



# CDP Reporting Roadmap Climate Change 2017

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# CDP Reporting Roadmap 2016: Climate Change

## What is the purpose of the roadmap?

This document is designed to help organizations improve the quality of their response. It is aimed at all levels of responders, from those making an initial submission, to those with comprehensive responses, and those aiming to perform and report at the highest level.

One of the benefits of participating in CDP is that by responding to a single questionnaire a company can satisfy hundreds of investors. Therefore, the same set of questions is presented to all organizations. It is recognized that responders are at different stages of reporting ability and require guidance to move from a focused initial basic response to a comprehensive report.

This roadmap details four stages of responding, and for each stage guides which questions to target and when to prepare for new questions or implement actions.

## Will this satisfy the request from my investors?

The roadmap has been developed with input from investor signatories and supply chain members on which are the critical questions they wish to see answered by all responders. If you have been directed by your customer to address particular questions, you should complete these in addition to those in the roadmap.

Some questions are highlighted as a **Top requested data point**. These have been selected as the most demanded data points based on feedback from investors, supply chain members, and research on the most downloaded CDP data points\*.

## What are the scoring implications?

Please note that not all organizations will have their response scored. Please check with your [local CDP office](#) to confirm CDP scoring policy in your region.

An indicative scoring potential at each stage is on page 3. By responding at a higher stage, a greater number of questions should be covered, in more depth, and there should also be more emission reduction actions taken. By following this progressive path there is the potential to see an improvement in scores across all four scoring levels. However the scoring potential is not a guide to what a final score would be.

Responding at “Best Practice” does not guarantee that you will qualify for the A List, although you will be moving towards a more comprehensive disclosure. Please see the [Scoring Introduction](#) for a full explanation of the scoring approach and A-list leadership criteria, and the [Scoring Methodology](#) to understand how points are allocated across all levels for all questions.

\* Eccles, Serafeim, and Krzus “Market Interest in Nonfinancial Information” (2011) Journal of Applied Corporate Finance, vol. 23 no. 4.

## What are the limitations of the roadmap?

CDP encourages the most accurate and complete response possible. The roadmap should not restrict your response to one stage throughout the questionnaire if there is capability for a more developed response in other questions.

The roadmap is not intended as a substitute for the [Reporting Guidance](#), which is where responders should look for detailed information on how to answer each question.

## Where can I get further help on responding?

CDP provides a range of materials to help responders on our [guidance pages](#). In particular, the [Reporting Guidance](#) is essential reading as it explains each question in detail and includes what information you need to provide, the format it should be provided in, and where to find tools or further information to construct your answer.

Responders can sign up for dedicated support through membership of [Reporter Services](#). Members benefit from the expertise of a dedicated CDP account manager, a [Response Check](#) on your submission, enhanced access to CDP data to enable benchmarking against peers, as well as networking opportunities and best practice sharing.

Companies can get a better understanding of their upstream emissions through [CDP's Supply Chain program](#). By becoming a member and sending the CDP request to your suppliers you can get a picture of how resilient your supply chain is to climate change risks, and find opportunities to reduce scope 3 emissions.

CDP's network of [accredited solutions providers](#) can deliver operational benefits, support companies through the CDP reporting process and potentially help improve companies' scores.

These include:

- **Consultancy partners** support companies with the technical expertise to establish and implement climate change and sustainability strategies. Partners offer Response Check prior to final submission to ensure it is as complete as possible.
- **Education and training partners** provide a comprehensive array of high quality carbon management training and broader sustainability education programs for organizations to improve the quality of their CDP response
- **Software partners** offer valuable support in switching from complex Excel spread sheets to company wide, integrated management systems.
- **Verification partners** provide companies with independent third party verification and assurance of climate or sustainability data, vital for achieving management and leadership scores.
- **Carbon reduction partners** offer technology and services that help companies reduce carbon emissions across sectors.

