

Sustainability 101

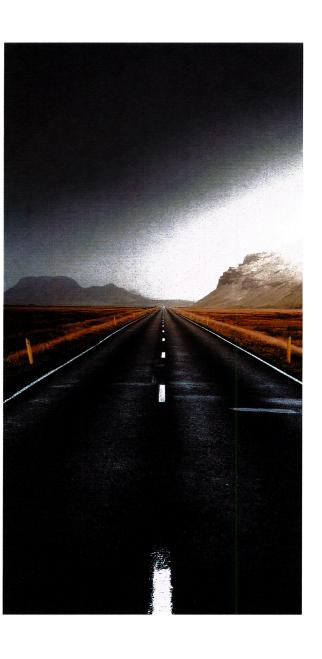
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AGENDA

What is Sustainability?

How Did We Get Here?

Who is Driving?

Where Do I Start?

When Do I Set Goals?

What Else Can I Do With the Data?

Lessons Learned

Sustainability [suh-stey-nuh-bil-i-tee] show IPA 4)

noun

- the ability to be sustained, supported, upheld, or confirmed.
- Environmental Science. the quality of not being harmful to the environment or depleting natural resources, and thereby supporting long-term ecological balance:

The committee is developing sustainability standards for products that use energy.

dictionary.com

What is Sustainability?



UN WORLD COMM. ON ENVIRONMENT AND DEVELOPMENT

Sustainable development is development that meets the needs of the present without compromising the ability of future generations to meet their own needs.



ENVIRONMENTAL PROTECTION AGENCY

To pursue sustainability is to create and maintain the conditions under which humans and nature can exist in productive harmony to support present and future generations.



US DEPARTMENT OF AGRICULTURE

Farming systems that are "capable of maintaining their productivity and usefulness to society indefinitely. Such systems... must be resource-conserving, socially supportive, commercially competitive, and environmentally sound.



HARVARD BUSINESS SCHOOL

Sustainability in business generally addresses two main categories - the effect business has on the environment and on society. The goal of a sustainable business strategy is to make a positive impact on either one of those areas.

People want to do well and do good. They want to understand how they're making a difference in the world. Things change all the time, but your organization's purpose transcends any individual product or service.

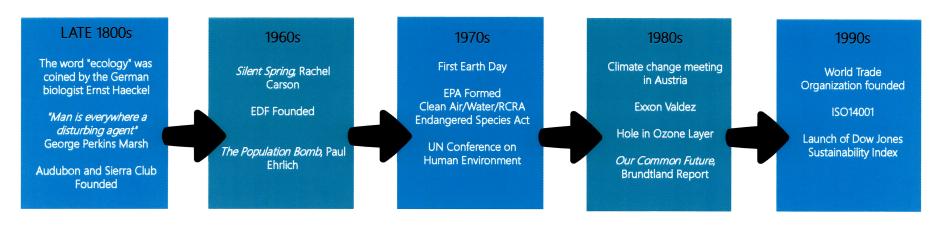
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Mark Weinberger, former CEO, Ernst & Young

How did we get here?



A sustainability focus in business didn't happen overnight, even though it sometimes feels like it did.

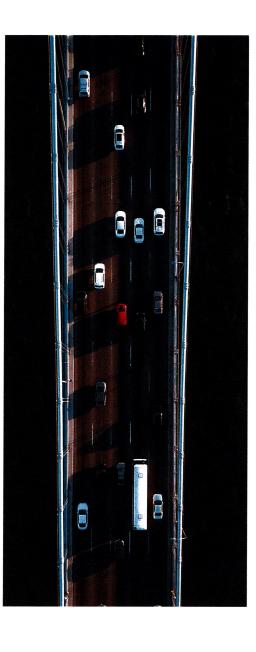


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Who's driving ACTION?



- Personal beliefs and opinions hitting the Board Room
- Part of "corporate citizenship"
- Impacts tied to company value



- Supplier Questionnaires (Walmart Project Gigaton)
- Preference based on Scope 3 impacts
- Consumers buying to reduce personal impact
- Social issues animal care, community relationships, etc.

