

CDP CLIMATE CHANGE IN SOUTH AFRICA 2019

HIGH LEVEL FINDINGS AND KEY MESSAGES



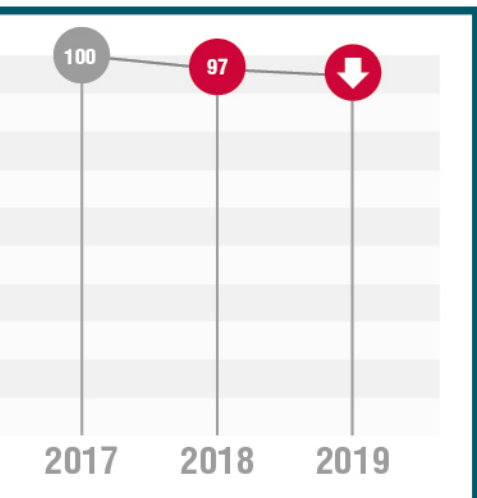
STAGNATION

NBI has been tracking lead indicators for 3 years and, despite consistently high governance scores, strategy is not translating into action

OUT OF 75 SOUTH AFRICAN RESPONDING COMPANIES

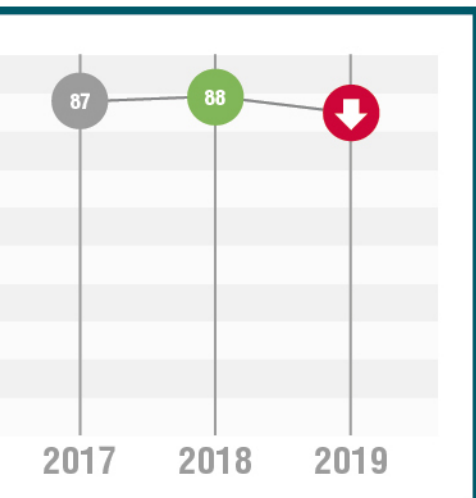
96%

integrate climate change into business strategy



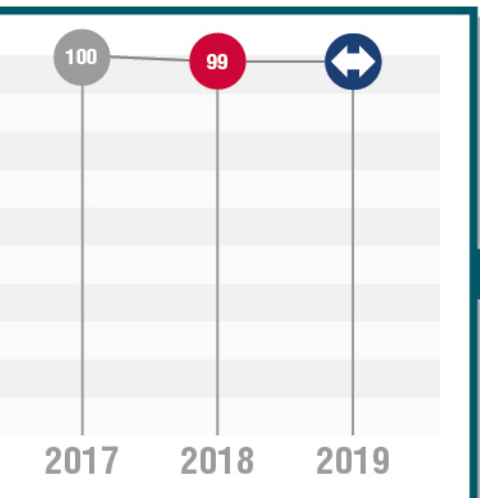
84%

provide climate incentives for climate change management



