



Non-Financial Reporting

CIFAL

Brussels, National Airport

5 February 2019



KPMG's Sustainability Services network comprises specialized professionals at KPMG member firms worldwide.

KPMG brings more than 20 years of expertise in sustainability, corporate responsibility reporting and assurance, sustainable finance and in business and human rights.

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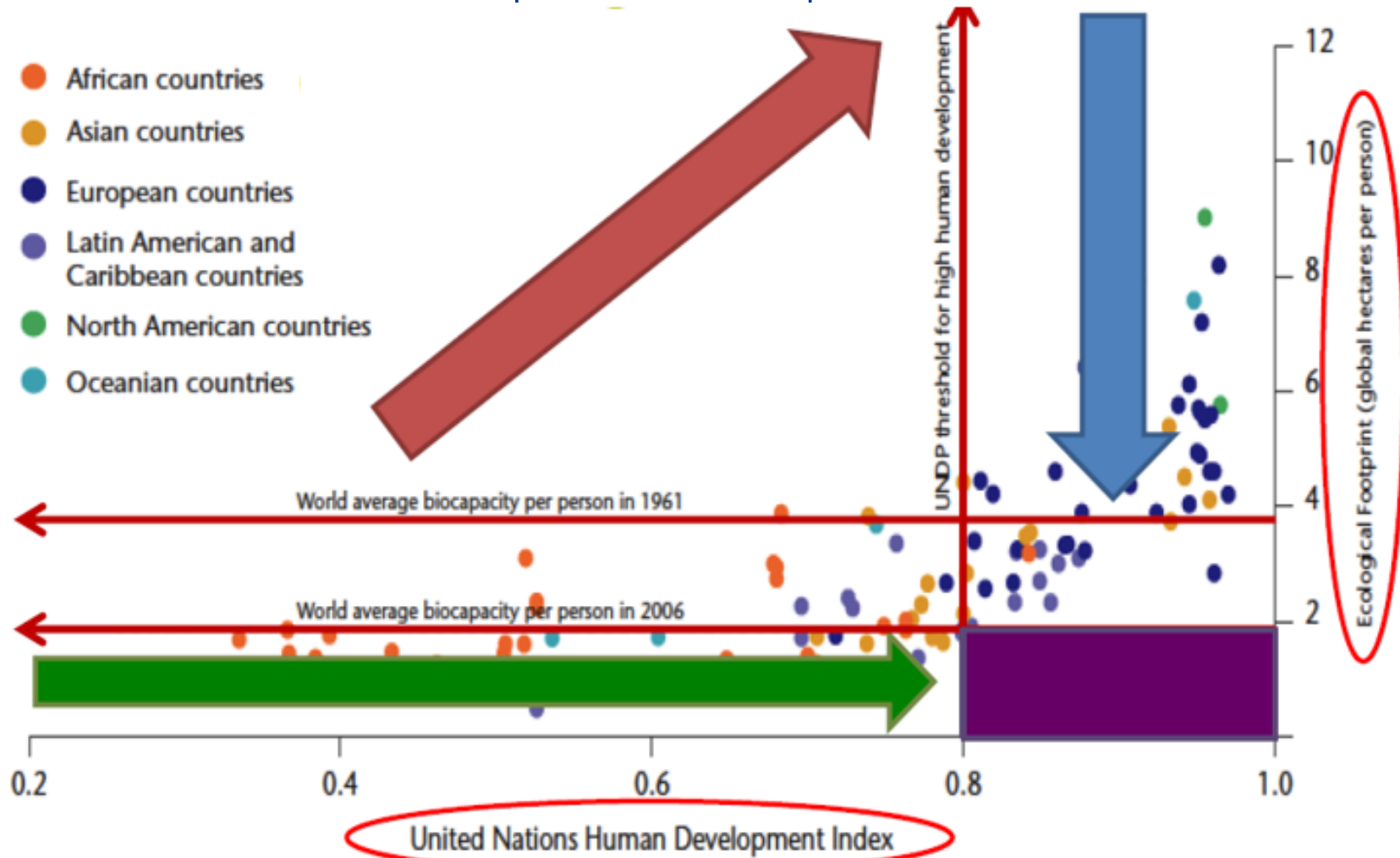
Sustainability and Reporting



