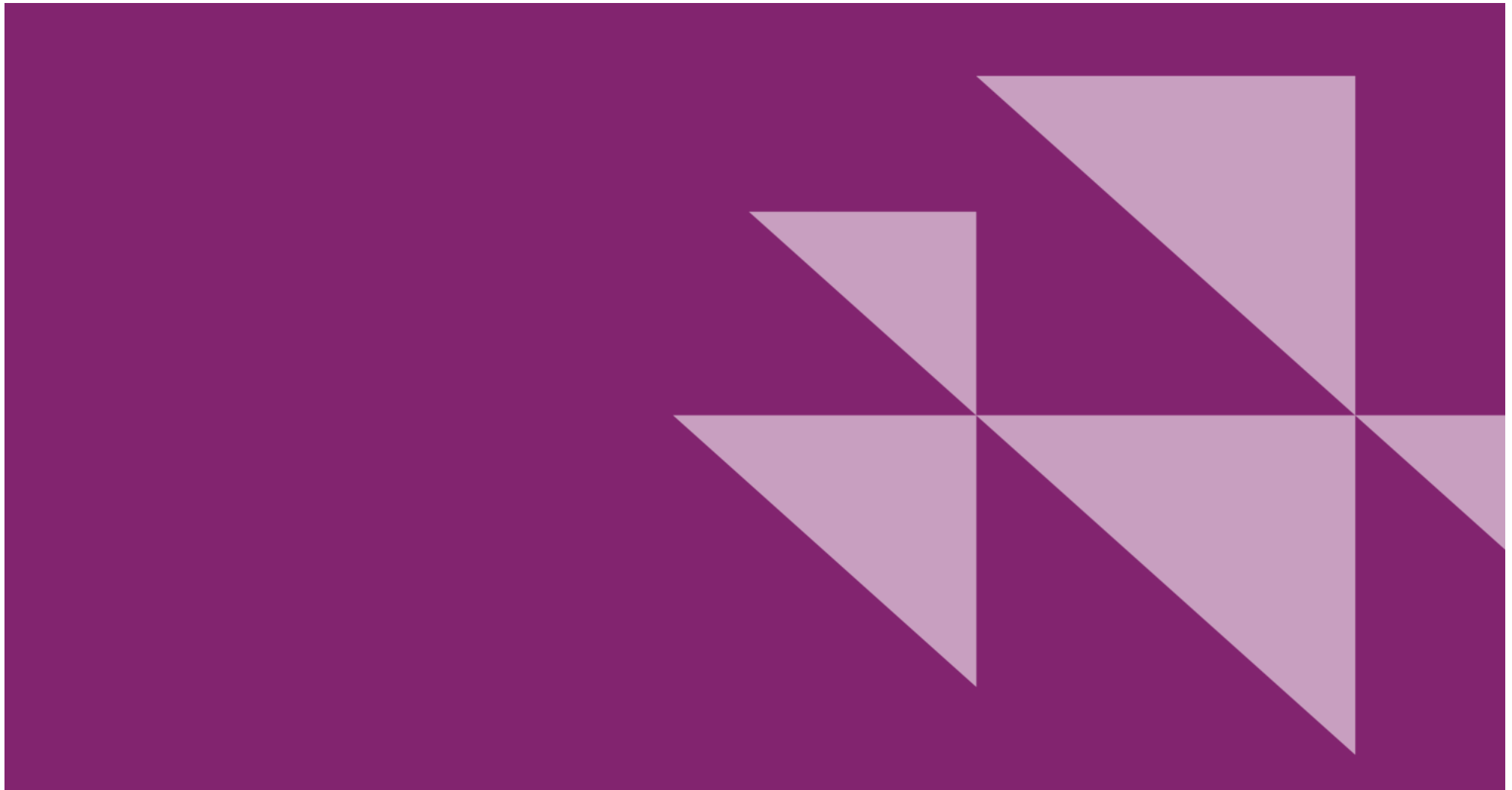

CDP Supplier Engagement Rating Methodology 2023

CDP Climate Change 2023



CDP 2023 Supplier Engagement Rating methodology

Introduction

The supplier engagement rating methodology provides a score which assesses supplier action as reported by a company's CDP response. The score assesses the level of detail and comprehensiveness of the content, as well as the company's awareness of climate change issues, management methods and progress towards action taken on climate change as reported in the response.

Essential reading

This methodology should be used in conjunction with the CDP climate change questionnaire guidance 2023, and the "Introduction to CDP scoring 2023" document, as well as the Supplier Engagement Rating Introduction. It is strongly recommended to familiarize yourself with the contents of both the 2023 guidance, the 2023 Scoring introduction document and the 2023 Supplier Engagement Rating document before using the scoring methodology. Please note that the "2023 Supplier Engagement Rating introduction" document contains information essential for the understanding and correct use of this scoring methodology.

Status of this methodology

This methodology is intended to provide guidance to companies on how their response will be scored.

"CDP reserves the right to remove, amend or alter scoring criteria as displayed in the scoring methodology at any time during the disclosure cycle, without notice or notification. Such changes will only be made in exceptional circumstances when necessary to ensure that the methodology remains fair, impartial and effective for the purpose of assessing progress towards environmental stewardship."

CDP Climate Change Scoring Methodology 2023 - Version Control

| Version number | Release/revision date | Revision summary |
|----------------|-----------------------|---|
| 1.0 | 04/05/2023 | First version |
| 1.1 | 05/01/2024 | Correction to scoring criterion (iii) in question C1.3a |

Governance

Employee incentives

(C1.3) Do you provide incentives for the management of climate-related issues, including the attainment of targets?

Response options

Please complete the following table:

| Provide incentives for the management of climate-related issues | Comment |
|---|---------------------------------------|
| Select from: <ul style="list-style-type: none">• Yes• No, not currently but we plan to introduce them in the next two years• No, and we do not plan to introduce them in the next two years | Text field (maximum 1,000 characters) |

C1.3 - Scoring criteria

Supplier Engagement Rating criteria

Not scored for Supplier Engagement Rating

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 0 | 0 |

(C1.3a) Provide further details on the incentives provided for the management of climate-related issues (do not include the names of individuals).

Question dependencies

This question only appears if you select “Yes” in response to C1.3.

Response options

Please complete the following table. You are able to add rows by using the “Add Row” button at the bottom of the table.

| Entitled to incentive | Type of incentive | Incentive(s) | Performance indicator(s) | Incentive plan(s) this incentive is linked to | Further details of incentive(s) | Explain how this incentive contributes to the implementation of your organization’s climate commitments and/or climate transition plan |
|---|--|---|--|--|--|--|
| <p>Select from:</p> <ul style="list-style-type: none"> • Board Chair • Board/Executive board • Director on board • Corporate executive team • Chief Executive Officer (CEO) • Chief Financial Officer (CFO) • Chief Operating Officer (COO) • Chief Procurement Officer (CPO) • Chief Risk Officer (CRO) • Chief Sustainability Officer (CSO) • Chief Government Relations Officer (CGRO) • Chief Technology Officer (CTO) • Chief Investment Officer (CIO) [Financial services only] • Chief Underwriting Officer (CUO) [Financial services only] • Chief Credit Officer (CCO) [Financial services only] • Other C-Suite Officer • President • General Counsel • Executive officer • Management group • Business unit manager • Energy manager • Environmental, health, and safety manager • Environment/Sustainability manager • Facilities manager • Process operation manager | <p>Select from:</p> <ul style="list-style-type: none"> • Monetary reward • Non-monetary reward | <p>Select all that apply:</p> <p>Monetary reward</p> <ul style="list-style-type: none"> • Bonus - % of salary • Bonus – set figure • Promotion • Salary increase • Shares • Profit share • Retirement plan • Other, please specify <p>Non-monetary reward</p> <ul style="list-style-type: none"> • Internal company award • Internal team/employee of the month/quarter/year recognition • Public recognition • Other, please specify | <p>Select all that apply from drop-down options below:</p> | <p>Select from:</p> <ul style="list-style-type: none"> • Short-Term Incentive Plan • Long-Term Incentive Plan • Both Short-Term and Long-Term Incentive Plan • Not part of an existing incentive plan • This position does not have an incentive plan | <p>Text field [maximum 2,500 characters]</p> | <p>Text field [maximum 2,500 characters]</p> |