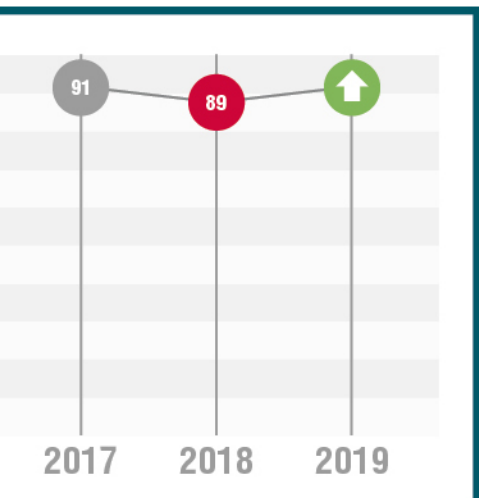
99%

disclose both scope 1 and 2 emissions



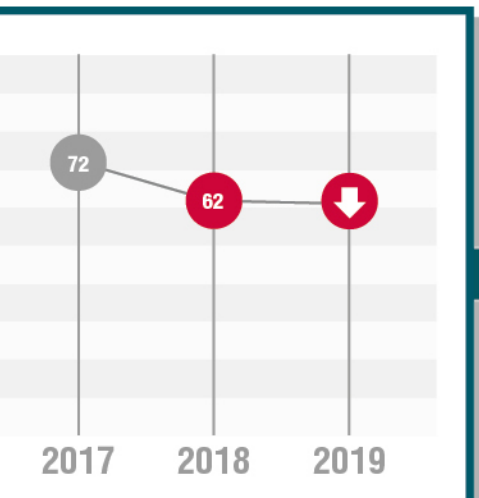
91%

disclose two or more scope 3 categories



61%

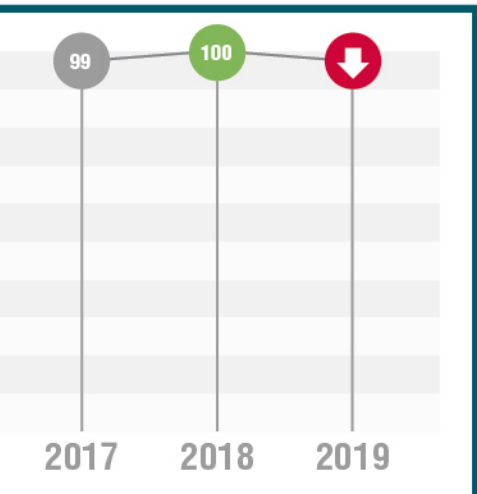
engage directly with policy makers, excludes those engaging through trade associations



RESPONSE RATE

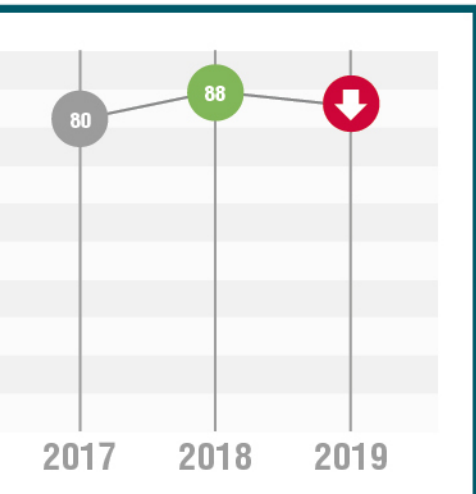
99%

say they have board-level oversight for climate change



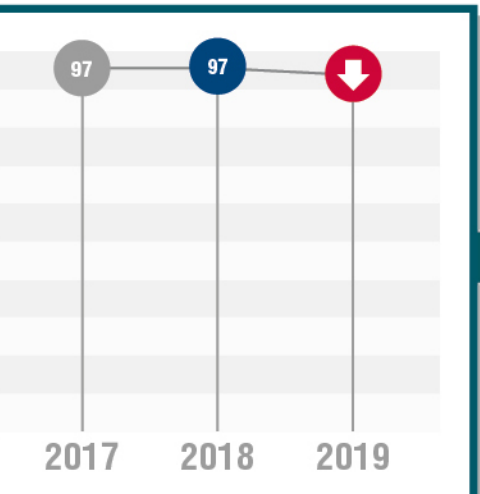
86%

engage with their value chain "C12-Engagement (C12.1)"