# Find your stage on the roadmap

Select the description that fits you best	Not currently responding; preparing company processes such as collecting data, determining roles and responsibility, and establishing communication lines.	Limited, partial response, mostly qualitative answers or basic emissions calculations.  Company is in early stages of integrating climate change into business practices.	Developed ability for increased question coverage and more complete responses.  Beginning to implement changes to company strategy and to reduce emissions or manage risks and opportunities.	Answering all questions and providing more detailed information, such as quantitative data, and company specific information.  Taking further steps to reduce emissions; including climate change in annual reports.	Response is detailed and provides case studies and examples.  Evidence of successful targets and emissions reductions activities, and verified/assured emissions data.  Using CDSB's Framework to include comprehensive and material climate change information in your annual report.
<b>Stage</b>	<b>0. Non-responder</b>	<b>1. Basic response</b>	<b>2. Developing ability</b>	<b>3. Complete response</b>	<b>4. Best practice</b>
Benefits of responding at this stage  (Quotes are for illustration only; companies may not be at these stages)	<p><b>Making a first response will demonstrate consideration of climate change:</b> "If you are a first time responder, or a company who has not gone through this process, we would point to CDP as a very good way to get started with evaluating the impact of climate change for your company. The CDP is a good set of questions for you to discuss internally and identify if this is an issue" – Novo Nordisk.</p> <p><b>Additionally, even large companies find that their first CDP response can reveal some surprises:</b> "Wal-Mart's completion of CDP's 2006 questionnaire provided the company with valuable insight including the fact that the refrigerants used in grocery stores accounted for a larger percentage of Wal-Mart's greenhouse gas footprint than its truck fleet" – Wal-Mart.</p>	<p><b>Practice ahead of regulation:</b> EMC recognizes how valuable the reporting experience has been in preparing for new regulation. "It's a learning process, and you won't get it right the first time. Better to get started when not under the gun." – EMC.</p> <p><b>An annual strategy marker:</b> Reporting to CDP provides a process which not only helps track reduction but assists strategy and management. "The cross functionality aspect of the CDP questionnaire is important, as it is more than just numbers. CDP asks what our strategy and management approach is across climate change – it highlights impacts, risks and opportunities. This has helped to consolidate management of climate change across the organization" – Avaya.</p>	<p><b>Corporate self-awareness:</b> "Completing the questionnaire was a useful exercise in gap analysis between the aspirations of our policies and our performance. We identified areas for improvement as well as areas where we have made significant progress." – Turner Construction Company.</p> <p><b>Long term planning:</b> "CDP makes you think about an organization in a detailed way. It concentrates strategic planning for a longer period than the usual 3 to 5 years for which most corporations plan. CDP makes you consider 10 to 15 years. The CDP process addresses identification of risks and opportunities, awareness of Scope 1, 2 and 3 emissions, responsibilities, reports and monitoring targets and importantly actual achievements." – ADAS.</p>	<p><b>Efficiencies leading to cost savings:</b> Between 2005 and 2010, Novo Nordisk invested approximately 17 million USD in the energy saving program. Since 2005, the energy savings have realised cost savings of 34 million USD, and a 16% reduction in global energy consumption.</p> <p><b>Business opportunities:</b> "There is an effect on the bottom line. Our clients are active in wanting to improve the environment, which means they want to buy from companies who have a good track record. This is also good for investors" – Vestas.</p>	<p><b>Advanced business resilience:</b> "Tools such as stress testing, scenario planning and economic modelling are used to help the Group, business lines and support functions to understand their resilience in the event of a significant event or shock and to help monitor and prepare for future opportunities and threats" – National Australia Bank.</p> <p><b>Reputational benefits:</b> "The ratings and brand of being an active climate change company is important. It can be used as leverage to implement further changes in the organization. We have fully embedded and deployed the CDP process into our business operations and it is an efficient means of communication." – Novo Nordisk.</p> <p><b>From measuring to reducing:</b> "The annual CDP survey provided the impetus to begin measuring and reporting our greenhouse gas emissions. We next began leveraging our CDP reporting in our annual CSR report. As we improved our CDP reporting, we gained the confidence to commit to a GHG reduction goal through EPA Climate Leaders. This goal is now driving the initiatives to actually reduce our emissions." – Cisco.</p>

# How to use the roadmap

The roadmap breaks the questionnaire into sections matching the guidance and ORS. Determine your reporting stage on page 2, and complete the tasks in your stage including all tasks in earlier stages. For example, if you are a stage 3 responder, for section “1. Governance”, you should cover questions CC1.2, CC1.2a (stage 3), and also CC1.1 and CC1.1a (stage 1 and 2). You can look ahead to stage 4 and anticipate future questions, for example, by setting a performance indicator that incentivizes meeting an emissions reduction target in CC1.2a.