Most widely quoted definition of the United Nations on March 20, 1987:

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

Sustainable Development Gap



© Global Footprint Network (2009). Data from Global Footprint Network National Footprint Accounts, 2009 Edition; UNDP Human Development Report, 2009

UN Sustainable Development Goals



Sustainability Reporting

HARD CURRENCY – SHORT TERM – SHAREHOLDER FOCUS – FIXED FORMAT – OBLIGATORY – AUDITED – MATURE – 300Y



HARVARD
BUSINESS
PUBLISHING

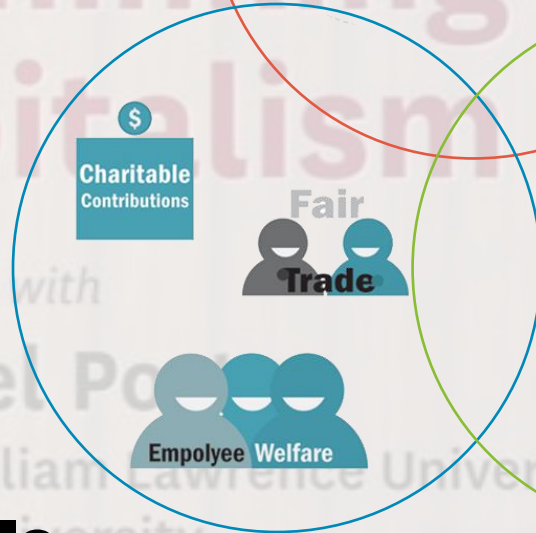
Rethinking
Capitalism

An Interview with

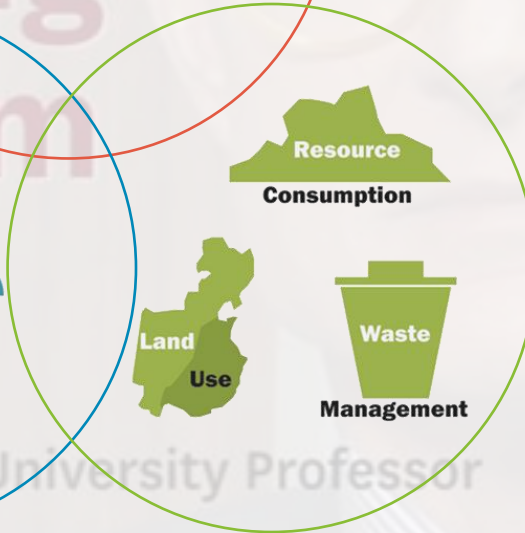
Michael P...

Bishop William Lawrence University Professor
Harvard University

Profit



People



Planet

INVALUABLE? – LONGER TERM – STAKEHOLDER ENGAGEMENT – MORE FREE FORMAT – VOLUNTARY – ASSURED? – IMMATURE – 30Y



Non-Financial Reporting Regulation

Non-Financial Reporting Directive 2014

EU
PIE/FS

500 FTE



6.000

20 m€ Assets or
40 m€ Turnover



BE Law of 3 September 2017

- **Diversity**
- **Remuneration**

A. Policies and Procedures

B. Results

C. Risks and Mitigation

D. Key Performance Indicators

1. Environment

2. Society

3. Human Rights

4. Bribery and Corruption

INTERNATIONAL FRAMEWORK!

GRI (or other) incl. Materiality Analysis

PART OF ANNUAL REPORT!

Timeliness AND Quality

ASSURANCE?!



KPMG Surveys



KPMG International Survey 2017

(10th Intl. Ed., Belgium 3rd Ed.)