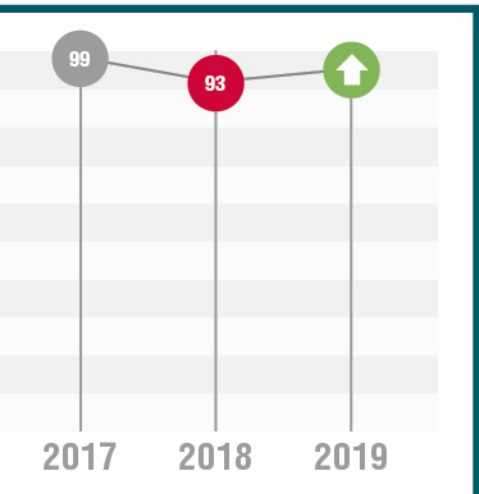
96%

integrate climate change into broader risk management



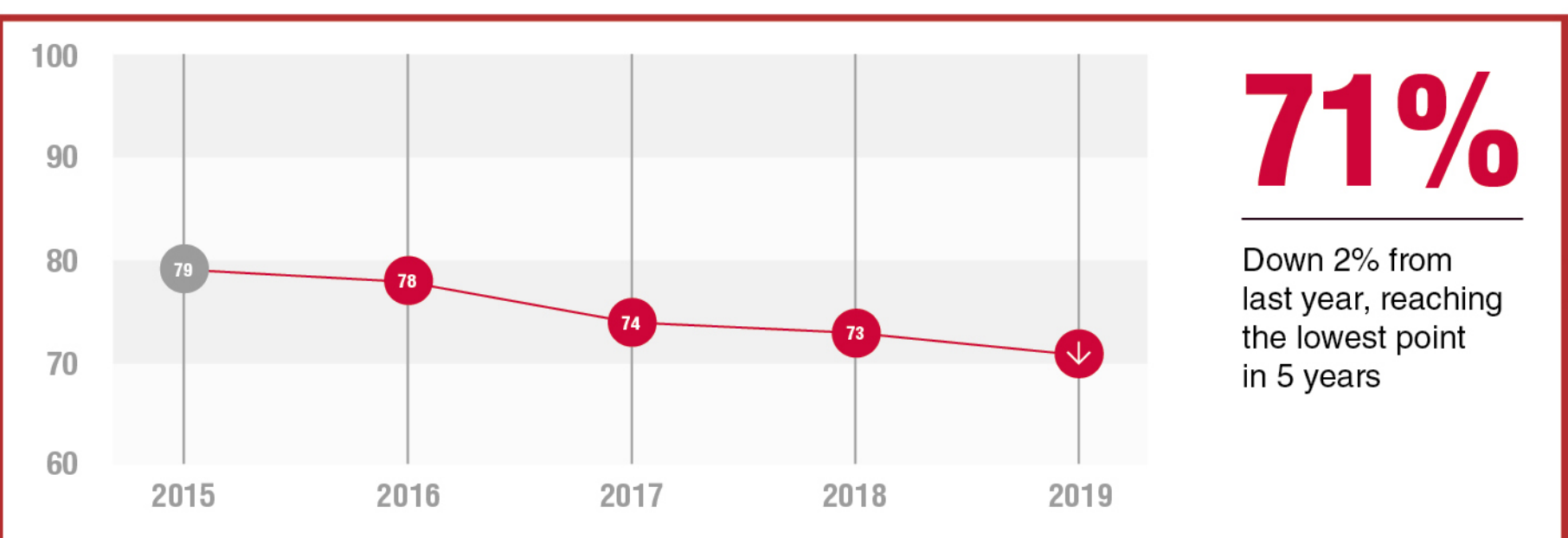
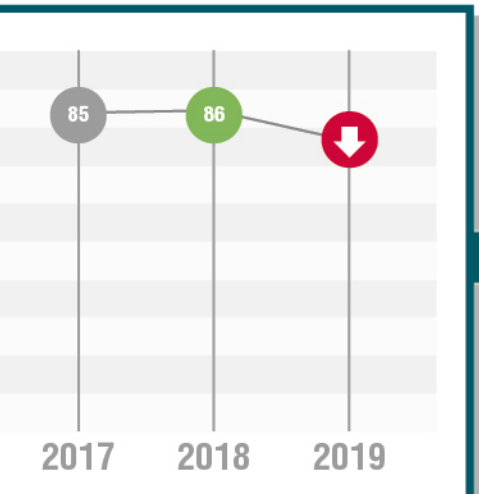
97%

disclose climate change info in mainstream filings or other external communication



