

CDP WATER SECURITY DISCLOSURE 2023

For companies responding to a request from one or more customers

Welcome to CDP Water Security disclosure in 2023. This resource is intended to assist suppliers new to CDP disclosure or just getting started in sustainability reporting.

The below list of target questions and guidance materials should serve as a useful starting point for suppliers responding to a disclosure request from customers. Most requesting customers will engage with their suppliers directly to communicate their expectations or provide further guidance.

For questions not addressed in this document or on the CDP <u>FAQ</u> page, please visit our <u>Help Center</u>. Please see the CDP website for the complete disclosure timeline.

Resources:

- CDP Water Security 2023 Questionnaire
- ▼ CDP Water Security 2023 Reporting Guidance
- CDP Water Security 2023 Scoring
 Methodology

- WRI Aqueduct Global Maps 2.0
- ▼ CDP Supplier Support Webinars
- ▼ CDP Water Watch

Target Questions for New Responders

Section	Question No.	2023 Question Text	Additional Guidance
Introduction	<u>W0.1</u>	Give a general description of and introduction to your organization.	
Dependence	<u>W1.1</u>	Rate the importance (current and future) of water quality and water quantity to the success of your business.	
Company-wide water accounting	<u>W1.2b</u>	What are the total volumes of water withdrawn, discharged, and consumed across all your operations, and how do these volumes compare to the previous reporting year?	CDP Technical Note on Water Accounting
Value chain engagement	<u>W1.5</u>	Do you engage with your value chain on water-related issues?	
Recent impacts on your business	<u>W2.1</u>	Has your organization experienced any detrimental water-related impacts?	
Compliance impacts	<u>W2.2</u>	In the reporting year, was your organization subject to any fines, enforcement orders, and/or other penalties for water-related regulatory violations?	
Risk identification and assessment procedures	<u>W3.3</u>	Does your organization undertake a water-related risk assessment?	WWF Water Risk Filter

Risk exposure	<u>W4.1b</u>	What is the total number of facilities exposed to water risks with the potential to have a substantive financial or strategic impact on your business, and what proportion of your companywide facilities does this represent?	Water Footprint Network's Water Risk Assessment Framework Science-Based Targets Network Initial Guidance – Steps 1 & 2
Water-related risks and response	<u>W4.2</u>	Provide details of identified risks in your direct operations with the potential to have a substantive financial or strategic impact on your business, and your response to those risks.	
Water-related risks and response	<u>W4.2a</u>	Provide details of risks identified within your value chain (beyond direct operations) with the potential to have a substantive financial or strategic impact on your business, and your response to those risks.	
Facility-level water accounting	<u>W5.1</u>	For each facility referenced in W4.1c, provide coordinates, total water accounting data and comparisons with the previous reporting year.	CDP Technical Note on Water Accounting
Water policy	<u>W6.1</u>	Does your organization have a water policy?	
Board oversight	<u>W6.2</u>	Is there board level oversight of water- related issues within your organization?	
Management responsibility	<u>W6.3</u>	Provide the highest management-level position(s) or committee(s) with responsibility for water-related issues (do not include the names of individuals).	
Business strategy	<u>W7.1</u>	Are water-related issues integrated into any aspects of your long-term strategic business plan, and if so, how?	
Targets	<u>W8.1</u>	Do you have any water-related targets?	Guide to Set Site Water Targets
Introduction	<u>SW0.1</u>	What is your organization's annual revenue for the reporting period?	
Facilities exposed to water risk	<u>SW1.1a</u>	Indicate which of the facilities referenced in W5.1 could impact a requesting CDP supply chain member.	
Water intensity (SW)	SW3.1	Provide any available water intensity values for your organization's products or services.	

Please note that questions W1.5, W4.2a, SW3.1 are not part of the Minimum version of the Water Security Questionnaire.