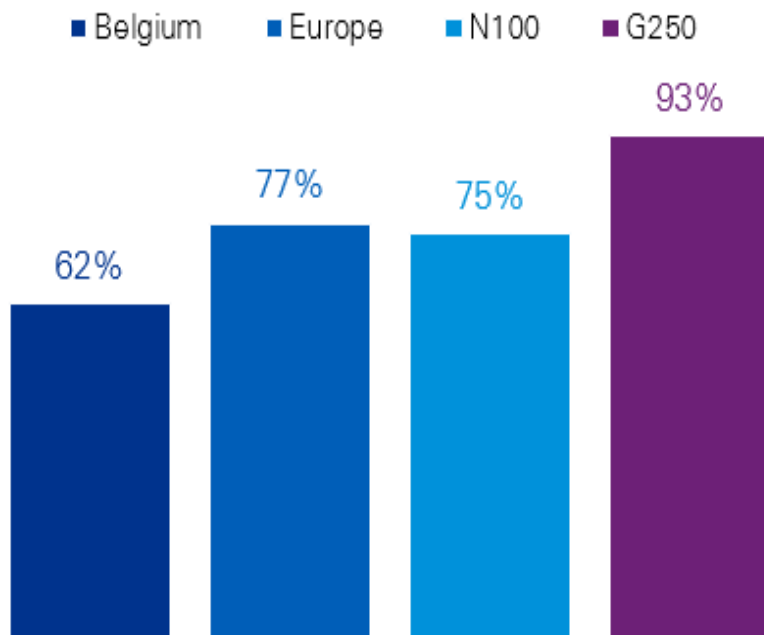
N100

The N100 refers to a worldwide sample of 4,900 companies comprising the top 100 companies by revenue in each of the 49 countries researched in this study.

G250

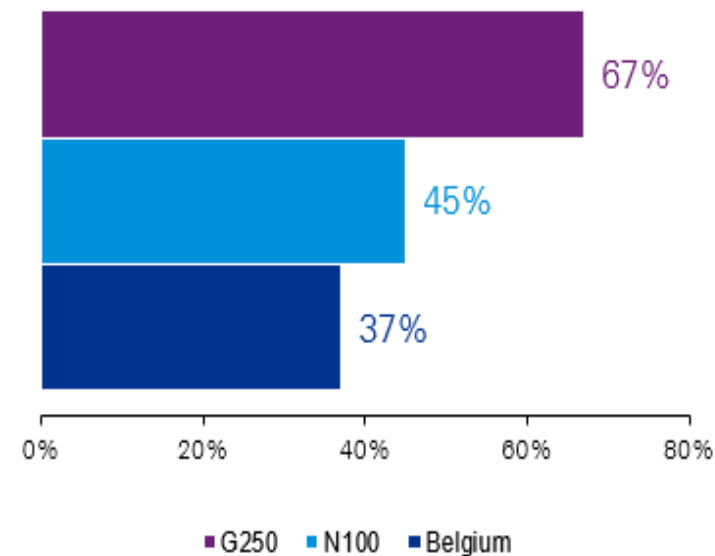
The G250 refers to the world's 250 largest companies by revenue based on the Fortune 500 ranking of 2016.

Companies reporting on Corporate Responsibility



Base: All 4,900 N100 companies and 250 G250 companies
 Source: KPMG Survey of Corporate Responsibility Reporting 2017

Assurance on Corporate Responsibility data



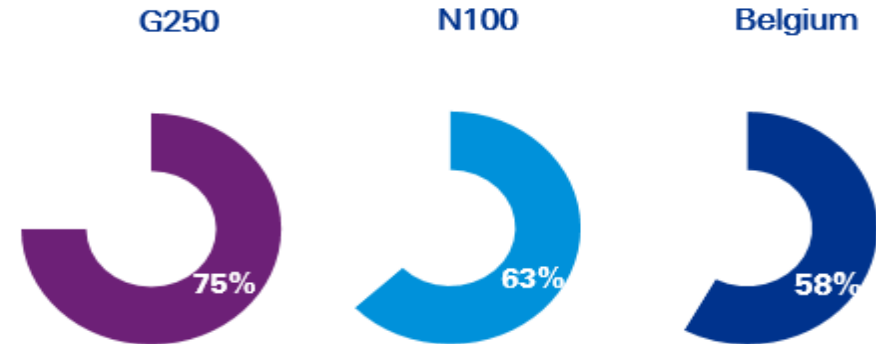
Base: All 4,900 N100 companies that report on CR
 Source: KPMG Survey of Corporate Responsibility Reporting 2017