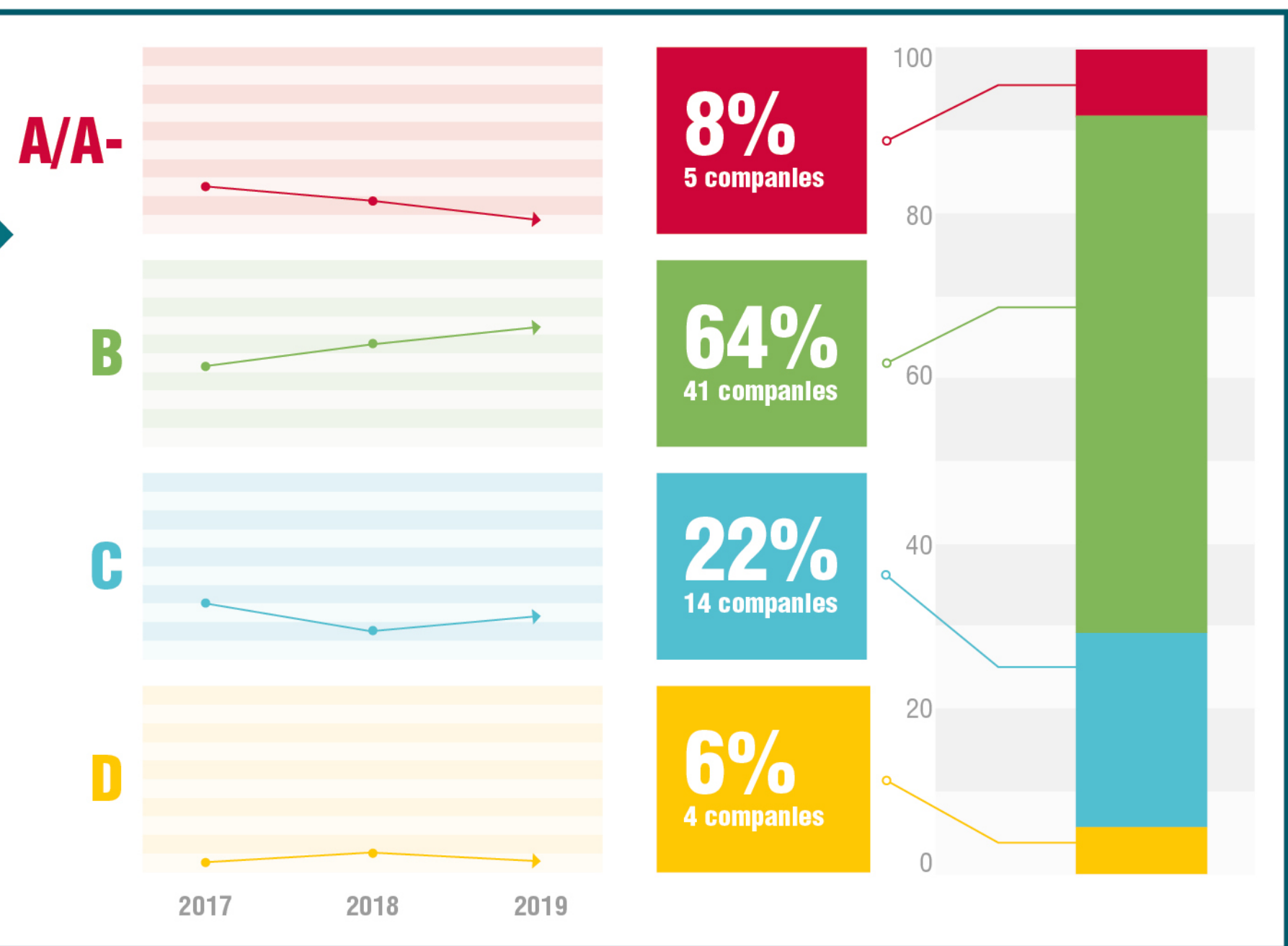
77%

of companies undertake third party verification



LITTLE OR NO IMPROVEMENT IN SCORES OVER TIME

There is a decrease in companies making the A band; the bulk of companies receive a B.



A LIST



COMPANIES SCORING A-



INSUFFICIENT INTEGRATION INTO STRATEGY

OF RESPONDING COMPANIES



78%

have set emissions reduction targets. (Down by 7% from 2018). 23% of companies have no emissions reductions targets at all.



