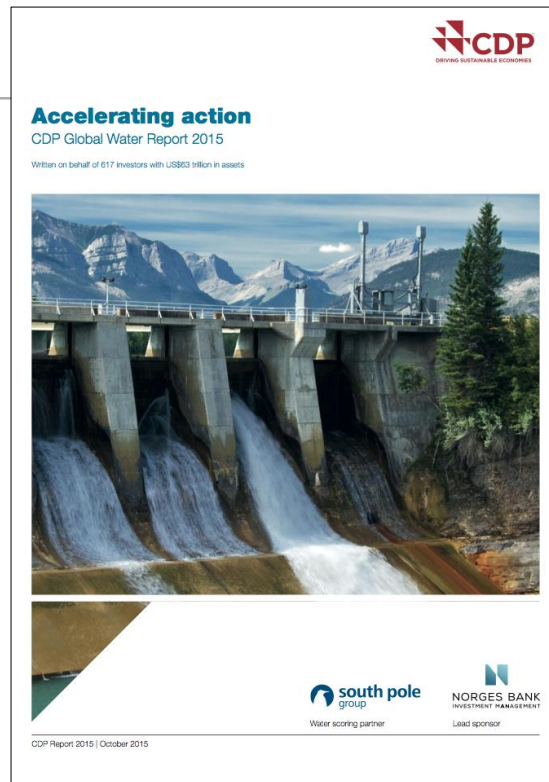




South Africa Water Launch: Global trends from CDP

Accelerating action

- ▼ 1,073 publicly listed companies requested to provide information on how they are prepared for and adapting to, worsening water security
- ▼ 405 companies responded from a range of sectors and financial markets
- ▼ Represents 25% and US\$11 trillion in market cap of the most water dependent companies in the MSCI ACWI
- ▼ Does not include supply chain or self selected companies



Acting to improve water security is a business and investment imperative for many companies and investors

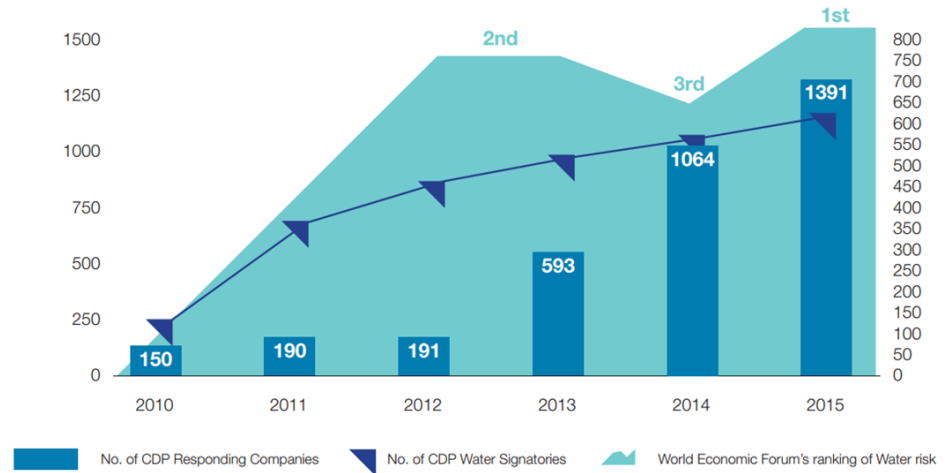
▼ **2/3** of companies reporting exposure to **substantive** business risk from water, reporting financial impacts of more than **US\$2.5 billion**.

▼ **44%** of companies expect water to impact business in the next three years.

▼ **27%** have already seen water risk manifest as a **detrimental impact** to their business in the last reporting year.