## Climate Change Questionnaire Sections

1. Governance
2. Strategy
3. Targets and Initiatives
4. Communications
5. Risks
6. Opportunities
- 7, 8, 9, 10. Emissions
11. Energy
12. Emissions Performance
13. Emissions Trading
14. Scope 3
15. Sign off

## Tasks

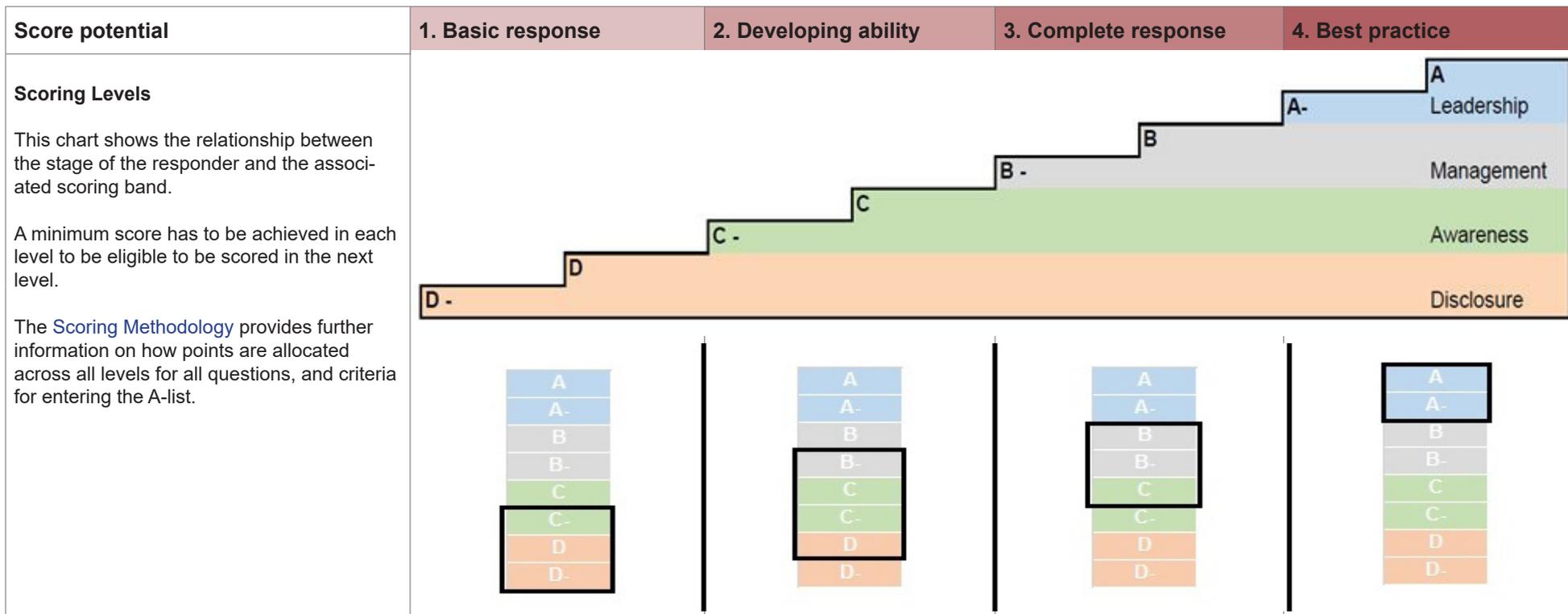
The roadmap includes four types of task:

**Prepare:** planning, resourcing, or collecting data for future disclosure.

**Disclose:** respond to the question.

**Add:** provide further details to your answer for a more complete response.

**Action:** steps that will score management and leadership points.



## 1. Governance

Describe the governance structure of your company regarding climate change issues, including how individuals take responsibility for climate change risks, opportunities, and how rewards are associated with such actions.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
<p><b>Prepare:</b> Assign roles and responsibilities for climate change issues, and identify management involvement.</p>	<p><b>Disclose:</b> Who is responsible for climate change in your company (CC1.1, CC1.1a).</p>	<p><b>Action:</b> Achieve and report involvement at the board or senior level (CC1.1a). <i>Top requested data point</i></p>	<p><b>Add:</b> Incentives for managing climate change (CC1.2, CC1.2a).</p>	<p><b>Action:</b> Set a monetary incentive, and set a performance indicator that incentivizes meeting emissions reduction target for either all employees or board chairman, Board/Executive board, Director on board, CEO, COO or CFO (CC1.2a).</p>