Reference made to Framework, Guidelines or Standards



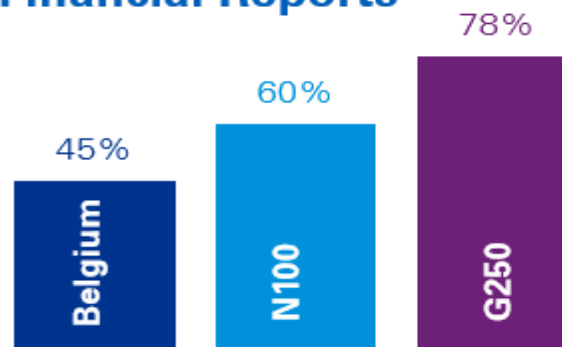
Base: All 4,900 N100 companies and G250 companies that report on CR
Source: KPMG Survey of Corporate Responsibility Reporting 2017

Reference made to the Global Reporting Initiative (GRI)



Base: All 4,900 N100 companies and G250 companies that report on CR
Source: KPMG Survey of Corporate Responsibility Reporting 2017

CR information in Annual Financial Reports

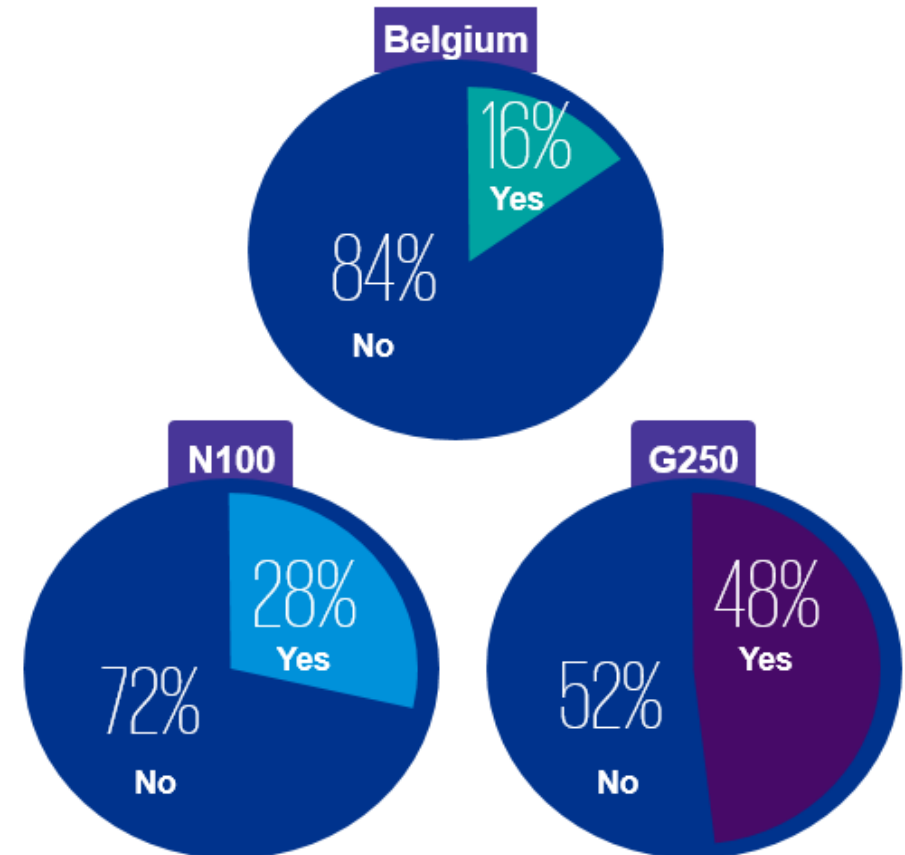


Base: All 4,900 N100 companies and 250 G250 companies
Source: KPMG Survey of Corporate Responsibility Reporting 2017