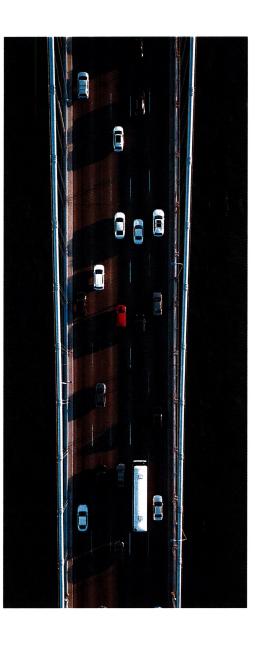


Employees

- Do well, do good
- 40% of millennials have already chosen a job based on sustainability performance of the company
- 70% say they would stay with a company if it had a strong sustainability plan (Hast Company, 2019)

https://www.walmartsustainabilityhub.com/project-gigaton





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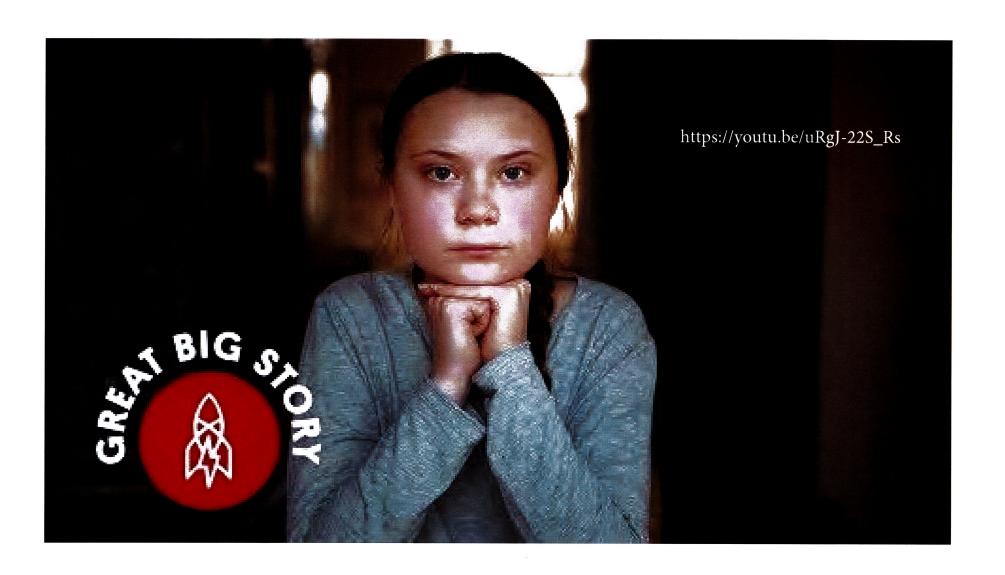


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Who's driving METHODOLOGY?



Global Reporting Initiative



Carbon Disclosure Project



World Resources Institute



Intergovernmental Panel on Climate Change



Sustainable Development Goals



Government Agencies
(especially outside US)

https://youtu.be/0XTBYMfZyrM



SUSTAINABLE DEVELOPMENT GENALS



Who's driving?



Global Reporting Initiative



Carbon Disclosure Project



World Resources Institute



Intergovernmental Panel on Climate Change



Sustainable Development Goals



Government Agencies
(especially outside US)

Where Do I Start?









MANAGEMENT

- Do your homework and have a plan.
- Sustainability reporting is a long-term commitment that requires thought and understanding.
- Success will require a financial commitment in the form of hours or tools. Be prepared.
- Assess your competitor's position ahead of time. Who? What? and How?
- Understand the level of commitment across the organization as a whole.
- Get a partner internal or external.



EMPLOYEES

- Opportunity to "do good" in their job.
- Educate. Teach. Train. Early and often.
- You need doers and dreamers in the process.
- Involvement improves adoption/ acceptance of any program.
- Building excitement for the program will get you through the tedious times.
- Employees will be doing the hard part...collecting data.
- Potential recruiting tool.



INITIATIVES

- What are your company values and mission statement?
- What do you want to be known for or what are you ALREADY known for?
- Start with areas of your greatest impacts.
- Understand and define reporting boundaries.
- Initiatives drive metrics.
 - Carbon footprint/GHG Emissions
 - Energy-Generation Mix
 - Water Use/Pollution/Waste Generation
 - Employee Injury Rates
 - Community Volunteer Hours



DATA/METRICS

- What inputs do you need for each defined metric?
- What industry standards have already been defined?
- There is much to be learned about your company and processes during data collection.
- Sometimes you can't get from Point A to Point B with the data you have.
- Create SOPs and guidance for what information is necessary.