## 2. Strategy

This section is focused on the processes and strategies that your organization uses to structure its approach to climate change.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
<p><b>Prepare:</b> Evaluate how climate change is included in your risk management procedures and how it is integrated into business strategy.</p>	<p><b>Disclose:</b> Describe your risk management procedure with regards to climate change risks and opportunities (CC2.1, CC2.1a, CC2.1b, CC2.1c). If you do not have a document process, please explain why not (CC2.1d).</p> <p><b>Disclose:</b> Provide a description of how climate change impacts your business strategy and how the internal communication process drives the strategy (CC2.2, CC2.2a, CC2.2b).</p>	<p><b>Action:</b> Report climate change risks to the board or senior levels of the company (CC2.1a).</p> <p><b>Action:</b> Monitor climate change risks on an annual or more frequent basis and consider risks six years or more into the future (CC2.1a).</p>	<p><b>Add:</b> Report both short and long term strategy changes as a result of climate change (CC2.2a).</p> <p><b>Add:</b> Give an example of how business strategy is linked to an emissions reduction target CC2.2a).</p> <p><b>Add:</b> Give an example of the most substantial business decision and how it's been affected by climate change (CC2.2a).</p> <p><b>Add:</b> Provide insight on how the Paris agreement has influenced the business strategy (CC2.2a) and/or if Scenario analysis has been used to inform your strategy and/or financial planning.</p> <p><b>Add:</b> Provide information on your climate change engagement with policy makers, trade associations, and funding of research organization (CC2.3a - g).</p>	<p><b>Action:</b> Encourage mitigation/adaptation climate change with policy makers, through trade associations, or research organisations (CC2.3a - e).</p> <p><b>Action:</b> Put a process in place which ensures all activities influencing policy are consistent with the overall climate change strategy (CC2.3f).</p> <p><b>Action:</b> If relevant, implement an internal price of carbon and describe with examples how this is used (CC2.2c-d).</p>

### 3. Targets and Initiatives

This section focuses on the targets and initiatives you have in place to reduce the emissions derived from your activities, directly or indirectly.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
	<p><b>Prepare:</b> Plan where emissions reduction targets could be appropriate to reduce carbon emissions, including processes for tracking and evaluating these targets and other emissions reduction initiatives.</p>	<p><b>Action:</b> Report an emissions reduction target (CC3.1, CC3.1a, CC3.1b, CC3.1c) or a renewable energy target (CC3.1d). <i>Top requested data point</i></p> <p><b>Disclose:</b> Whether the reported emissions reduction target is a Science Based Target.</p> <p><i>If no targets,</i></p> <p><b>Disclose:</b> Explain why not (CC3.1f).</p> <p><b>Disclose:</b> Whether goods or services directly enable a third party to avoid emissions, and an explanation (CC3.2, CC3.2a).</p> <p><b>Disclose:</b> Emissions reduction initiatives (CC3.3, CC3.3a, CC3.3b).</p> <p><i>If no initiatives,</i></p> <p><b>Disclose:</b> Explain why not (CC3.3d).</p>	<p><b>Add:</b> For intensity targets, indicate what change in absolute emissions this intensity target reflects (CC3.1c).</p> <p><b>Add:</b> Explain your progress against your targets (CC3.1d).</p> <p><b>Add:</b> Estimate the avoided emissions from the use of your goods or services (CC3.2a).</p> <p><b>Add:</b> Give details of CO2e saved, and financial information in CC3.3b (CC3.3a, CC3.3b).</p> <p><b>Add:</b> Describe the methods used to drive investment in initiatives (CC3.3c).</p> <p><b>Action:</b> Set an ambitious medium term emissions reduction target relevant to your business (CC3.1, CC3.1a, CC3.1b, CC3.1c).</p>	<p><b>Add:</b> For emissions avoided from the use of your goods or services, provide a detailed calculation methodology and whether you are considering originating credits (CC3.2a).</p> <p><b>Add:</b> For all initiatives implemented in the reporting year, provide quantitative financial data on investment required and payback period (CC3.3b).</p> <p><b>Action:</b> Meet the emissions reduction target by reducing overall emissions via emissions reduction initiatives (CC3.1e, CC3.2, CC3.3).</p> <p><b>Action:</b> Set ambitious medium and long term absolute emission reduction targets relevant to your business, and have your target(s) validated under the Science Based Target Initiative process check (CC3.1, CC3.1a, CC3.1b, CC3.1c).</p>