| Entitled to incentive | Type of incentive | Incentive(s) | Performance indicator(s) | Incentive plan(s) this incentive is linked to | Further details of incentive(s) | Explain how this incentive contributes to the implementation of your organization's climate commitments and/or climate transition plan |
|---|-------------------|--------------|--------------------------|---|---------------------------------|--|
| <ul style="list-style-type: none"> • Procurement manager • Public affairs manager • Risk manager • Portfolio/Fund manager [Financial services only] • ESG Portfolio/Fund manager [Financial services only] • Investment analyst [Financial services only] • Dedicated Responsible Investment staff [Financial services only] • Investor Relations staff [Financial services only] • Risk management staff [Financial services only] • Buyers/purchasers • All employees • Other, please specify | | | | | | |

[Add Row]

Performance indicator(s) (column 4)

| | |
|--|--|
| <ul style="list-style-type: none"> • Board approval of climate transition plan • Shareholder approval of climate transition plan • Achievement of climate transition plan KPI • Progress towards a climate-related target • Achievement of a climate-related target • Implementation of an emissions reduction initiative • Reduction in absolute emissions • Reduction in emissions intensity • Energy efficiency improvement • Increased share of low-carbon energy in total energy consumption • Increased share of renewable energy in total energy consumption • Reduction in total energy consumption • Increased investment in low-carbon R&D • Increased share of revenue from low-carbon products or services in product or service portfolio | <ul style="list-style-type: none"> • Increased engagement with suppliers on climate-related issues • Increased engagement with customers on climate-related issues • Increased engagement with clients on climate-related issues [Financial Services only] • Increased engagement with investee companies on climate-related issues [Financial Services only] • Increased supplier compliance with a climate-related requirement • Increased value chain visibility (traceability, mapping, transparency) • Company performance against a climate-related sustainability index (e.g., DJSI, CDP Climate Change score etc.) • Implementation of employee awareness campaign or training program on climate-related issues • Increased alignment of portfolio/fund to climate-related objectives [Financial Services only] • Other, please specify |
|--|--|

C1.3a - Scoring criteria

Supplier Engagement Rating criteria

The following conditions must be met to be eligible for points:

'Yes' selected in question C1.3 AND

Any option selected excluding 'Other, please specify' in either column 'Entitled to incentive' OR 'Performance indicator(s)'

i) Either 'Buyers/purchasers' OR 'All employees' selected in column 'Entitled to incentive' AND 'Monetary reward' selected in column 'Type of incentive' - 2 points

OR

Either 'Buyers/purchasers' OR 'All employees' selected in column 'Entitled to incentive' AND 'Non-monetary reward' selected in column 'Type of incentive' - 1 point

ii) Any of the following selected in column 'Entitled to incentive' AND 'Monetary reward' selected in column 'Type of incentive' - 2 points

- 'Chief Procurement Officer (CPO)'

- 'Chief Financial Officer (CFO)'

- 'Procurement manager'

OR

Any of the following selected in column 'Entitled to incentive' AND 'Non-monetary reward' selected in column 'Type of incentive' - 1 point

- 'Chief Procurement Officer (CPO)'

- 'Chief Financial Officer (CFO)'

- 'Procurement manager'

iii) Any of the following selected in column 'Performance indicator(s)' AND 'Monetary reward' selected in column 'Type of incentive' - 2 points

- 'Increased engagement with suppliers on climate-related issues'

- 'Increased supplier compliance with a climate-related requirement'

- 'Increased value chain visibility (traceability, mapping, transparency)'

OR

Any of the following selected in column 'Performance indicator(s)' AND 'Non-monetary reward' selected in column 'Type of incentive' - 1 point

- 'Increased engagement with suppliers on climate-related issues'

- 'Increased supplier compliance with a climate-related requirement'

- 'Increased value chain visibility (traceability, mapping, transparency)'

Point Allocation

| Disclosure numerator | Disclosure denominator |
|----------------------|------------------------|
| 6 | 6 |

(C3.1) Does your organization’s strategy include a climate transition plan that aligns with a 1.5°C world?

Response options

Please complete the following table:

| Climate transition plan | Publicly available climate transition plan | Mechanism by which feedback is collected from shareholders on your climate transition plan | Description of feedback mechanism | Frequency of feedback collection | Attach any relevant documents which detail your climate transition plan (optional) | Explain why your organization does not have a climate transition plan that aligns with a 1.5°C world and any plans to develop one in the future | Explain why climate-related risks and opportunities have not influenced your strategy |
|---|---|--|--|--|--|---|---|
| <p>Select from:</p> <ul style="list-style-type: none"> • Yes, we have a climate transition plan which aligns with a 1.5°C world • No, but our strategy has been influenced by climate-related risks and opportunities, and we are developing a climate transition plan within two years • No, our strategy has been influenced by climate-related risks and opportunities, but we do not plan to develop a climate transition plan within two years • No, and our strategy has not been influenced by climate-related risks and opportunities | <p>Select from:</p> <ul style="list-style-type: none"> • Yes • No | <p>Select from:</p> <ul style="list-style-type: none"> • Our climate transition plan is voted on at Annual General Meetings (AGMs) • We have a different feedback mechanism in place • Our climate transition plan is voted on at AGMs and we also have an additional feedback mechanism in place • We do not have a feedback mechanism in place, but we plan to introduce one within the next two years • We do not have a feedback mechanism in place, and we do not plan to introduce one within the next two years • Not applicable as our organization does not have shareholders | <p>Text field [maximum 2,500 characters]</p> | <p>Select from:</p> <ul style="list-style-type: none"> • More frequently than annually • Annually • Less frequently than annually | <p>[Functionality that allows for several attachments]</p> | <p>Text field [maximum 2,500 characters]</p> | <p>Text field [maximum 2,500 characters]</p> |

C3.1 - Scoring criteria

Supplier Engagement Rating criteria

Full Management points in question C3.1 in [2023 CDP Climate Change methodology](#) - 2 points

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 2 | 2 |

Targets

Emissions targets

Targets scoring notes

Where an organization reports both absolute and intensity targets, all targets will be scored and the question for which the score which has the most positive impact on the company's score will be recorded (either the question C4.1a or C4.1b).

(C4.1) Did you have an emissions target that was active in the reporting year?

Response options

Select one of the following options:

- Absolute target
- Intensity target
- Portfolio target [FS only]
- No target

C4.1 - Scoring criteria

Supplier Engagement Rating criteria

'No target' selected - 0/1 points

OR

Any option selected excluding 'No target' - 0/0 points

Point Allocation

| Disclosure numerator | Disclosure denominator |
|----------------------|------------------------|
| 0 | 0 or 1 |

(C4.1a) Provide details of your absolute emissions target(s) and progress made against those targets.

Question dependencies

This question only appears if you select “Absolute target” in response to C4.1.