59%

have products and services that enable third parties to avoid GHG emissions. (An increase of only 1% from 2018).



39%

have products and services that enable third parties to avoid GHG emissions. (An increase of only 2% from 2018).

In 2017, 30 companies had set or indicated their intention to set Science-Based Targets but, to date, only 7 have registered their targets with SBTi.

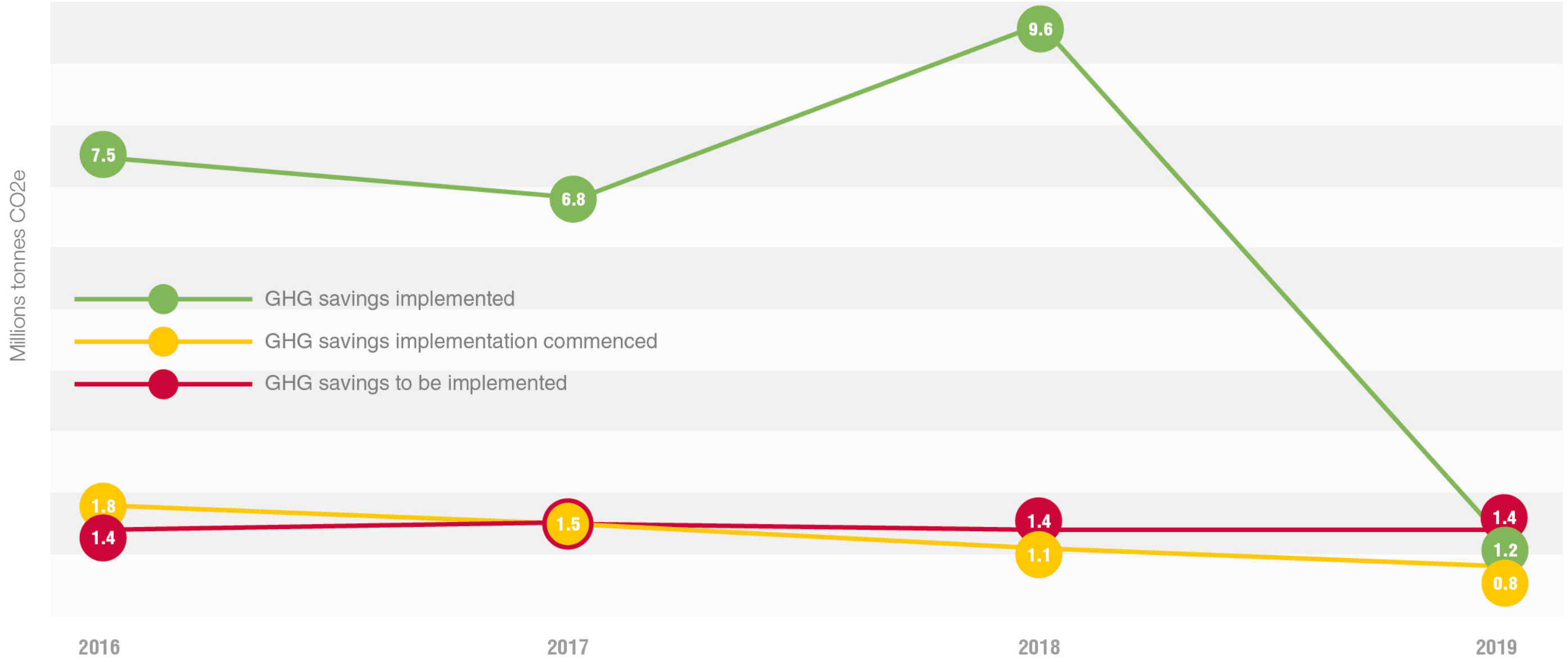


31%

are using qualitative and/or quantitative scenario analysis. (Down by 1% from 2018). Of those who do not use scenario analysis, 62% anticipated doing so in the next 2 years – up by just 1% since 2018 (63% in 2018).