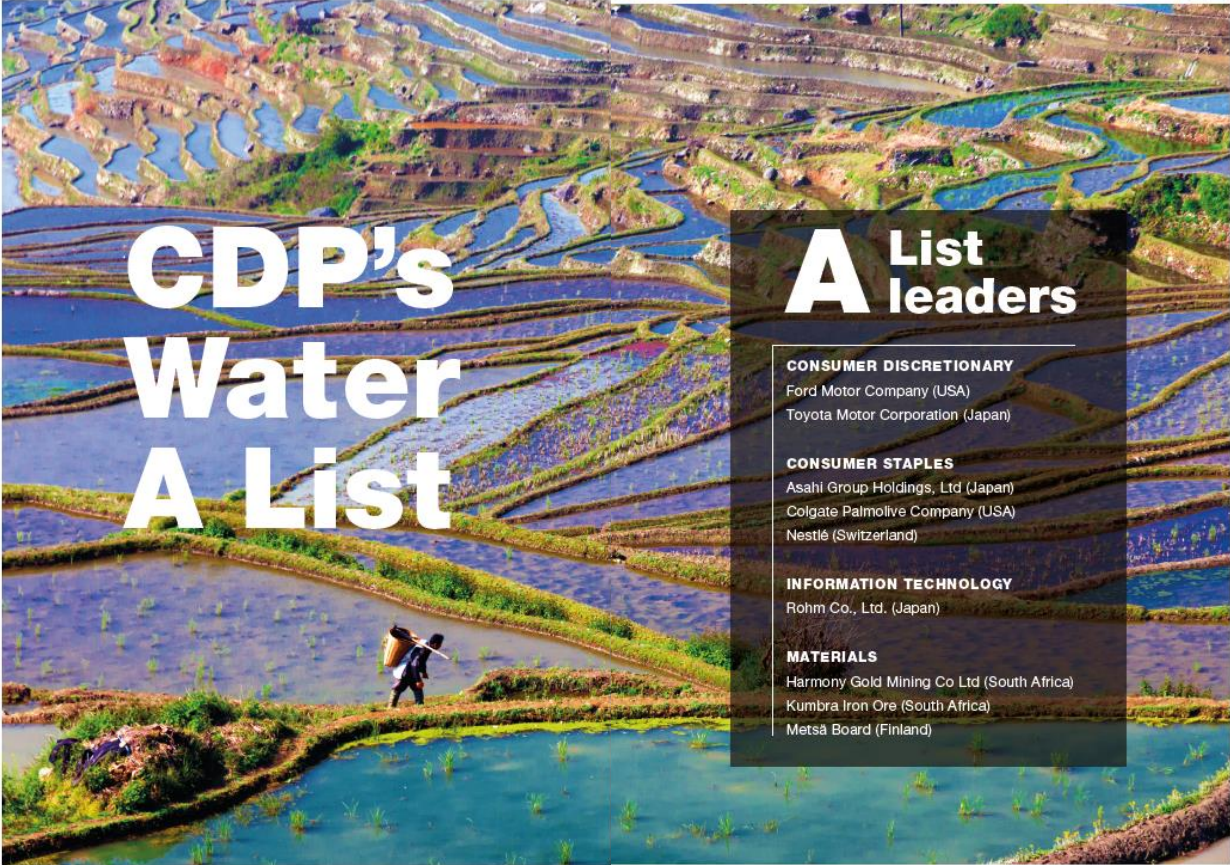
Figure 2: Growth of CDP's water program and WEF's ranking of water crises



Leading companies manage water because it makes business sense

- ▼ CDP's water scoring methodology provides a **blueprint for leadership** on water issues.
- ▼ **8** companies joined **CDP's Water A List** which will help raise performance across the market.
- ▼ Leading companies are **beginning** to implement integrated, strategic, business plans factoring in water stewardship.
- ▼ Strategic water stewardship efforts reduces risk, enhances strategic preparedness, improves investor appeal and makes businesses **more resilient**.





CDP's Water A List

A List leaders

CONSUMER DISCRETIONARY

Ford Motor Company (USA)
Toyota Motor Corporation (Japan)

CONSUMER STAPLES

Asahi Group Holdings, Ltd (Japan)
Colgate Palmolive Company (USA)
Nestlé (Switzerland)

INFORMATION TECHNOLOGY

Rohm Co., Ltd. (Japan)

MATERIALS

Harmony Gold Mining Co Ltd (South Africa)
Kumba Iron Ore (South Africa)
Metsä Board (Finland)

Urgent action is needed to close the gap between leaders in water stewardship and laggards

▼ **668** companies failed to disclose this year, almost two thirds (62%) of companies requested.

▼ Only **24%** of companies engage with key suppliers on water

▼ **Almost half** of companies (48%) are failing to conduct comprehensive monitoring of water withdrawals and discharges

Respondents that responded to their investors request to disclose water related data

38%

Urgent action is needed to close the gap between leaders in water stewardship and laggards

▼ Just **11%** of responding companies have water policies that can be considered robust and comprehensive.

▼ **73%** of companies report operational, strategic or market opportunities, however only **23%** are able to capitalize on these

Respondents reporting opportunities

73%

Figure 7: Top reported opportunities by sector



Disclosure drives positive business action on water

- ▼ Companies engaging with CDP for the past 5 years are now more able to identify risks;
- ▼ Almost two-thirds (64%) of these companies report that oversight of water policy, strategy and planning now rests at board level, up from 57% in 2011;
- ▼ These companies are increasingly requesting their suppliers to report on water use, risks and management – rising from just 25% in 2011 to 45% this year.