Response options

Please complete the following table. The table is displayed over several rows for readability. You are able to add rows by using the “Add Row” button at the bottom of the table.

| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|-------------------------|-------------------------------------|--|---|---|--|---|
| Target reference number | Is this a science-based target? | Target ambition* | Year target was set | Target coverage | Scope(s) | Scope 2 accounting method |
| Abs1-Abs100 | Select from drop-down options below | Select from: <ul style="list-style-type: none"> 1.5°C aligned Well-below 2°C aligned 2°C aligned Other, please specify | Numerical field [enter a number between 1900- 2023] | Select from: <ul style="list-style-type: none"> Company-wide Business division Business activity Site/facility Country/area/region Product-level Other, please specify | Select all that apply: <ul style="list-style-type: none"> Scope 1 Scope 2 Scope 3 | Select from: <ul style="list-style-type: none"> Location-based Market-based |

| 8 | 9 | 10 | 11 | 12-28 | 29 | 30 |
|---|--|---|---|---|---|---|
| Scope 3 category(ies) | Base year | Base year Scope 1 emissions covered by target (metric tons CO ₂ e) | Base year Scope 2 emissions covered by target (metric tons CO ₂ e) | Base year Scope 3, Category [...] emissions covered by target (metric tons CO ₂ e)* [One column for each Scope 3 category] | Base year total Scope 3 emissions covered by target (metric tons CO ₂ e) | Total base year emissions covered by target in all selected Scopes (metric tons CO ₂ e) |
| Select all that apply: <ul style="list-style-type: none"> Category 1: Purchased goods and services Category 2: Capital goods Category 3: Fuel-and-energy-related activities (not included in Scopes 1 or 2) Category 4: Upstream transportation and distribution Category 5: Waste generated in operations Category 6: Business travel Category 7: Employee commuting Category 8: Upstream leased assets Category 9: Downstream transportation and distribution Category 10: Processing of sold products Category 11: Use of sold products | Numerical field [enter a number between 1900-2023] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] |

| | | | | | | |
|---|------------------|--|--|--|--|---|
| 8 | 9 | 10 | 11 | 12-28 | 29 | 30 |
| Scope 3 category(ies) | Base year | Base year Scope 1 emissions covered by target (metric tons CO₂e) | Base year Scope 2 emissions covered by target (metric tons CO₂e) | Base year Scope 3, Category [...] emissions covered by target (metric tons CO₂e)* [One column for each Scope 3 category] | Base year total Scope 3 emissions covered by target (metric tons CO₂e) | Total base year emissions covered by target in all selected Scopes (metric tons CO₂e) |
| <ul style="list-style-type: none"> Category 12: End-of-life treatment of sold products Category 13: Downstream leased assets Category 14: Franchises Category 15: Investments [does not appear to FS] Other (upstream) Other (downstream) | | | | | | |

| | | | | |
|---|---|---|---|--|
| 31 | 32 | 33-49 | 50 | 51 |
| Base year Scope 1 emissions covered by target as % of total base year emissions in Scope 1 | Base year Scope 2 emissions covered by target as % of total base year emissions in Scope 2 | Base year Scope 3, Category [...] emissions covered by target as % of total base year emissions in Scope 3, Category [...] (metric tons CO₂e)* [One column for each Scope 3 category] | Base year Scope 3 emissions covered by target as % of total base year emissions in Scope 3 (in all Scope 3 categories) | Base year emissions covered by target in all selected Scopes as % of total base year emissions in all selected Scopes |
| Percentage field [enter a percentage from 0-100 using a maximum of 3 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 3 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 3 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 3 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 3 decimal places] |

| | | | | | | |
|--|--|--|---|---|---|---|
| 52 | 53 | 54 | 55 | 56 | 57-73 | 74 |
| Target year | Targeted reduction from base year (%) | Total emissions in target year covered by target in all selected Scopes (metric tons CO₂e) [auto-calculated] | Scope 1 emissions in reporting year covered by target (metric tons CO₂e) | Scope 2 emissions in reporting year covered by target (metric tons CO₂e) | Scope 3, Category [...] emissions in reporting year covered by target (metric tons CO₂e) [One column for each Scope 3 category] | Total Scope 3 emissions in reporting year covered by target (metric tons CO₂e) |
| Numerical field [enter a whole number between 2018-2100] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Numerical field [0-999,999,999,999] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] |

| | | | | | | |
|---|---|---|--|---|--|---|
| 75 | 76 | 77 | 78 | 79 | 80 | 81 |
| Total emissions in reporting year covered by target in all selected scopes (metric tons CO₂e) | Does this target cover any land-related emissions? | % of target achieved relative to base year [auto-calculated] | Target status in reporting year | Please explain target coverage and identify any exclusions | Plan for achieving target, and progress made to the end of the reporting year | List the emissions reduction initiatives which contributed most to achieving this target |
| Numerical field [enter a number from 0-999,999,999,999 using a | Select from: | Percentage field | Select from: <ul style="list-style-type: none"> New | Text field [maximum 5,000 characters] | Text field [maximum 2,500 characters] | Text field [maximum 2,500 characters] |

| 75 | 76 | 77 | 78 | 79 | 80 | 81 |
|--|--|--|---|--|---|--|
| Total emissions in reporting year covered by target in all selected scopes (metric tons CO ₂ e) | Does this target cover any land-related emissions? | % of target achieved relative to base year [auto-calculated] | Target status in reporting year | Please explain target coverage and identify any exclusions | Plan for achieving target, and progress made to the end of the reporting year | List the emissions reduction initiatives which contributed most to achieving this target |
| maximum of 3 decimal places and no commas] | <ul style="list-style-type: none"> • Yes, it covers land-related emissions only (e.g. FLAG SBT) • Yes, it covers land-related and non-land related emissions (e.g. SBT approved before the release of FLAG target-setting guidance) • Yes, it covers land-related CO₂ emissions/removals associated with bioenergy and non-land related emissions (e.g. non-FLAG SBT with bioenergy) • No, it does not cover any land-related emissions (e.g. non-FLAG SBT) | | <ul style="list-style-type: none"> • Underway • Achieved • Expired • Revised • Replaced • Retired | | | |

[Add Row]

*This column only appears if you select one of the “Yes...” options in column “Is this a science-based target?”

Is this a science-based target? (column 2) drop-down options:

Select one of the following options:

- Yes, and this target has been approved by the Science Based Targets initiative
- Yes, we consider this a science-based target, and the target is currently being reviewed by the Science Based Targets initiative
- Yes, we consider this a science-based target, and we have committed to seek validation of this target by the Science Based Targets initiative in the next two years
- Yes, we consider this a science-based target, but we have not committed to seek validation of this target by the Science Based Targets initiative within the next two years
- No, but we are reporting another target that is science-based
- No, but we anticipate setting one in the next two years
- No, and we do not anticipate setting one in the next two years

C4.1a - Scoring criteria

Supplier Engagement Rating criteria

The following conditions must be met to be eligible for points:

Any option excluding 'No target' selected in question C4.1

Both columns 'Scope(s)' AND 'Target year' completed

i) Points will be awarded per Leadership points awarded for question C4.1a in [2023 CDP Climate Change methodology](#) - up to 3 points

ii) 'Category 1: Purchased goods and services' selected in column 'Scope 3 category(ies)' - 2 points

OR

Any of the following options selected in column 'Scope 3 category(ies)' - 1 point

- 'Category 2: Capital goods'
- 'Category 3: Fuel-and-energy-related activities (not included in Scopes 1 or 2)'
- 'Category 4: Upstream transportation and distribution'
- 'Category 5: Waste generated in operations'
- 'Category 6: Business travel'
- 'Category 7: Employee commuting'
- 'Category 8: Upstream leased assets'

Please note: If an organizations' CDP Climate Change 2023 overall score is a C or lower, 0/3 points will be awarded for criterion (i)

Please note [Financial Services only]: Financial Services companies will be scored out of 2 points for criterion (i) in the 2023 Supplier Engagement Rating methodology - see question C4.1a in the [2023 CDP Climate Change Financial Services methodology](#). As a result, if an organizations' CDP Climate Change 2023 overall score is a C or lower, 0/2 points will be awarded for criterion (i).