## 4. Communications

Only one question is included in this section, and this asks about communication of your position on climate change and carbon emissions outside of your CDP response.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
	<p><b>Prepare:</b> Consider other places where your organization has published climate change.</p>	<p><b>Disclose:</b> Attach the communication (CC4.1).</p>	<p><b>Action:</b> Include your organization's response to climate change and GHG emissions performance figures in your annual communications (CC4.1).</p>	<p><b>Action:</b> Include your organization's response to the climate change and GHG emissions performance figures in your mainstream financial report (CC4.1).</p> <p><b>Action:</b> Include statement of conformance with CDSB's Framework in your annual report.</p>

## 5. Climate Change Risks

Climate change will bring changes in the operating environment, which can present inherent risks. This section asks you to describe the inherent risks you have identified where there is a potential for substantive changes in business operations, revenue, or expenditure to arise. There is also the chance to explain what actions are being taken to manage these inherent risks. The process for identifying and prioritizing these inherent risks should be reported in question CC2.1 (strategy section) in order to be eligible for scoring points past Awareness level for this section.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
<p><b>Prepare:</b> Establish a methodical process for identifying and evaluating climate change risks.</p>	<p><b>Disclose:</b> Describe identified climate change risks (CC5.1a, b, c – regulatory, physical, other respectively). <i>Top requested data points</i></p> <p><i>If risks not found to be substantive,</i></p> <p><b>Disclose:</b> Explanation of why not (CC5.1d, e, f - regulatory, physical, other respectively).</p>	<p><b>Add:</b> Complete details on the potential impact, timeframe, direct/indirect, likelihood, and magnitude of impact from the risks (CC5.1a, b, c).</p> <p><b>Add:</b> The financial implications and management of these risks (CC5.1a, b, c). <i>Top requested data points</i></p> <p><b>Action:</b> Implement methods to manage risks and opportunities from climate change (CC5.1a, b, c).</p>	<p><b>Add:</b> Provide quantitative financial information regarding the potential cost of the risk and the costs required to manage the risk (CC5.1a, b, c).</p> <p><b>Add:</b> Management method describes an action that is being implemented with examples of case studies (CC5.1a, b, c).</p>	<p><b>Add:</b> Provide examples, case studies and quantitative information on the risk management methods (CC5.1a, b, c).</p>

## 6. Climate Change Opportunities

This section asks you to describe the inherent opportunities you have identified where there is a potential for substantive changes in business operations, revenue, or expenditure to arise. There is a chance to also explain what actions are being taken to capitalize on these inherent opportunities. The process for identifying and prioritizing these inherent opportunities should be reported in question CC2.1 (strategy section) in order to be eligible for scoring points past Awareness level for this question.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
<p><b>Prepare:</b> Establish a methodical process for identifying and evaluating climate change opportunities.</p>	<p><b>Disclose:</b> Describe identified climate change opportunities (CC6.1a, b, c – regulatory, physical, other, respectively). <i>Top requested data points</i></p> <p><i>If risks not found to be substantive,</i></p> <p><b>Disclose:</b> Explanation of why not (CC6.1d, e, f - regulatory, physical, other respectively).</p>	<p><b>Add:</b> Complete details on the potential impact, timeframe, direct/indirect, likelihood, and magnitude of impact from the opportunities (CC6.1a, b, c).</p> <p><b>Add:</b> The financial implications and management of these opportunities (CC6.1a, b, c). <i>Top requested data points</i></p> <p><b>Action:</b> Implement methods to manage risks and opportunities from climate change. Across all questions (CC6.1a, b, c).</p>	<p><b>Add:</b> Provide quantitative financial information regarding the potential financial impact of the opportunity and the costs of actions to capitalise on the opportunity (CC6.1a, b, c).</p> <p><b>Add:</b> Management method describes an action that is being implemented with examples of case studies (CC6.1a, b, c).</p>	<p><b>Add:</b> Provide examples, case studies and quantitative information on the opportunity management methods (CC6.1a, b, c).</p>

## 7, 8, 9 and 10: Emissions Methodology, Data, and Scope 1 and 2 breakdowns

These are the sections where you will be able to report your emissions, how they have been calculated, their uncertainty, whether they have been verified, and break the emissions figures down by geography, business units or activity, or GHG type.

