How benchmarks influence corporate human rights reporting and performance WBCSD Webinar – 25 April 2019





Webinar agenda

Introduction

Davide Fiedler, Manager, Social Impact, WBCSD

Benchmarking business performance on human rights

Dan Neale, Programme Director, Corporate Human Rights Benchmark (CHRB)

Q&A, discussion



200 global companies united around a common vision

9 billion people living well, and within the boundaries of our planet



WBCSD's Targeted Solutions

Programs

Projects



Circular Economy Factor10

Circular Economy Hub
Plastics*



Sustainable Cities

City Dialogues
Climate Action in Cities
SBT4buildings
Built Environment*

Transforming Mobility SiMPlify

Transforming Urban Mobility



Climate and Energy

Climate Action and Policy REscale Transforming Heavy Transport Natural Climate Solutions New Energy Solutions SBT4utilities



Food and Land Use

Food Reform for Sustainability and Health (FReSH) Climate Smart Agriculture Soft Commodities Forum Water Policy and Advocacy Water Solutions



Social Impact

Business and Human Rights
Future of Work

SDG

SDGs Action & Policy SDGs Sector Roadmaps

Sustainable Lifestyles

Sustainable Lifestyles



Business Decision-Making

Enterprise Risk Management Governance & Internal Oversight Measurement & Valuation Integrated Performance Management

External Disclosure

Assurance & Internal Controls
Purpose-driven Disclosure
Reporting matters
The Reporting Exchange
TCFD Preparer Forums

Investor Decision-Making

Aligning Retirement Assets

Sector Projects

Tire Industry Project Forest Solutions Group Global Agribusiness Alliance

Enabling Functions

Global Network, Partners, Member Relations, Outreach, Support



Business & Human Rights project

Value

Connect companies with the dynamic human rights landscape.

Facilitate peer-to-peer learning to capture, highlight and disseminate solutions.

Impact

Inspire, inform and advocate business action

Promote partnerships for impact

Voice

Inject a forward-thinking business voice into intergovernmental processes, governance and regulation.



Highlights: 2018





WECSD ANALYSIS
OF THE BUSINESS
& HUMAN RIGHTS
LANDSCAPE

***Control Andrew Control Andrew Contro

Interactive Business & Human Rights landscape



<u>Human rights deep-dive analysis in</u> <u>WBCSD Reporting matters 2019</u>

https://humanrights.wbcsd.org/



Highlights: 2019



Workshops & Events

20-21 March, Singapore

End August, India

September, Brazil



CEO Guide to Human Rights

To be launched on 20 June and translated to French, Portuguese and Spanish



Collaborations
Across WBCSD programs

Tech Against Trafficking initiative

UN Working Group on Business and Human Rights



Engagement opportunities

Human Rights System and Sector Leadership

Building human rights leadership into programs and projects across WBCSD

- Human rights priorities: Which topics are most relevant/salient in the specific context of the program/project's member companies and activities related to the project?
- Human rights narrative: What is the scope of the subject's impact on people, how people are affected, and which groups are most affected, where is the industry concentrated geographically?
- Collaborative opportunities: based on maturity of the discussion and feasibility within project. Could include mapping of salient issues; exchanges of best practice; position pieces (articles/publications/blogs); development of guidelines or standards.



Engagement opportunities

CEO Guide to Human Rights

A top-level overview for CEOs on the significance of the human rights agenda for business.

Aligns forward-thinking business around a compelling business case for engagement.

Issues an urgent call for action from WBCSD CEOs to their peers.











WBCSD CEO Guide to Human Rights

Drivers for Action Beyond Compliance



As a group with strong and global international operations, EDF Group has the willingness and the responsibility to preserve human dignity and make offering decent jobs the norm. We do it by being exemplary in our operations, and equally by expecting the same high standards from our suppliers, subcontractors and partners.

Jean-Bernard Levy CEO. EDF



WBCSD members benchmarked (*2018)





















































Agri, Food & Beverages results

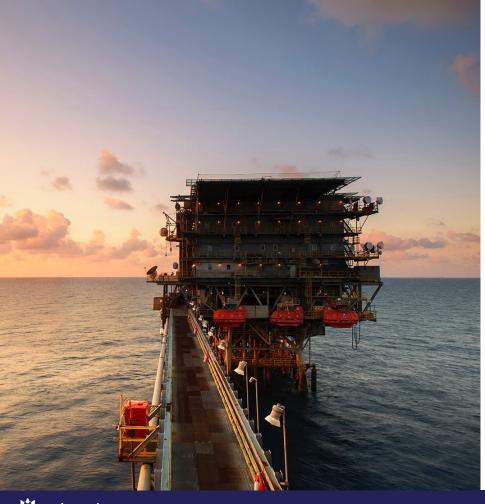
WBCSD	Corporate Human Rights Benchmark		Know The Chain	
Member	Score (max. 100)	Rank (of 38)	Score	Rank (of 38)
Unilever	67,3	2	69	1
Kellogg's	57,5	4	66	2
Nestlé	46,5	5	58	5
PepsiCo	43,3	6	49	7
Danone	37,3	9	38	11
ADM	29,8	13	22	24
Wal-Mart	23,7	18	54	6