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 4 or 5 | 4 or 5 |

(C4.1b) Provide details of your emissions intensity target(s) and progress made against those target(s).

Question dependencies

This question only appears if you select “Intensity target” in response to C4.1.

Response options

Please complete the following table. The table is displayed over several rows for readability. You are able to add rows by using the “Add Row” function at the bottom of the table.

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
|-------------------------|-------------------------------------|--|--|---|--|---|--|-------------------------------------|
| Target reference number | Is this a science-based target? | Target ambition* | Year target was set | Target coverage | Scope(s) | Scope 2 accounting method | Scope 3 category(ies) | Intensity metric |
| Int1-Int100 | Select from drop-down options below | Select from: <ul style="list-style-type: none"> 1.5°C aligned Well-below 2°C aligned 2°C aligned Other, please specify | Numerical field [enter a number between 1900-2023] | Select from: <ul style="list-style-type: none"> Company-wide Business division Business activity Site/facility Country/area/region Product level Other, please specify | Select all that apply: <ul style="list-style-type: none"> Scope 1 Scope 2 Scope 3 | Select from: <ul style="list-style-type: none"> Location-based Market-based | Select all that apply: <ul style="list-style-type: none"> Category 1: Purchased goods and services Category 2: Capital goods Category 3: Fuel-and-energy-related activities (not included in Scopes 1 or 2) Category 4: Upstream transportation and distribution Category 5: Waste generated in operations Category 6: Business travel Category 7: Employee commuting Category 8: Upstream leased assets Category 9: Downstream transportation and distribution Category 10: Processing of sold products Category 11: Use of sold products Category 12: End-of-life treatment of sold products Category 13: Downstream leased assets Category 14: Franchises Category 15: Investments [does not appear to FS] Other (upstream) Other (downstream) | Select from drop-down options below |

| | | | | | | | |
|---|--|--|---|--|---|---|---|
| 10 | 11 | 12 | 13-29 | 30 | 31 | 32 | 33 |
| Base year | Intensity figure in base year for Scope 1 (metric tons CO₂e per unit of activity) | Intensity figure in base year for Scope 2 (metric tons CO₂e per unit of activity) | Intensity figure in base year for Scope 3, Category [...] (metric tons CO₂e per unit of activity)* [One column for each Scope 3 category] | Intensity figure in base year for total Scope 3 (metric tons CO₂e per unit of activity) | Intensity figure in base year for all selected Scopes (metric tons CO₂e per unit of activity) | % of total base year emissions in Scope 1 covered by this Scope 1 intensity figure | % of total base year emissions in Scope 2 covered by this Scope 2 intensity figure |
| Numerical field [enter a number between 1900- 2023] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] |

| | | | | | | | |
|---|---|---|--|--|---|---|---|
| 34-50 | 51 | 52 | 53 | 54 | 55 | 56 | 57 |
| % of total base year emissions in Scope 3, Category [...] covered by this Scope 3, Category [...] intensity figure* [One column for each Scope 3 category] | % of total base year emissions in Scope 3 (in all Scope 3 categories) covered by this total Scope 3 intensity figure | % of total base year emissions in all selected Scopes covered by this intensity figure | Target year | Targeted reduction from base year (%) | Intensity figure in target year for all selected Scopes (metric tons CO₂e per unit of activity) [auto-calculated] | % change anticipated in absolute Scope 1+2 emissions | % change anticipated in absolute Scope 3 emissions |
| Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Numerical field [enter a number between 2018-2100] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Numerical field [0-999,999,999,999] | Percentage field [enter a percentage from -999-999 using a maximum of 2 decimal places] | Percentage field [enter a percentage from -999-999 using a maximum of 2 decimal places] |

| | | | | | | | |
|--|--|--|--|--|---|---|---|
| 58 | 59 | 60-76 | 77 | 78 | 79 | 80 | 81 |
| Intensity figure in reporting year for Scope 1 (metric tons CO₂e per unit of activity) | Intensity figure in reporting year for Scope 2 (metric tons CO₂e per unit of activity) | Intensity figure in reporting year for Scope 3, Category [...] (metric tons CO₂e per unit of activity)* [One column for each Scope 3 category] | Intensity figure in reporting year for total Scope 3 (metric tons CO₂e per unit of activity) | Intensity figure in reporting year for all selected Scopes (metric tons CO₂e per unit of activity) | Does this target cover any land-related emissions? | % of target achieved relative to base year [auto-calculated] | Target status in reporting year |
| Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 10 decimal places and no commas] | Select from: <ul style="list-style-type: none"> Yes, it covers land-related emissions only (e.g. FLAG SBT) Yes, it covers land-related and non-land related emissions (e.g. SBT approved before the release of FLAG target-setting guidance) Yes, it covers land-related CO₂ emissions/removals associated with bioenergy and non-land related emissions (e.g. non-FLAG SBT with bioenergy) | Percentage field | Select from: <ul style="list-style-type: none"> New Underway Achieved Expired Revised Replaced Retired |

| 58 | 59 | 60-76 | 77 | 78 | 79 | 80 | 81 |
|---|---|---|---|---|--|--|---------------------------------|
| Intensity figure in reporting year for Scope 1 (metric tons CO ₂ e per unit of activity) | Intensity figure in reporting year for Scope 2 (metric tons CO ₂ e per unit of activity) | Intensity figure in reporting year for Scope 3, Category [...] (metric tons CO ₂ e per unit of activity)* [One column for each Scope 3 category] | Intensity figure in reporting year for total Scope 3 (metric tons CO ₂ e per unit of activity) | Intensity figure in reporting year for all selected Scopes (metric tons CO ₂ e per unit of activity) | Does this target cover any land-related emissions? | % of target achieved relative to base year [auto-calculated] | Target status in reporting year |
| | | | | | <ul style="list-style-type: none"> No, it does not cover any land-related emissions (e.g. non-FLAG SBT) | | |

| 82 | 83 | 84 |
|--|---|--|
| Please explain target coverage and identify any exclusions | Plan for achieving target, and progress made to the end of the reporting year | List the emissions reduction initiatives which contributed most to achieving this target |
| Text field [maximum 5,000 characters] | Text field [maximum 2,400 characters] | Text field [maximum 2,400 characters] |

[Add row]

*This column only appears if you select one of the “Yes...” options in column “Is this a science-based target?”

Intensity metric drop-down options:

Select one of the following options:

- Grams CO₂e per revenue passenger kilometer
- Metric tons CO₂e per USD(\$) value-added
- Metric tons CO₂e per square meter
- Metric tons CO₂e per metric ton of aluminum
- Metric tons CO₂e per metric ton of steel
- Metric tons CO₂e per metric ton of cement
- Metric tons CO₂e per metric ton of cardboard
- Grams CO₂e per kilometer
- Metric tons CO₂e per unit revenue
- Metric tons CO₂e per unit FTE employee
- Metric tons CO₂e per unit hour worked
- Metric tons CO₂e per metric ton of product
- Metric tons of CO₂e per liter of product
- Metric tons CO₂e per unit of production
- Metric tons CO₂e per unit of service provided
- Metric tons CO₂e per square foot
- Metric tons CO₂e per kilometer
- Metric tons CO₂e per passenger kilometer
- Metric tons CO₂e per megawatt hour (MWh)
- Metric tons CO₂e per barrel of oil equivalent (BOE)
- Metric tons CO₂e per vehicle produced
- Metric tons CO₂e per metric ton of ore processed
- Metric tons CO₂e per ounce of gold