Question	0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
7. Emissions Methodology	<p><b>Prepare</b> for sections 7, 8, 9 and 10:</p> <p>Review methodologies for GHG accounting and decide the most appropriate type for your organization.</p>	<p><b>Disclose:</b> State the methodology used to calculate Scope 1 and 2 emissions, and collect activity data (CC7.2). <i>Top requested data point</i></p>	<p><b>Disclose:</b> Base year and base year emissions (CC7.1).</p>	<p><b>Add:</b> State the source for the global warming potentials used (CC7.3).</p> <p><b>Add:</b> State the emission factors applied and their source (CC7.4).</p>	
8. Emissions Data	<p>Establish tools and practices for collecting GHG emissions and energy data.</p> <p>Decide whether software based data management systems would be appropriate for your business.</p>	<p><b>Disclose:</b> Report your gross global Scope 1 emissions (CC8.2). <i>Top requested data point</i></p> <p>Report your gross global Scope 2 emissions using either market-based or location-based methodologies (CC8.3, CC8.3a). <i>Top requested data point</i></p> <p><b>Disclose:</b> Reporting boundary for scope 1 and 2 emissions (CC8.1).</p> <p><b>Disclose:</b> Any sources of emissions that have not been included in CC8.1 or CC8.2 (CC8.4, CC8.4a).</p>	<p><b>Add:</b> State the level of uncertainty for your Scope 1 and Scope 2 emissions figures, and where the sources of uncertainty lie (CC8.5).</p> <p><b>Prepare:</b> Evaluate the requirements for verification/assurance of your Scope 1 and 2 emissions.</p>	<p><b>Add:</b> Get verification/assurance for Scope 1 and 2 emissions (CC8.6, CC8.7).</p> <p><i>If not verified/assured because regulatory CEMS is required,</i></p> <p><b>Disclose:</b> Give details of regulation (CC8.6b).</p> <p><b>Disclose:</b> Identify if any data points other than emissions figures have been verified as part of the third party verification work undertaken (CC8.8).</p> <p><b>Add:</b> State any emissions from biologically sequestered carbon (CC8.9, CC8.9a)</p>	<p><b>Add:</b> Provide full details on verification/assurance of Scope 1 and 2 emissions (CC8.6, CC8.6a, and CC8.7, CC8.7a) and attach the statement. To achieve maximum credit, the verification must cover 70% or more of emissions in the scope, without any relevant exclusions in CC8.4.</p>
9. Scope 1 Emissions Breakdown			<p><b>Disclose:</b> Breakdown scope 1 emissions by country (CC9.1, CC9.1a).</p>	<p><b>Disclose:</b> Breakdown scope 1 emissions by other categories (CC9.2, CC9.2a - e).</p>	
10. Scope 2 Emissions Breakdown			<p><b>Disclose:</b> Breakdown scope 2 emissions by country (CC10.1, CC10.1a).</p>	<p><b>Disclose:</b> Breakdown scope 2 emissions by other categories (CC10.2, CC10.2a - d).</p>	

## 11. Energy

This section asks questions on fuel use and how use breaks down by energy type.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
		<p><b>Disclose:</b> Report the percentage of operational spend on energy (CC11.1).</p> <p><b>Prepare:</b> Review the potential to switch to low carbon electricity, heat, steam, or cooling.</p>	<p><b>Add:</b> State how much energy your organization has used, by type of energy (CC11.2, CC11.3 CC11.5).</p> <p><b>Action:</b> Purchase and report details of low carbon electricity, heat, steam or cooling (CC11.4).</p>	<p><b>Add:</b> Explain the basis of applying a low carbon emissions factor, see guidance for further details (CC11.4).</p> <p><b>Action:</b> Purchase over 50% or more of your electricity, steam, heat and cooling needs at a low carbon emissions factor (CC11.4).</p>

## 12. Emissions Performance

This section asks for a comparison of your emissions to the previous year, both by an absolute figure, and also by intensity metrics (revenue, employee, or other).