Overall average score (CHRB) 25,5

WBCSD Average (CHRB) 43,6







Extractives **results**

WBCSD	Corporate Human Rights Benchmark		Responsible Mining Index	
Member	Score (max. 100)	Rank (of 41)	Score (max. 36)	Rank (of 30)
Vale	62,3	3	11,3	6
Eni	61,8	4		
Shell	55,1	5		
BP	48,8	8		
Total	46,5	9		
Equinor	34,8	15		
Exxon	18,5	24		
PTT	17,5	25		
Sinopec	4,8	36		
ArcelorMittal			7,7	17
Vedanta			8,4	14
Overall average score (CHRB)			29,4	
WBCSD Average (CHRB)			13,8	





ICT results

WBCSD	Know The Chain		Corporate Human Rights Benchmark
Member	Score (max. 100)	Rank (of 40)	scheduled for 2019
Apple	71	3	
Microsoft	61	7	
Hitachi	39	12	
Canon	16	29	

Overall average score (KTC) 32
WBCSD Average (KTC) 46,75



UK Modern Slavery Act FTSE100 (2017)

WBCSD Member		Score (in %)	Rank (of 99)	
Unilever		57,5	9	
ВТ		46,5	10	
BP		43,3	23	
Mondi		42,5	40	
Smurfit Kappa		37,3	83	
Overall average score of FTSE100 companies 31				
WBCSD average	45,4			
Highest score: Marks & Spencer			78	
Lowest score: Ferguson, Rightmove, GVC Holdings			dings 6	







WBCSD Webinar 25 Apr 2019

Dan Neale
CHRB Director

@rankBHR #chrb #bizhumanrights www.corporatebenchmark.org



The Corporate Human Rights Benchmark is a unique collaboration led by investors & civil society organisations dedicated to creating and publishing a public benchmark on corporate human rights performance

















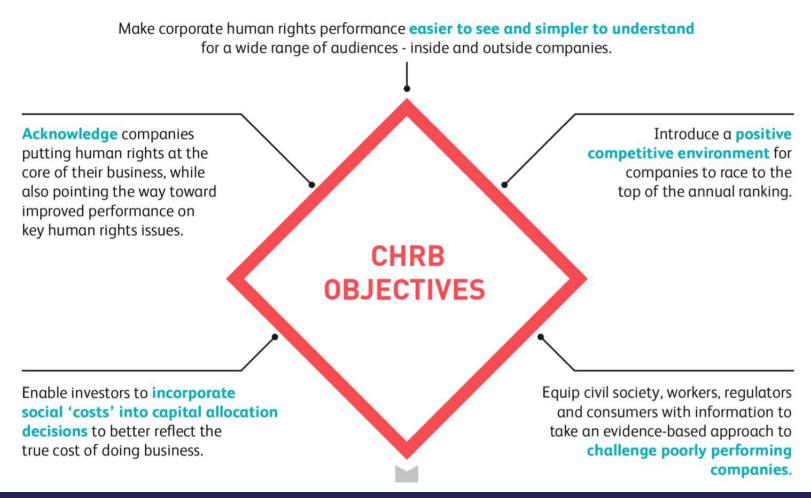




WHY CREATE A BENCHMARK?

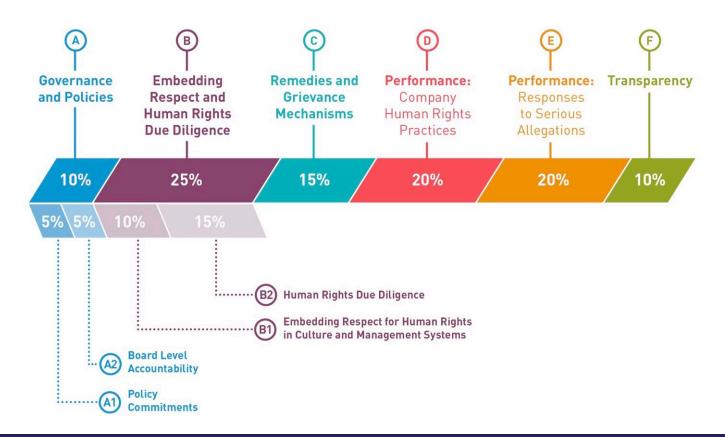
- Market failure around business and human rights:
 - Social costs not priced into the market
 - Markets can effectively promote poor behavior resulting in harms
 - Capital misallocated and 'bad' companies are more competitive
- Several years after the UNGPs, but no easy way to compare companies
- Lack of publicly available data for stakeholders to make informed decisions
- Belief that competitive nature of companies can drive improvements