- Metric tons CO₂e per ounce of platinum
- Metric tons of CO₂e per metric ton of aggregate
- Metric tons of CO₂e per billion (currency) funds under management
- Other, please specify

Is this a science-based target? Drop-down options:

Select one of the following options:

- Yes, and this target has been approved by the Science Based Targets initiative
- Yes, we consider this a science-based target, and the target is currently being reviewed by the Science Based Targets initiative
- Yes, we consider this a science-based target, and we have committed to seek validation of this target by the Science Based Targets initiative in the next two years
- Yes, we consider this a science-based target, but we have not committed to seek validation of this target by the Science Based Targets initiative within the next two years
- No, but we are reporting another target that is science-based
- No, but we anticipate setting one in the next two years
- No, and we do not anticipate setting one in the next two years

C4.1b - Scoring criteria

Supplier Engagement Rating criteria

The following conditions must be met to be eligible for points:

Any option excluding 'No target' selected in question C4.1

Both columns 'Scope(s)' AND 'Target year' completed

i) Points will be awarded per Leadership points awarded for question C4.1b in [2023 CDP Climate Change methodology](#) - up to 3 points

ii) 'Category 1: Purchased goods and services' selected in column 'Scope 3 category(ies)' - 2 points

OR

Any of the following options selected in column 'Scope 3 category(ies)' - 1 point

- 'Category 2: Capital goods'
- 'Category 3: Fuel-and-energy-related activities (not included in Scopes 1 or 2)'
- 'Category 4: Upstream transportation and distribution'
- 'Category 5: Waste generated in operations'
- 'Category 6: Business travel'
- 'Category 7: Employee commuting'
- 'Category 8: Upstream leased assets'

Please note: If an organizations' CDP Climate Change 2023 overall score is a C or lower, 0/3 points will be awarded for criterion (i)

Please note [Financial Services only]: Financial Services companies will be scored out of 2 points for criterion (i) in the 2023 Supplier Engagement Rating methodology - see question C4.1b in the [2023 CDP Climate Change Financial Services methodology](#) . As a result, if an organizations' CDP Climate Change 2023 overall score is a C or lower, 0/2 points will be awarded for criterion (i).

Point Allocation

| Disclosure numerator | Disclosure denominator |
|----------------------|------------------------|
| 4 or 5 | 4 or 5 |

Other climate-related targets

(C4.2) Did you have any other climate-related targets that were active in the reporting year?

Response options

Select all that apply from the following options:

- Target(s) to increase low-carbon energy consumption or production
- Target(s) to reduce methane emissions
- Net-zero target(s)
- Other climate-related target(s)
- No other climate-related targets

C4.2 - Scoring criteria

Supplier Engagement Rating criteria

'No target' selected in question C4.1 AND 'No other climate-related targets' selected – 0/1 points

OR

Any other option selected - 0/0 points

Point Allocation

| Disclosure numerator | Disclosure denominator |
|----------------------|------------------------|
| 0 | 0 or 1 |

(C4.2b) Provide details of any other climate-related targets, including methane reduction targets.

Question dependencies

This question only appears if you select “Other climate-related target(s)” or “Target(s) to reduce methane emissions” in response to C4.2.

Response options

Please complete the following table. The table is displayed over several rows for readability. You are able to add rows by using the “Add Row” button at the bottom of the table.

| 1 | 2 | 3 | 4 | 5a | 5b | 6 |
|-------------------------|---|---|--|--|--|---|
| Target reference number | Year target was set | Target coverage | Target type: absolute or intensity | Target type: category | Metric (target numerator if reporting an intensity target) | Target denominator (intensity targets only) |
| Oth1 – Oth100 | Numerical field [enter a number between 1900- 2023] | Select from: <ul style="list-style-type: none"> Company-wide Business division Business activity Site/facility Country/area/region Product level Other, please specify | Select from: <ul style="list-style-type: none"> Absolute Intensity | Select from: <ul style="list-style-type: none"> Energy productivity Energy consumption or efficiency Renewable fuel production Renewable fuel consumption Waste management Resource consumption or efficiency Low-carbon vehicles Low-carbon buildings Land use change Methane reduction target Fossil fuel reduction target Engagement with suppliers Engagement with customers R&D investments Green finance Other, please specify | Select from drop-down options below | Select from drop-down options below |

| 7 | 8 | 9 | 10 | 11 | 12 |
|--|--|--|--|--|--|
| Base year | Figure or percentage in base year | Target year | Figure or percentage in target year | Figure or percentage in reporting year | % of target achieved relative to base year [auto-calculated] |
| Numerical field [enter a number between 1900-2023] | Numerical field [enter a number from 0-999,999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number between 2018-2100] | Numerical field [enter a number from 0-999,999,999,999,999 using a maximum of 10 decimal places and no commas] | Numerical field [enter a number from 0-999,999,999,999,999 using a maximum of 10 decimal places and no commas] | Percentage field |

| 13 | 14 | 15 | 16 | 17 | 18 |
|---|---|---|--|---|--|
| Target status in reporting year | Is this target part of an emissions target? | Is this target part of an overarching initiative? | Please explain target coverage and identify any exclusions | Plan for achieving target, and progress made to the end of the reporting year | List the actions which contributed most to achieving this target |
| Select from: <ul style="list-style-type: none"> • New • Underway • Achieved • Expired • Revised • Replaced • Retired | Text field [maximum 2,400 characters [Emissions reduction target ID] | Select all that apply: <ul style="list-style-type: none"> • EP100 • EV100 • Below50 – sustainable fuels • Science Based Targets initiative – approved supplier engagement target • Science Based Targets initiative – approved customer engagement target • Science Based targets initiative - other • Reduce short-lived climate pollutants • Remove deforestation • Low-Carbon Technology Partnerships initiative • No, it's not part of an overarching initiative • Other, please specify | Text field [maximum 2,400 characters] | Text field [maximum 2,500 characters] | Text field [maximum 2,500 characters] |

[Add Row]

Metric (target numerator if reporting an intensity target) drop-down options:

Select one of the following options:

| | |
|--|---|
| Energy productivity <ul style="list-style-type: none"> • GDP • USD (\$) value-added • units of revenue • ounces of gold • ounces of platinum • metric tons of aggregate • metric tons of aluminum • metric tons of steel • metric tons of cement • metric tons of cardboard • metric tons of product • metric tons of ore processed • square meters • kilometers • passenger kilometers • revenue passenger kilometers • liters of product • units of production • units of service provided • square feet • megawatt hours (MWh) • barrel of oil equivalents (BOE) • ton of oil equivalents (TOE) | Low-carbon buildings <ul style="list-style-type: none"> • Percentage of net zero carbon buildings • Percentage of net zero energy buildings • Percentage of buildings with a green building certificate • Other, please specify Land use change <ul style="list-style-type: none"> • hectares reforested • hectares afforested • hectares restored • Percent of supply chain compliant with zero gross deforestation • Other, please specify Methane reduction target <ul style="list-style-type: none"> • cubic meters of methane vented • cubic meters of methane leaked • cubic meters of methane flared • Total methane emissions in m3 • Total methane emissions in CO₂e • Methane leakage rate (%) • Other, please specify Fossil fuel reduction target <ul style="list-style-type: none"> • cubic meters of natural gas consumed • metric tons of coal consumed |
|--|---|

- ton of coal equivalents (TCE)
- Other, please specify

Energy consumption or efficiency

- kWh
- MWh
- GJ
- million Btu
- boe
- toe
- tce
- Gcal
- Other, please specify

Renewable fuel production

- metric tons of solid biomass
- liters of liquid biofuel
- cubic meters of biogas
- cubic meters of hydrogen
- Other, please specify