UNILEVER SUSTAINABLE LIVING PLAN: PROGRESS IN 2019

HALF

REDUCING ENVIRONMENTAL IMPACT BY

The Unitever Sustainable Living Plan sets out to decouple our growth footprint, while increasing our positive social impact.

Our Plan has three big goals to achieve, underpinned by nine commitments and targets spanning our social, environmental and economic performance across the value chain. We will continue to work with others to focus on those areas where we can drive the biggest change and support the UN Sustainable Development Goals (SDGs).

More detail on our progress can be found in our online Sustainable Living Report 2019 at www.unitever.com/ sustainable-living.



O 56%

Reduce diarrhoeal and

●1.3BILLION

- Provide sale drinking
- Improve oral health
- mprove self-esteem
- Help improve skin heating

- Saturated fat: Reduce saturated fat
 Increase assential fatty acids
- Reduce saturated fat in more products
- Remove transfat
- Reduce sugar
- Reduce calonies:
- In children's ice cream
 In more ice cream products
- Provide healthy eating information

GREENHOUSE

Our products' lifecycle:

O+2% our greenhouse gas impa per consumer use has increased by around 2% since 2010*

Our manufacturing:

·65%



Become carbon positive in manufacturing:

Source grid electricity renewably

Make surplus energy available to communities

Reduce GHG from washing

Reformulation

Reduce GHG from transport

Reduce GHG from

Reduce energy consumption in our offices

Reduce employee travel

Eliminate coal from energy mix

Source all energy renewably

Reduce water use in the laundry Products that use less water

Reduce water use in agriculture

- manufacturing Zero non-hazardous waste to landfill
- or compostable plastic packaging
 - Reduce packaging
 - Recycle packaging: Increase recycling and Increase recycled content
 - Tackle sachet waste. @ Eliminate PVC
 - Reduce office waste
 - Reduce value
 Reduce paper consumption
 Eliminate paper in
 processes

SUSTAINABLE SOURCING

62%

9-32%

8

By 2030 our goal is to halve the environmental footprint of the making and use of our products

15 th... ♣©

WASTE

14 Planers

0

WATER

● +1%[†]

our water impact per consumer use has increased by around 1% since 2010

network will be at or below 2008 levels despite

Our manufacturing:

Ø -47%

⊘ -96%[†]



Rapeseed oil Reduce waste from Dairy

- ♠ Fairtrade Ben & Jerry's Cage-free eggs Reusable, recyclable

Improve employee health, nutrition and well-being Reduce workplace injuries

FAIRNESS IN THE WORKPLACE

4 324

070%

-4/6

ENHANCING LIVELIHOODS FOR

fréfré

MILLIONS

- Sustainable caim oil Paper and board Soy beans and soy oil
- Tea
- 6 From
- Vegetables ● Cocoa
- Sugar Supfigure oil
- - Increase sustainable sourcing of office materials
- Create framework for fair compensation

Source 100% of

OPPORTUNITIES INCLUSIVE BUSINESS

FOR WOMEN

5 **⊞**. **©**

2.34 MILLION

- Build a gender-balanced organisation with a focus on management
- Promote safety for women in communities where we operate
- Enhance access to training

793,000

1.81 MILLION

malt-scale retailers

enabled to access

- Activeved by ranger date
- On-plan for target date
- Off-plan for target date
- 6 % achieved by target date
- Our environmental targets are expressed on a "per consumer use" basis. This means a single use portion or serving of a product.
- In seven water-scarce countries representing around half the world's population.
- basis of preparation, see www.unitever.com



ACCURACY

- Define how the data should be gathered at a corporate and a site level.
- Spreadsheets are from the devil.
- Document everything and audit, audit, audit, if you can.
- If you are benchmarking against industry or competitor levels, try to understand their methodology.
- Gaps happen. Understand what they are and why they happened.



