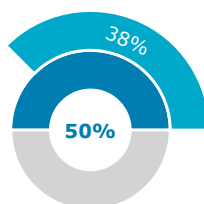
Water-related issues included in climate-related scenario analysis

TCFD recommends the use of climate-related scenario analysis to assess the potential physical impacts of unmitigated climate change. CDP is taking a staged approach to disclosure on this topic, asking companies report the connections between climate scenario analysis and water issues. Over time, we expect companies to actively consider water-related issues in their development of possible future scenarios and their use of scenario analysis.

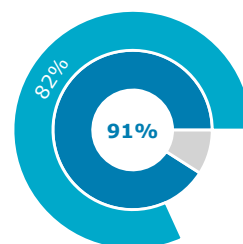
■ Use climate-related scenario analysis ■ Do not use ■ Identified water-related outcomes



All public responders



Company sector



Benchmark sample

Companies in the benchmark sample that identify water-related outcomes from climate scenario analysis: [Company name](#), [Peer company 1](#), [Peer company 2](#), [Peer company 3](#), [Peer company 4](#), [Peer company 5](#), [Peer company 6](#)

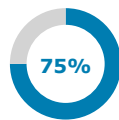
Targets

Setting a water target monitored at the corporate level is important for demonstrating business ambition, catalyzing action on water-related risks and helping to achieve water security.

*The pie charts include all targets with a target year of 2019 or later



All public
responders



Company sector



Benchmark
sample

Targets by benchmark sample companies

CDP encourages companies to consider both water quantity and water quality when setting targets and to work towards year-on-year progress. Targets that are progressing on a linear annual progression are considered "On track". The below chart includes only targets with target year of 2019 and beyond.

■ At least 1 target on track ■ Has target(s) but none on track ■ No target of this type

Company name	Peer company 1	Peer company 2	Peer company 3	Peer company 4	Peer company 5	Peer company 6	Peer company 7	Peer company 8	Peer company 9	Peer company 10
Water withdrawals										
Water consumption										
Water discharge										
Product water intensity										
Water recycling/reuse										
Water use efficiency										
Water pollution reduction										
Water, Sanitation and Hygiene (WASH) services in the workplace										
Water, Sanitation and Hygiene (WASH) services in the community										
Monitoring of water use										
Product use-phase										
Community engagement										
Supplier engagement										
Watershed remediation and habitat restoration, ecosystem preservation										
Impact of packaging material										
Procurement/production of sustainable raw materials										