Renewable fuel consumption

- metric tons of solid biomass
- liters of liquid biofuel
- cubic meters of biogas
- cubic meters of hydrogen
- Percentage of total fuel consumption that is from renewable sources
- Other, please specify

Waste management

- metric tons of waste diverted from landfill
- metric tons of waste recycled
- metric tons of waste reused
- metric tons of waste generated
- Percentage of total waste generated that is recycled
- Percentage of sites operating at zero-waste to landfill
- Other, please specify

Resource consumption or efficiency

- Percentage of paper from recycled or certified sustainable sources
- metric tons of paper consumed
- Percentage of plastic from recycled sources
- metric tons of plastic consumed
- Percentage of packaging from recycled or certified sustainable sources
- metric tons of packaging consumed
- Other, please specify

- barrels of oil consumed
- Percentage of fossil fuels in the fuel mix
- Other, please specify

Engagement with suppliers

- Percentage of suppliers (by emissions) disclosing their GHG emissions
- Percentage of suppliers (by procurement spend) disclosing their GHG emissions
- Percentage of suppliers (by emissions) setting emissions reduction targets
- Percentage of suppliers (by procurement spend) setting emissions reductions targets
- Percentage of suppliers (by emissions) with a science-based target
- Percentage of suppliers (by procurement spend) with a science-based target
- Percentage of suppliers (by emissions) actively engaged on climate-related issues
- Percentage of suppliers (by procurement spend) actively engaged on climate-related issues
- Other, please specify

Engagement with customers

- Percentage of customers (by emissions) disclosing their GHG emissions
- Percentage of customers (by emissions) setting emissions reduction targets
- Percentage of customers (by emissions) with a science-based target
- Percentage of customers (by emissions) actively engaged on climate-related issues
- Other, please specify

R&D investments

- Percentage of annual revenue invested in R&D of low-carbon products/services
- US\$ invested in R&D of low-carbon products/services
- Percentage of R&D budget/portfolio dedicated to low-carbon products/services
- Other, please specify

Green finance

- Total amount of green bonds outstanding (green bond ratio)
- Percentage of green bonds
- Total amount of green debt instruments outstanding (green debt ratio)
- Percentage of green debt instruments
- Green finance raised and facilitated (denominated in currency)
- Green investments (denominated in currency)
- Percentage of green investments
- Other, please specify

Low-carbon vehicles

- Percentage of low-carbon vehicles in company fleet
- Percentage of low-carbon vehicles sold
- Percentage of company fleet using biofuel
- Percentage of battery electric vehicles in company fleet
- Percentage of conventional hybrids in company fleet
- Percentage of plug-in hybrids in company fleet
- Percentage of fuel cell electric vehicles in company fleet
- Percentage of company facilities with electric vehicle infrastructure
- Other, please specify

Target denominator (intensity targets only) drop-down options:

Select one of the following options:

- KWh
- MWh
- GJ
- Btu
- boe
- toe
- tce
- Gcal
- revenue passenger kilometer
- USD(\$) value-added
- square meter
- metric ton of aluminum
- metric ton of steel
- metric ton of cement
- metric ton of cardboard
- unit revenue
- unit FTE employee
- unit hour worked
- metric ton of product
- liter of product
- unit of production
- unit of service provided
- square foot
- kilometer
- passenger kilometer
- megawatt hour (MWh)
- barrel of oil equivalent (BOE)
- vehicle produced
- metric ton of ore processed
- ounce of gold
- ounce of platinum
- metric ton of aggregate
- billion (currency) funds under management

- hectare
- metric ton of waste
- liter of fuel
- year
- total amount of bonds outstanding at the end of the reporting period
- total amount of debt outstanding at the end of the reporting period
- Other, please specify

C4.2b - Scoring criteria

Supplier Engagement Rating criteria

[ROUTE A]

The following conditions must be met to be eligible for points:
 'Other climate-related target(s)' selected in question C4.2 AND

All of the following columns completed

- 'Target type: category'
- 'Target year'
- 'Figure or percentage in target year'

'Engagement with suppliers' selected in column 'Target type: category' - 2 points

OR

[ROUTE B]

'Net-zero target(s)' selected in question C4.2 - 0/0 points

Point Allocation

| Disclosure numerator | Disclosure denominator |
|----------------------|------------------------|
| 0 or 2 | 0 or 2 |

Scope 3 emissions

Scope 3 emissions data

(C6.5) Account for your organization's Scope 3 emissions, disclosing and explaining any exclusions.

Response options

Please complete the following table:

| Scope 3 category | Evaluation status | Emissions in reporting year (metric tons CO ₂ e) | Emissions calculation methodology | Percentage of emissions calculated using data obtained from suppliers or value chain partners | Please explain |
|---|--|---|--|---|---------------------------------------|
| Purchased goods and services | Select from: <ul style="list-style-type: none"> Relevant, calculated Relevant, not yet calculated Not relevant, calculated Not relevant, explanation provided Not evaluated | Numerical field [enter a number from 0-999,999,999,999 using a maximum of 3 decimal places and no commas] | Select all that apply: <ul style="list-style-type: none"> Supplier-specific method Hybrid method Average data method Spend-based method Average product method Average spend-based method Fuel-based method Distance-based method Waste-type-specific method Asset-specific method Lessor-specific method Site-specific method Methodology for direct use phase emissions, please specify Methodology for indirect use phase emissions, please specify Franchise-specific method Investment-specific method Other, please specify | Numerical field [enter a number from 0-100 using a maximum of 2 decimal places and no commas] | Text field [maximum 2,400 characters] |
| Capital goods | | | | | |
| Fuel-and-energy-related activities (not included in Scope 1 or 2) | | | | | |
| Upstream transportation and distribution | | | | | |

| | | | | | |
|---|--|--|--|--|--|
| Waste generated in operations | | | | | |
| Business travel | | | | | |
| Employee commuting | | | | | |
| Upstream leased assets | | | | | |
| Downstream transportation and distribution | | | | | |
| Processing of sold products | | | | | |
| Use of sold products | | | | | |
| End of life treatment of sold products | | | | | |
| Downstream leased assets | | | | | |
| Franchises | | | | | |
| Investments [row hidden for FS sector companies, data point requested in C-FS14.1a] | | | | | |
| Other (upstream) | | | | | |
| Other (downstream) | | | | | |

C6.5 - Scoring criteria

Supplier Engagement Rating criteria

i) 'Relevant, calculated' selected in column 'Evaluation status' AND both columns 'Emissions in reporting year (metric tons CO2e)' AND 'Emissions calculation methodology' contain data in row 'Purchased goods and services' - 0.5 points

ii) (Please note: Points will be awarded per row for criterion (ii))

Either 'Relevant, calculated' OR 'Not relevant, calculated' selected in column 'Evaluation status' AND

Both columns 'Emissions in reporting year (metric tons CO2e)' AND 'Emissions calculation methodology' contain data in each of the following rows - 0.5 points

- 'Capital goods'
- 'Fuel-and-energy-related activities (not included in Scope 1 or 2)'
- 'Upstream transportation and distribution'
- 'Waste generated in operations'
- 'Business travel'
- 'Employee commuting'
- 'Upstream leased assets'

OR

'Not relevant, explanation provided' selected in column 'Evaluation status' AND text answer provided in column 'Please explain' in each of the following rows - 0.25 points

- 'Capital goods'
- 'Fuel-and-energy-related activities (not included in Scope 1 or 2)'
- 'Upstream transportation and distribution'
- 'Waste generated in operations'
- 'Business travel'

- 'Employee commuting'
- 'Upstream leased assets'

OR

Any other situation - 0 points

Please note: The final score for this question is the sum of the individual scores for the following rows:

- 'Purchased goods and services'
- 'Capital goods'
- 'Fuel-and-energy-related activities (not included in Scope 1 or 2)'
- 'Upstream transportation and distribution'
- 'Waste generated in operations'
- 'Business travel'
- 'Employee commuting'
- 'Upstream leased assets'

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 4 | 4 |

Verification

Scope 3 emissions verification

(C10.1) Indicate the verification/assurance status that applies to your reported emissions

Response options

Please complete the following table:

| Scope | Verification/assurance status |
|--|---|
| Scope 1 | Select from: <ul style="list-style-type: none">• No emissions data provided• No third-party verification or assurance• Third-party verification or assurance process in place |
| Scope 2 (location-based or market-based) | Select from: <ul style="list-style-type: none">• No emissions data provided• No third-party verification or assurance• Third-party verification or assurance process in place |
| Scope 3 | Select from: <ul style="list-style-type: none">• No emissions data provided• No third-party verification or assurance• Third-party verification or assurance process in place |

C10.1 Scoring criteria

Supplier Engagement Rating criteria

'Third-party verification or assurance process in place' selected in column 'Verification/assurance status' in row 'Scope 3' - 1 point

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 1 | 1 |

(C10.1c) Provide further details of the verification/assurance undertaken for your Scope 3 emissions and attach the relevant statements.

Question dependencies

This question only appears if you select “Third-party verification or assurance process in place” for Scope 3 emissions in response to C10.1.

Response options

Please complete the following table. You are able to add rows by using the “Add Row” button at the bottom of the table.

| Scope 3 category | Verification or assurance cycle in place | Status in the current reporting year | Type of verification or assurance | Attach the statement | Page/ section reference | Relevant standard | Proportion of reported emissions verified (%) |
|---|--|--|---|---------------------------|-------------------------------------|-------------------------------------|---|
| Select all that apply: <ul style="list-style-type: none"> • Scope 3: Purchased goods and services • Scope 3: Capital goods • Scope 3: Fuel and energy-related activities (not included in Scopes 1 or 2) • Scope 3: Upstream transportation and distribution • Scope 3: Waste generated in operations • Scope 3: Business travel • Scope 3: Employee commuting • Scope 3: Upstream leased assets • Scope 3: Investments • Scope 3: Downstream transportation and distribution • Scope 3: Processing of sold products • Scope 3: Use of sold products • Scope 3: End-of-life treatment of sold products • Scope 3: Downstream leased assets • Scope 3: Franchises | Select from: <ul style="list-style-type: none"> • Annual process • Biennial process • Triennial process | Select from: <ul style="list-style-type: none"> • No verification or assurance of current reporting year • Underway but not complete for current reporting year – first year it has taken place • Underway but not complete for reporting year – previous statement of process attached • Complete | Select from: <ul style="list-style-type: none"> • Not applicable • Limited assurance • Moderate assurance • Reasonable assurance • High assurance • Third party verification/assurance underway | Attach your document here | Text field [maximum 500 characters] | Select from drop-down options below | Numerical field [enter a number from 0-100 using no decimals or commas] |

[Add Row]

Relevant standard drop-down options:

- AA1000AS

- ABNT NBR ISO 14064-3:2007 (Associação Brasileira de Normas Técnicas)
- Advanced technologies promotion Subsidy Scheme with Emission reduction Target (ASSET)
- Airport Carbon Accreditation (ACA) des Airports Council International Europe
- Alberta Technology Innovation and Emissions Reduction (TIER)
- ASAE3000
- Attestation standards established by AICPA (AT105)
- Australian National GHG emission regulation (NGER)
- California Mandatory GHG Reporting Regulations (CARB)
- Canadian Institute of Chartered Accountants (CICA) Handbook: Assurance Section 5025
- Carbon Trust Standard
- Chicago Climate Exchange (CCX) verification standard
- The Climate Registry's General Verification Protocol (also known as California Climate Action Registry (CCAR))
- Compagnie Nationale des Commissaires aux Comptes (CNCC)
- Corporate GHG verification guidelines from ERT
- DNV VeriSustain Protocol/ Verification Protocol for Sustainability Reporting
- Dutch Standard 3000A
- Earthcheck Certification
- ERM GHG Performance Data Assurance Methodology
- European Union Emissions Trading System (EU ETS)
- IDW PS 821: IDW Prüfungsstandard: Grundsätze ordnungsmäßiger Prüfung oder prüferischer Durchsicht von Berichten im Bereich der Nachhaltigkeit
- IDW AsS 821: IDW Assurance Standard: Generally Accepted Assurance Principles for the Audit or Review of Reports on Sustainability Issues
- ISAE3000
- ISAE 3410
- ISO14064-1
- ISO14064-3
- Japan voluntary emissions trading scheme (JVETS) guideline for verification
- Korean GHG and energy target management system
- NMX-SAA-14064-3-IMNC: Instituto Mexicano de Normalización y Certificación A.C
- RevR6 procedure for assurance of sustainability report
- Saitama Prefecture Target-Setting Emissions Trading Program
- SGS Sustainability Report Assurance
- Spanish Institute of Registered Auditors (ICJCE)
- SSAE 3000
- Standard 3810N Assurance engagements relating to sustainability reports of the Royal Netherlands Institute of Registered Accountants
- State of Israel Ministry of Environmental Protection, Verification of GHG and emissions reduction in Israel Guidance Document
- Swiss Climate CO2 Label for Businesses
- Thai Greenhouse Gas Management Organisation (TGO) Greenhouse Gas (GHG) Verification Protocol
- Toitū Envirocare's carbonreduce certification standard
- Tokyo Emissions Trading Scheme
- Other, please specify

C10.1c - Scoring criteria

Supplier Engagement Rating criteria

Points will be awarded per Leadership points awarded for question C10.1c in [2023 CDP Climate Change methodology](#) - 0.5 points

Point Allocation

| Disclosure numerator | Disclosure denominator |
|----------------------|------------------------|
| 0.5 | 0.5 |

Supplier Engagement

Value chain engagement

(C12.1) Do you engage with your value chain on climate-related issues?

Response options

Select all that apply from the following options:

- Yes, our suppliers
- Yes, our customers/clients
- Yes, our investees [Financial services only]
- Yes, other partners in the value chain
- No, we do not engage

C12.1 - Scoring criteria

Supplier Engagement Rating criteria

'Yes, our suppliers' selected - 1 point

Please note: If 'No, we do not engage' selected in question C12.1, organizations cannot obtain any higher than a D for the 2023 Supplier Engagement Rating final score.

Point Allocation

| Disclosure numerator | Disclosure denominator |
|----------------------|------------------------|
| 1 | 1 |

(C12.1a) Provide details of your climate-related supplier engagement strategy.

Question dependencies

This question only appears if you select “Yes, our suppliers” in response to C12.1.