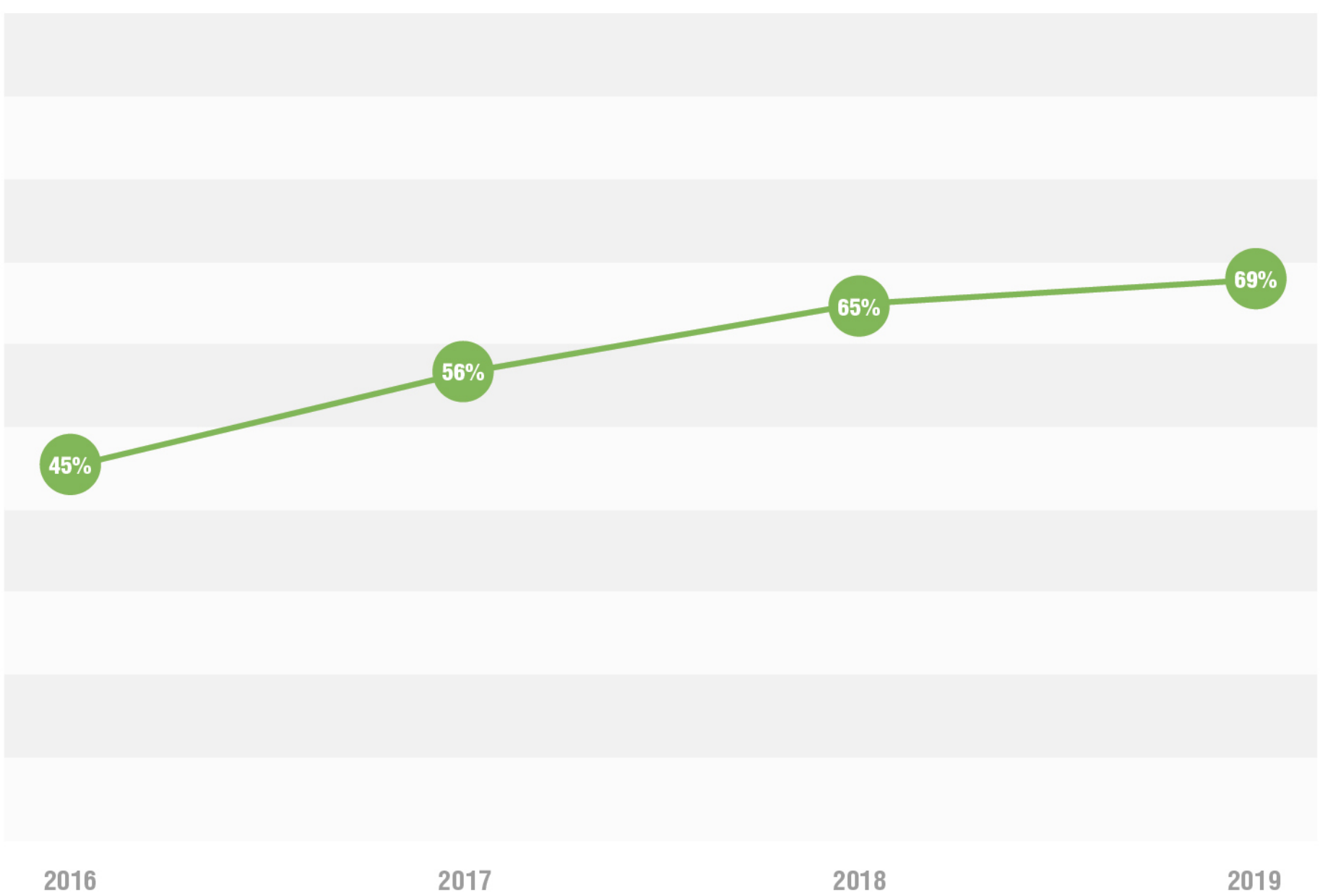
INVESTMENT PIPELINE

Most worrying is the state of our investment pipeline for emissions reduction activities to be implemented and commenced