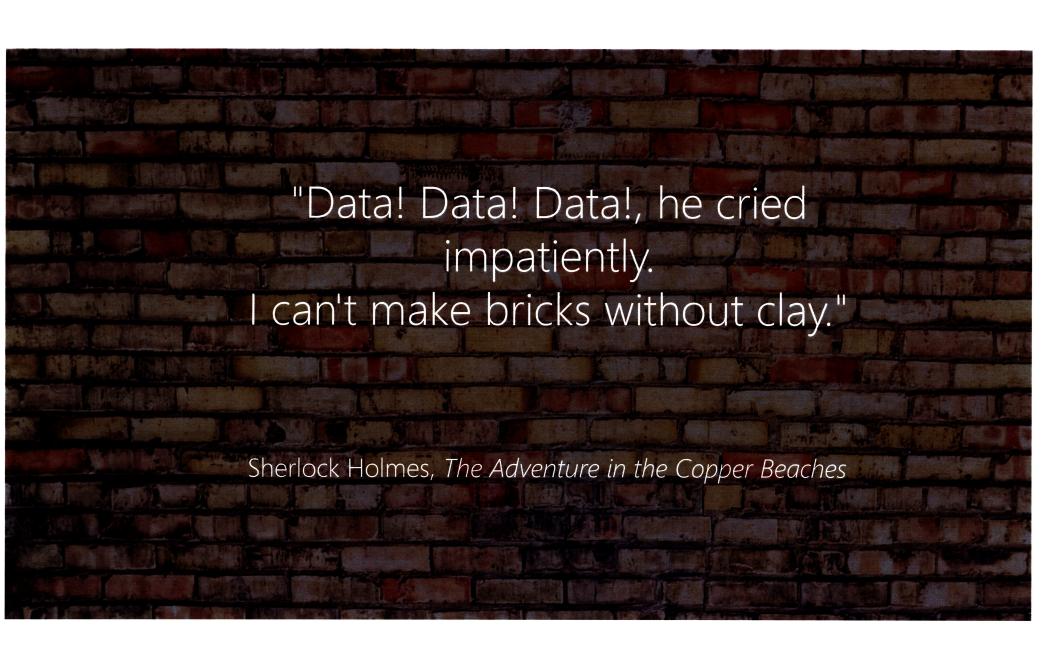
PROGRESS

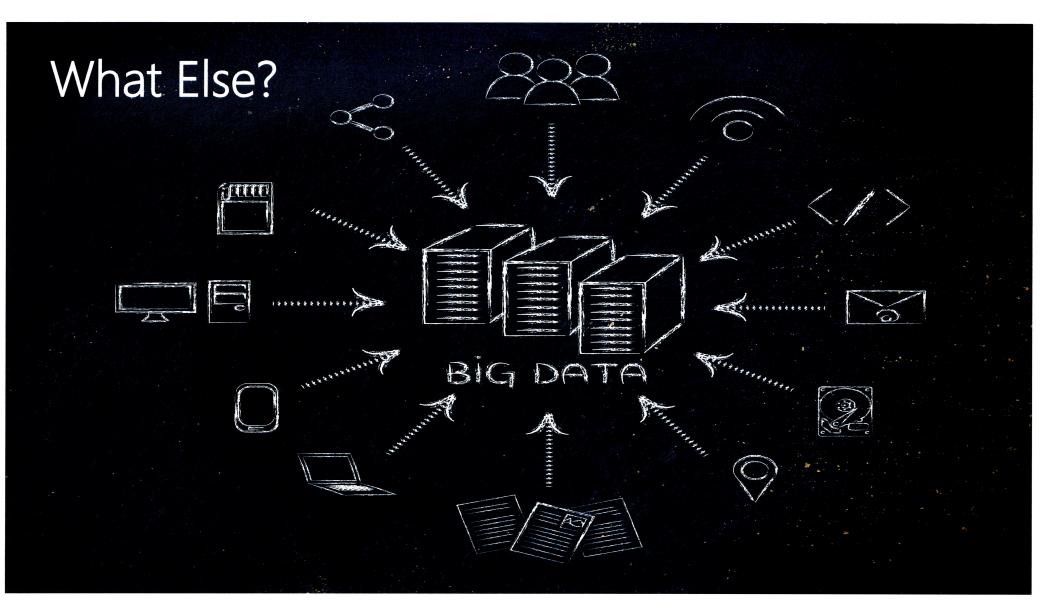
- You will learn things in the baseline year.
- Your ability to capture data will improve with understanding of the initiatives and metrics.
- Schedule a review and approval process prior to any communication of metrics.
- Adapt to the limitations of your data.
- Educate your employees on their personal impact to the metrics.
- Celebrate your wins...everyone starts somewhere.