Companies linking Corporate Responsibility activity to the UN Sustainable Development Goals



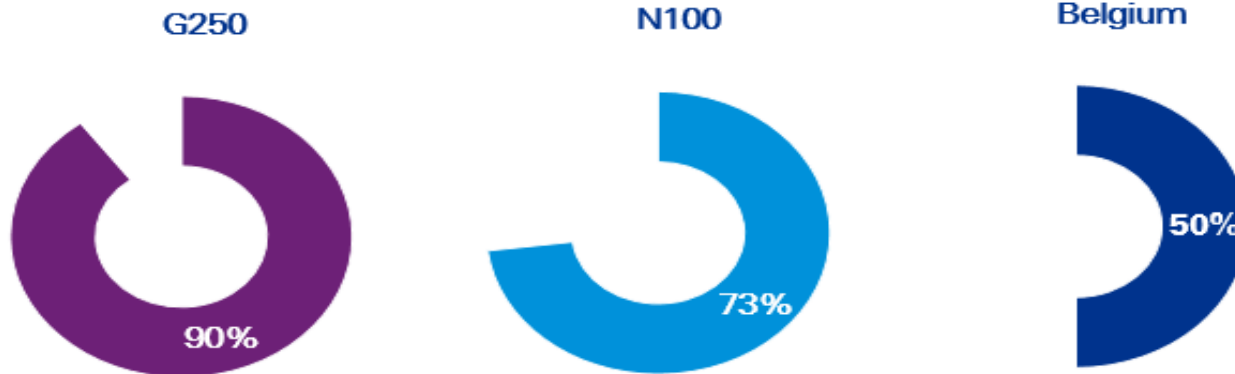
Companies acknowledging the financial risk of climate change



Base: All 4,900 N100 companies and 250 G250 companies that report on CR
Source: KPMG Survey of Corporate Responsibility Reporting 2017

Base: All 4,900 N100 companies and 250 G250 companies
Source: KPMG Survey of Corporate Responsibility Reporting 2017

Companies acknowledging human rights as a business issue



Base: All 4,900 N100 companies and 250 G250 companies that report on CR
Source: KPMG Survey of Corporate Responsibility Reporting 2017

Companies linking carbon targets to global climate goal



Base: All 4,900 N100 companies and 250 G250 companies that report on CR
Source: KPMG Survey of Corporate Responsibility Reporting 2017

KPMG National Survey 2018 - Non-financial reporting Belgium

All companies in scope of the Belgian legislation of September 3, 2017

Main results:

| | |
|--|------------|
| Reporting on Non-financial information: | 91% |
| Reference to International Framework: | 68% |
| External Assurance: | 22% |