INTERNAL CARBON PRICE

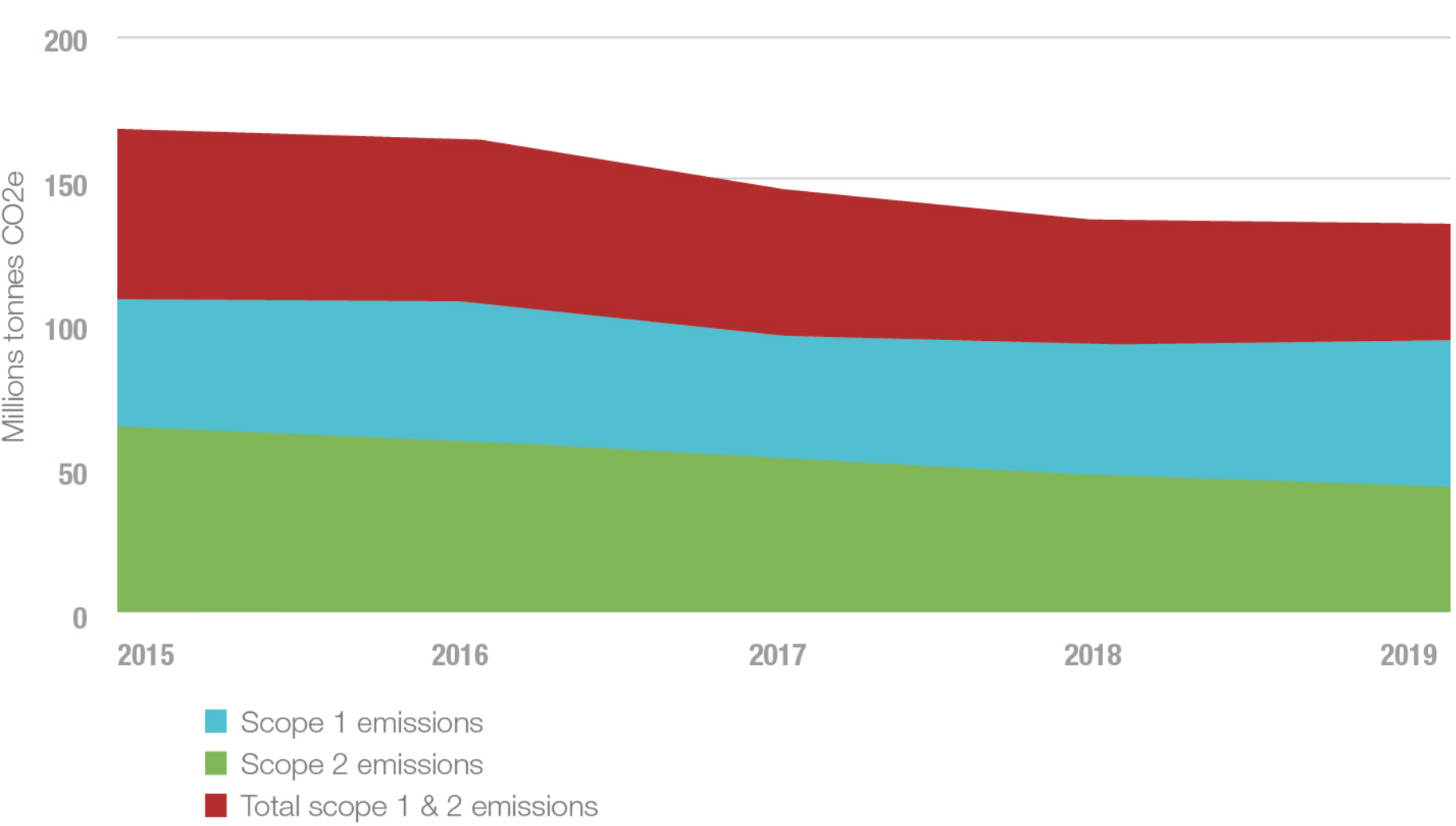
The increase in % of companies using, or planning on using, an internal price on carbon is slowing