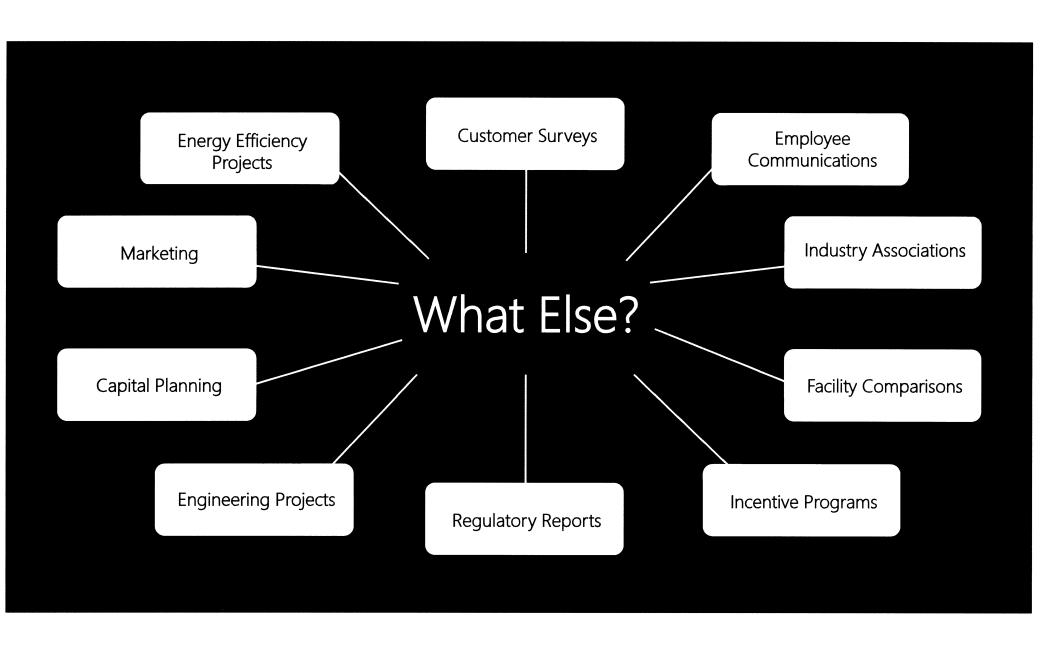
UNILEVER SUSTAINABLE LIVING PLAN: PROGRESS IN 2019



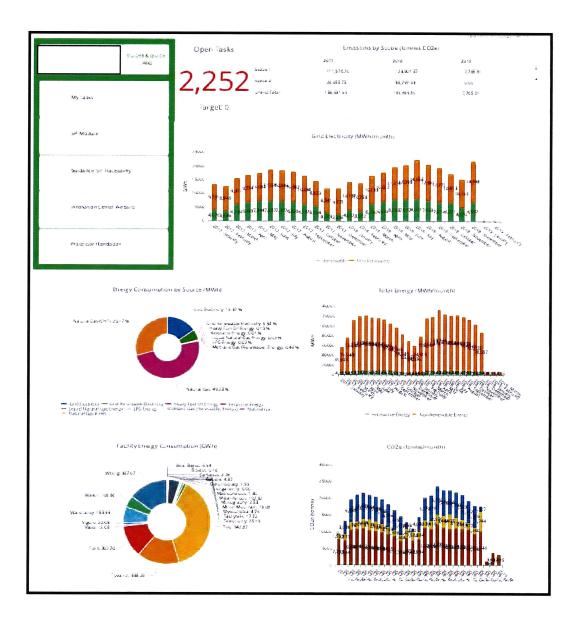
https://www.unilever.com/Images/uslp*performance-summary-2019_tcm244-549815_en.pdf















Lessons Learned



Mandatory reporting is coming...

If not by our regulators, then by our customers and consumers



Enlist help when you can...

Just Googling it is like drinking from a fire hose. You will waste valuable time trying to develop your strategy.



Develop a system that can grow with you.

Guidance documents, SOPs, protected spreadsheets; forma EHSQ software, etc.



Questions?

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