Response options

Please complete the following table. You are able to add rows by using the “Add Row” button at the bottom of the table

| Type of engagement | Details of engagement | % of suppliers by number | % total procurement spend (direct and indirect) | % of supplier-related Scope 3 emissions as reported in C6.5 | Rationale for the coverage of your engagement | Impact of engagement, including measures of success | Comment |
|--|--|--|--|--|---|---|---------------------------------------|
| Select from: <ul style="list-style-type: none"> ● Information collection (understanding supplier behavior) ● Engagement & incentivization (changing supplier behavior) ● Innovation & collaboration (changing markets) ● Other, please specify | Select all that apply: <p>Information collection (understanding supplier behavior)</p> <ul style="list-style-type: none"> ● Collect GHG emissions data at least annually from suppliers ● Collect targets information at least annually from suppliers ● Collect climate-related risk and opportunity information at least annually from suppliers ● Collect climate transition plan information at least annually from suppliers ● Collect other climate related information at least annually from suppliers ● Other, please specify <p>Engagement & incentivization (changing supplier behavior)</p> <ul style="list-style-type: none"> ● Run an engagement campaign to educate suppliers about climate change ● Provide training, support, and best practices on how to make credible renewable energy usage claims ● Provide training, support, and best practices on how to set science-based targets ● Directly work with suppliers on exploring corporate renewable energy sourcing mechanisms ● Climate change performance is featured in supplier awards scheme ● Offer financial incentives for suppliers who reduce your | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Text field [maximum 2,400 characters] | Text field [maximum 2,400 characters] | Text field [maximum 2,400 characters] |

| Type of engagement | Details of engagement | % of suppliers by number | % total procurement spend (direct and indirect) | % of supplier-related Scope 3 emissions as reported in C6.5 | Rationale for the coverage of your engagement | Impact of engagement, including measures of success | Comment |
|--------------------|---|--------------------------|---|---|---|---|---------|
| | <p>operational emissions (Scopes 1 & 2)</p> <ul style="list-style-type: none"> • Offer financial incentives for suppliers who reduce your downstream emissions (Scopes 3) • Offer financial incentives for suppliers who reduce your upstream emissions (Scopes 3) • Offer financial incentives for suppliers who increase the share of renewable energy in their total energy mix • Offer financial incentives for suppliers who develop/adopt a climate transition plan • Facilitate adoption of a unified climate transition approach with suppliers • Other, please specify <p>Innovation & collaboration (changing markets)</p> <ul style="list-style-type: none"> • Run a campaign to encourage innovation to reduce climate impacts on products and services • Collaborate with suppliers on innovative business models to source renewable energy • Invest jointly with suppliers in R&D of relevant low-carbon technologies • Other, please specify | | | | | | |

[Add Row]

C12.1a - Scoring criteria

Supplier Engagement Scoring criteria

i) For each of the following columns completed - 0.25 points

- 'Type of engagement'
- 'Details of engagement'
- '% of suppliers by number'
- Either '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5'

If full points have been awarded in criterion (i) additional points will be awarded for the following one criterion:

ii)

[ROUTE A]

'Information collection (understanding supplier behavior)' selected in column 'Type of engagement' AND
Figure equal to or greater than 49 provided in either column '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5' - 6 points

OR

'Information collection (understanding supplier behavior)' selected in column 'Type of engagement' AND
Figure greater than 0 AND less than 49 provided in either column '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5' - 2 points

OR

'Information collection (understanding supplier behavior)' selected in column 'Type of engagement' AND
Figure of 0 provided in either column '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5' - 0 points

OR

[ROUTE B]

'Engagement & incentivization (changing supplier behavior)' selected in column 'Type of engagement' AND
Figure equal to or greater than 39 provided in either column '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5' - 8 points

OR

'Engagement & incentivization (changing supplier behavior)' selected in column 'Type of engagement' AND
Figure greater than 0 AND less than 39 provided in either column '% of total procurement spend (direct and indirect)' OR '% Scope 3 emissions as reported in C6.5' - 4 points

OR

'Engagement & incentivization (changing supplier behavior)' selected in column 'Type of engagement' AND
Figure of 0 provided in either column '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5' - 0 points

OR

[ROUTE C]

'Innovation & collaboration (changing markets)' selected in column 'Type of engagement' AND
Figure equal to or greater than 39 provided in either column '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5' - 8 points

OR

'Innovation & collaboration (changing markets)' selected in column 'Type of engagement' AND
Figure greater than 0 AND less than 39 provided in either column '% of total procurement spend (direct and indirect)' OR '% Scope 3 emissions as reported in C6.5' - 6 points

OR

'Innovation & collaboration (changing markets)' selected in column 'Type of engagement' AND
Figure of 0 provided in either column '% of total procurement spend (direct and indirect)' OR '% of supplier-related Scope 3 emissions as reported in C6.5' - 0 points

One row scored

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 9 | 9 |

Climate-related requirements

(C12.2) Do your suppliers have to meet climate-related requirements as part of your organization's purchasing process?

Response options

Select one of the following options:

- Yes, climate-related requirements are included in our supplier contracts
- Yes, suppliers have to meet climate-related requirements, but they are not included in our supplier contracts
- No, but we plan to introduce climate-related requirements within the next two years
- No, and we do not plan to introduce climate-related requirements within the next two years

C12.2 - Scoring criteria

Supplier Engagement Rating criteria

'Yes, climate-related requirements are included in our supplier contracts' selected - 1 point

OR

'Yes, suppliers have to meet climate-related requirements, but they are not included in our supplier contracts' selected - 0.5 points

OR

'No, but we plan to...' selected – 0.25 points

OR

'No, and we do not plan to...' selected – 0/2 points

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 0 or 1 | 1 or 2 |

(C12.2a) Provide details of the climate-related requirements that suppliers have to meet as part of your organization’s purchasing process and the compliance mechanisms in place.

Question dependencies

This question only appears if any “Yes...” option is selected in response to C12.2.

Response options

Please complete the following table. You are able to add rows by using the “Add Row” button at the bottom of the table.

| Climate-related requirement | Description of this climate related requirement | % suppliers by procurement spend that have to comply with this climate-related requirement | % suppliers by procurement spend in compliance with this climate-related requirement | Mechanisms for monitoring compliance with this climate-related requirement | Response to supplier non-compliance with this climate-related requirement |
|-------------------------------------|---|--|--|---|---|
| Select from drop-down options below | Text field [maximum 1,500 characters] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Percentage field [enter a percentage from 0-100 using a maximum of 2 decimal places] | Select all that apply: <ul style="list-style-type: none"> • Certification • Supplier self-assessment • First-party verification • Second-party verification • Off-site third-party verification • On-site third-party verification • Grievance mechanism/Whistleblowing hotline • Supplier scorecard or rating • No mechanism for monitoring compliance • Other, please specify | Select from: <ul style="list-style-type: none"> • Exclude • No response • Retain and engage • Suspend and engage • Other, please specify |

[Add row]

Climate-related requirement drop-down options:

- Complying with regulatory requirements
- Climate-related disclosure through a public platform
- Climate-related disclosure through a non-public platform
- Fugitive emissions reductions
- Implementation of emissions reduction initiatives
- Measuring product-level emissions
- Purchasing renewable energy
- Setting a low-carbon energy target
- Meeting minimum emissions intensity standards for the supplied product or service
- Product Carbon Footprint (PCF) reductions
- Setting a science-based emissions reduction target
- Setting a renewable energy target
- Waste reduction and material circularity
- Other, please specify

C12.2a - Scoring criteria

Supplier Engagement Rating criteria

'Setting a science-based emissions reduction target' selected in column 'Climate-related requirement' - 4 points

OR

Any option excluding either 'Setting a science-based emissions reduction target' OR 'Other, please specify' selected in column 'Climate-related requirement' - 1 point

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 4 | 4 |

Climate Change Score

CDP Climate Change Score

(C1-C14) Points will be received based on the companies' 2023 CDP climate change score.

C1-C14 - Scoring criteria

Supplier Engagement Rating criteria

Points will be awarded per overall 2023 CDP Climate Change score as follows:

- A - 10 points
- A- - 9 points
- B - 6 points
- B- - 5 points
- C - 4 points
- C- - 3 points
- D - 2 points
- D- - 1 point
- F - 0 points

Point Allocation

| Numerator | Denominator |
|-----------|-------------|
| 10 | 10 |

Weightings

Each section has a specific weighting in the final SER score

| CDP questionnaire section | Weighting in the Supplier Engagement Rating |
|--|---|
| Governance | 20% |
| Targets | 15% |
| Scope 3 Emissions Accounting | 20% |
| Supplier Engagement | 35% |
| Overall CDP Climate Change performance | 10% |