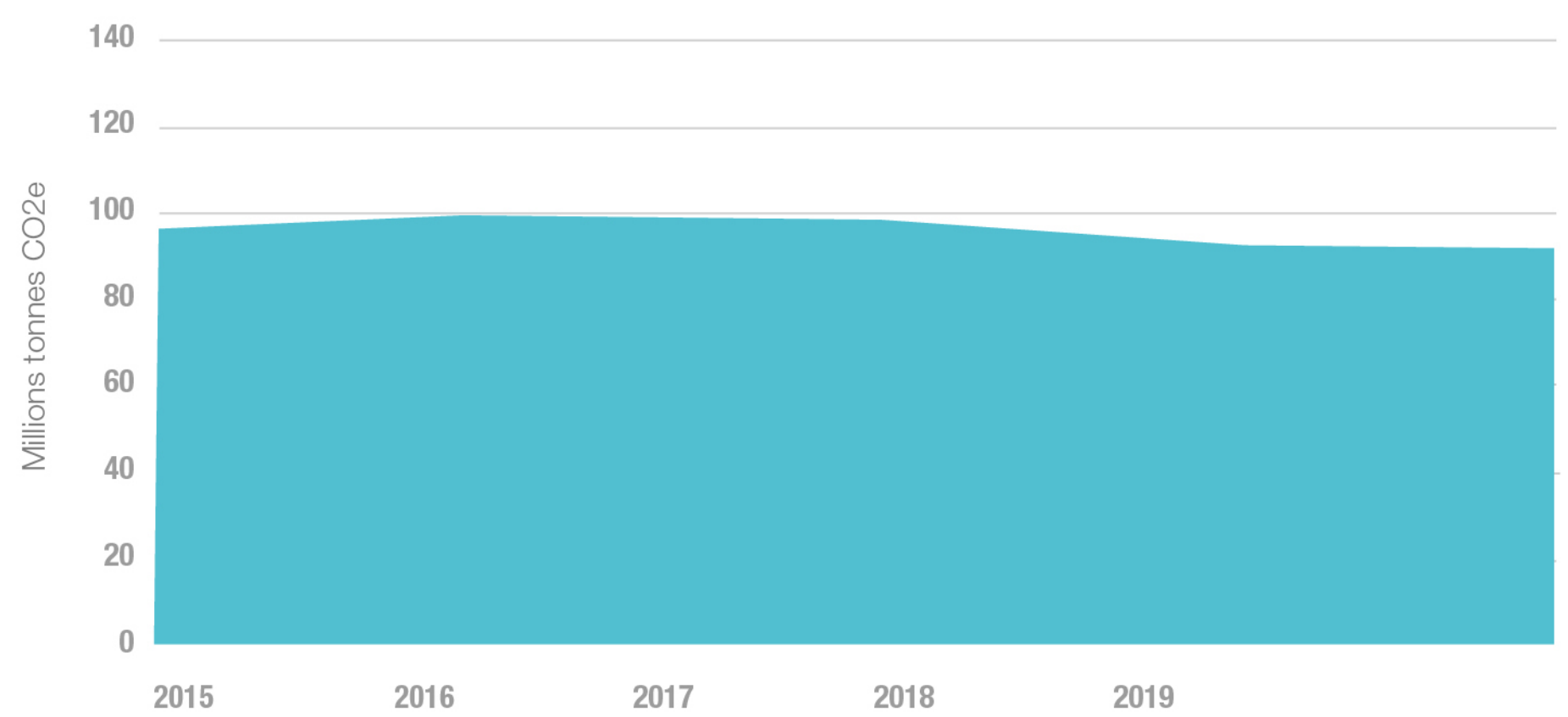
LIKE-FOR-LIKE EMISSIONS

Global and local like-for-like emissions have decreased very slightly, further emphasising our lack of progress over the years

Global Scope 1 and 2 Emissions like-for-like breakdown, 2015–2019



Like-for-like South African Scope 1 & 2 emissions, 2015–2019



Despite high governance scores we are not seeing target lead investment in emissions reductions activities