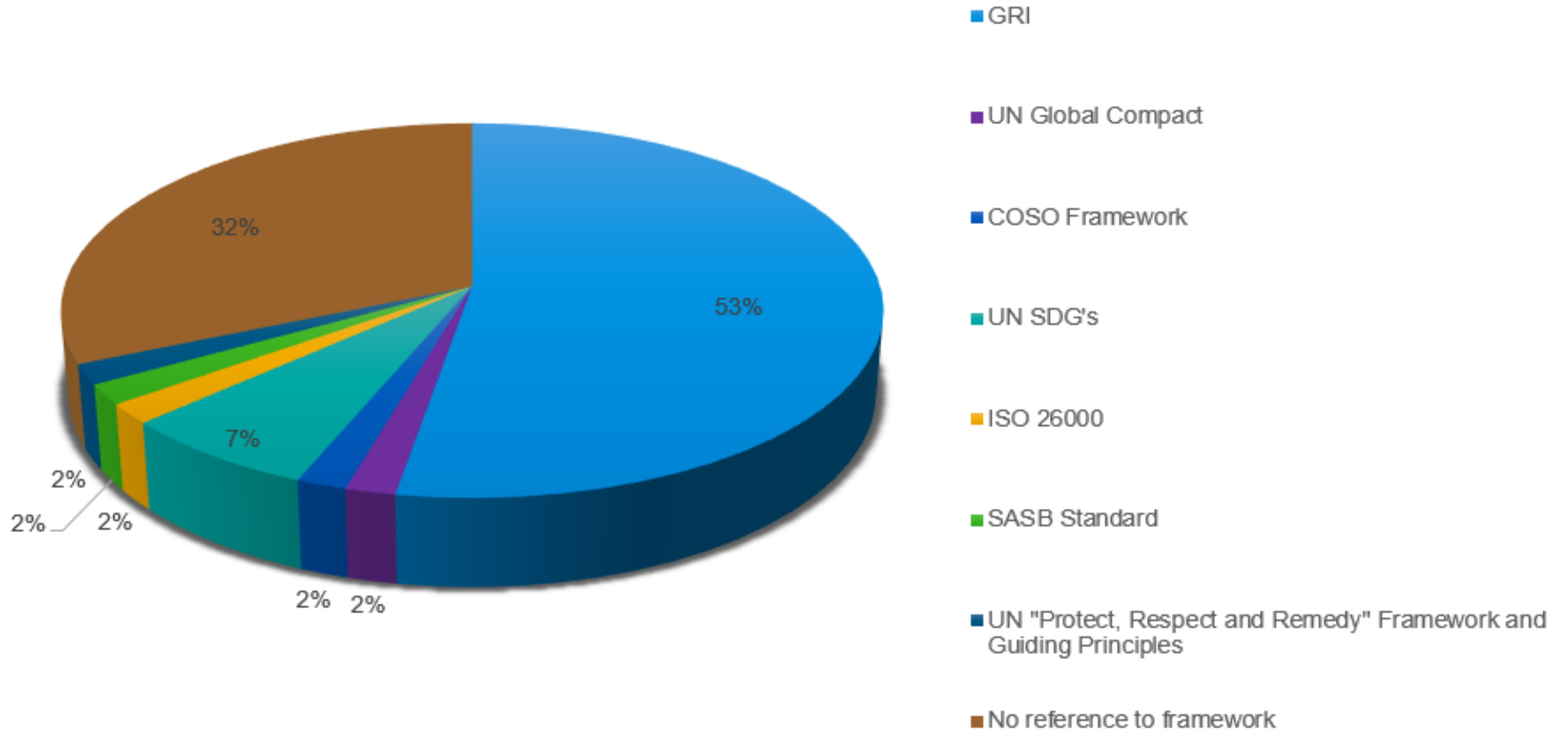
Compliance with required topics and elements



Base: Non-Financial Information Reporting in Annual Report national peers and PIE's 2017

Source: KPMG Survey on Non-Financial Information 2018

Reference to international framework



Base: Non-Financial Information Reporting in Annual Report national peers and PIE's 2017

Source: KPMG Survey on Non-Financial Information 2018

Starting point



Apply the Reporting Principles throughout the reporting process

Section 1, GRI 101

Identify your material topics

Section 2, GRI 101



Report contextual information about your organization and its reporting practices, using GRI 102



Report the management approach for every material topic identified, using GRI 103



Report on each material topic identified, using the corresponding topic-specific Standard



Choose an option for reporting in accordance with the Standards

Section 3, GRI 101



Core



Comply with all reporting requirements for a selected number of disclosures, as per Table 1 in GRI 101

Comply with all reporting requirements in GRI 103, for each material topic

For each topic Standard: comply with all reporting requirements in the 'Management approach disclosures' section, and all reporting requirements for at least one topic-specific disclosure

Comprehensive



Comply with all reporting requirements

Comply with all reporting requirements in GRI 103, for each material topic

For each topic Standard: comply with all reporting requirements in the 'Management approach disclosures' section, and all reporting requirements for all topic-specific disclosures



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KPMG on social media



KPMG app

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