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
<p><b>Prepare:</b> Ensure that your inventory process allows for comparisons between years, and collect data for emissions intensity figures.</p>	<p><b>Disclose:</b> Give a revenue emissions intensity figure (CC12.2).</p>	<p><b>Disclose:</b> State how your emissions compare to the previous year (CC12.1).</p>	<p><b>Add:</b> Explain why emissions have changed or remained stable (CC12.1a).</p> <p><b>Add:</b> Provide emissions intensity per FTE employee figure, and a further intensity metric of your choice (CC12.3).</p>	<p><b>Add:</b> Provide comparison with the previous year for emissions intensity figures (CC12.2, CC12.3).</p> <p><b>Action:</b> Show that emissions reduction initiatives have brought a decrease in emissions (CC12.1a), and ensure the figures behind these calculations are proved within the 'Please explain and include calculation' column.</p>

### 13. Emissions Trading

This section is for companies to report their participation in voluntary or mandatory emissions trading schemes such as the EU ETS, Tokyo Cap-and-Trade, the Regional Greenhouse Gas Initiative (RGGI), or Japan Voluntary Emissions Trading Scheme. Schemes like this are generally voluntary to join and reductions/trading become requirements in order to remain compliant. One of the ways companies remain compliant is through the origination and/or purchase of carbon credits.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
		<p><i>If you are in an emissions trading scheme:</i></p> <p><b>Disclose:</b> Describe your participation in emissions trading schemes (CC13.1).</p> <p><b>Disclose:</b> Describe any originated or purchased carbon credits (CC13.2).</p> <p><i>If you not in an emissions trading scheme:</i></p> <p><b>Prepare:</b> Consider whether your company could voluntarily participate in an emissions trading scheme or retire carbon credits.</p>	<p><b>Add:</b> Provide your strategy for complying with schemes which you are in or anticipate being in (CC13.1b).</p> <p><b>Action:</b> Voluntarily retire carbon credits (CC13.2a).</p> <p><b>Add:</b> Provide project based credits details (CC13.2a).</p>	

### 14. Scope 3

This section is for companies to report their Scope 3 emissions. Scope 3, like Scope 2, is a category of indirect emissions that arise as a consequence of an organization's activities, but from GHG sources that are owned or controlled by others.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
<p><b>Prepare:</b> Map the aspects of the value chain and where GHGs are most relevant.</p> <p>Consider what sources are covered by legislation, particularly high global warming potential (GWP) greenhouse gases, or other specific concerns. Relevance is not only about the size of GHG emissions.</p>	<p><b>Disclose:</b> Name and describe your Scope 3 emissions (CC14.1).</p> <p><b>Prepare:</b> Consider if you can engage with elements of your value chain on GHG emissions and climate change strategies.</p>	<p><b>Disclose:</b> Give a Scope 3 emissions figure and state the methodology for your figure (CC14.1).</p> <p><b>Disclose:</b> Report on whether you engage with any part of your value chain on GHG emissions and climate change (CC14.4).</p>	<p><b>Add:</b> Detail verification/assurance for your Scope 3 emissions (CC14.2, CC14.2a).</p> <p><b>Add:</b> Describe the reason for any changes in Scope 3 emissions from last year (CC14.3, CC14.3a).</p> <p><b>Add:</b> Provide further details on your supply chain engagement (CC14.4 a - c).</p>	<p><b>Add:</b> Provide Scope 3 emissions data for multiple upstream or downstream categories (CC14.1).</p> <p><b>Action:</b> Engagement with the value chain with either suppliers, customers, or preferably both.</p> <p><b>Action:</b> Reduce emissions via emissions reduction initiatives.</p>

## 15. Sign off

The sign off module is for companies to identify who has approved their CDP response. It signals that responsibility is being taken for the response and the information contained therein.

0. Non-responder	1. Basic response	2. Developing ability	3. Complete response	4. Best practice
	<b>Disclose:</b> Name and provide information on the person who has signed off (approved) the CDP response (CC15.1).	<b>Action:</b> As the ability develops, the CDP response should be signed off by increasingly senior people with strategic oversight (CC15.1) .		<b>Action:</b> CDP response signed off by the same individual or an individual from the same committee given as the individual or committee with the highest direct responsibility for climate change within the organization e.g. Board Chairman, CEO, CFO, COO (CC15.1).