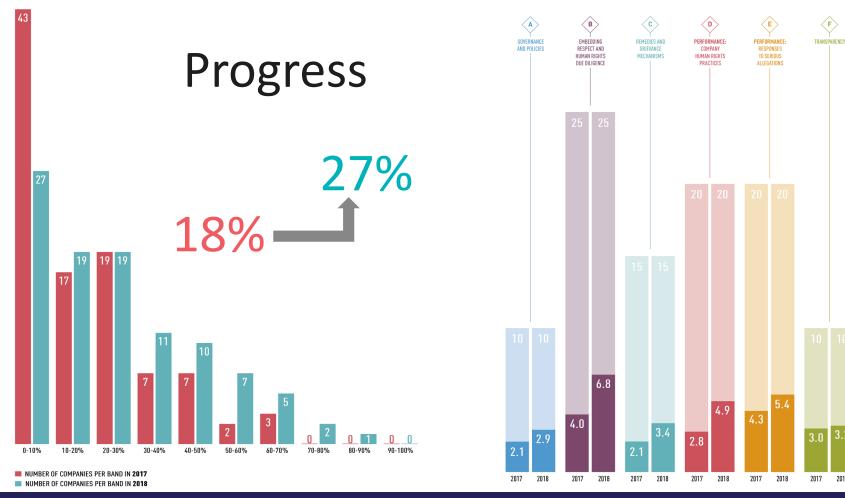




The CHRB Methodology consists of 6 Measurement Themes:





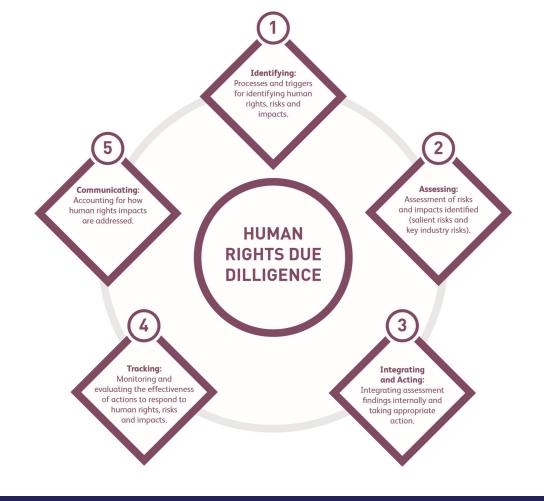




80% Commit to respect

50% Offer Remedy

4% Talk Money







Consistent low score issues:

- Living Wages
- Child labour
- Forced labour
- Freedom of association



FUTURE?

- 2019 will benchmark 200 Ag, Apparel, Extractives and ICT companies
- 2020 will repeat, plus add largest Auto Manufacturers
- Integration with World Benchmarking Alliance to have 'key human rights indicators' for each of the 2,000 key SDG companies assessed
- Supporting small scale national level pilots (e.g. Ireland, Germany, Finland, Japan) to drive local competition and support debate on legislation
- Impact review and methodology review in 2020 for 2021 roll out

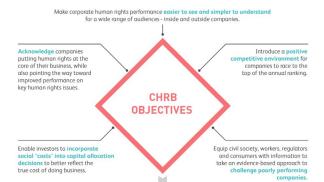




20-30% 30-40%

Questions & Answers









NUMBER OF COMPANIES PER BAND IN 2017
NUMBER OF COMPANIES PER BAND IN 2018

Upcoming webinars

7 May, 3.30pm CET – Addressing human trafficking in corporate supply chains

Tech Against Trafficking initiative, RespectInitiative Register here.

27 June, 3.30pm CET – The role of technology in human trafficking

Tech Against Trafficking initiative, RespectInitiative Register here.

2 July, 4pm CET – Presenting Oxfam's Behind the Barcode report 2019

Oxfam
Register here.





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Visit WBCSD's Business & Human Rights Gateway https://humanrights.wbcsd.org/





Thank You







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