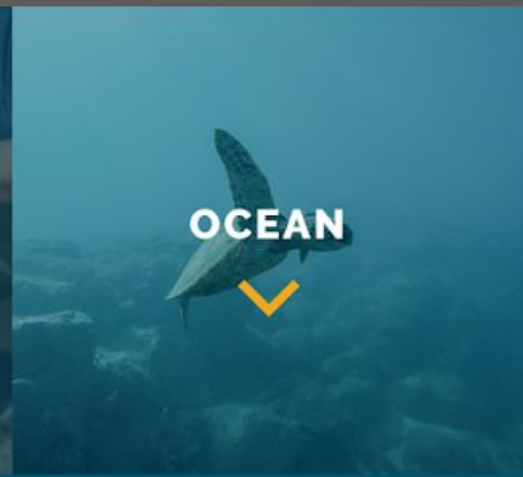
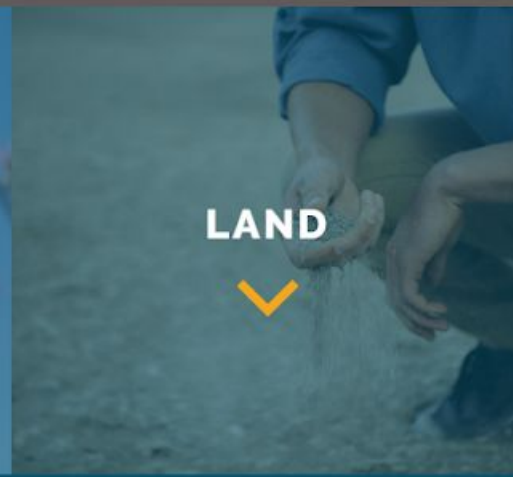
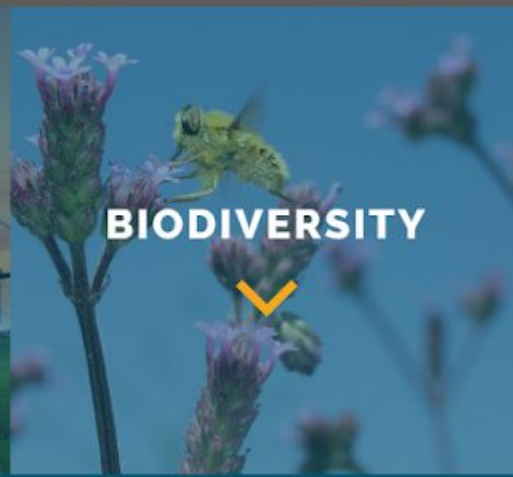
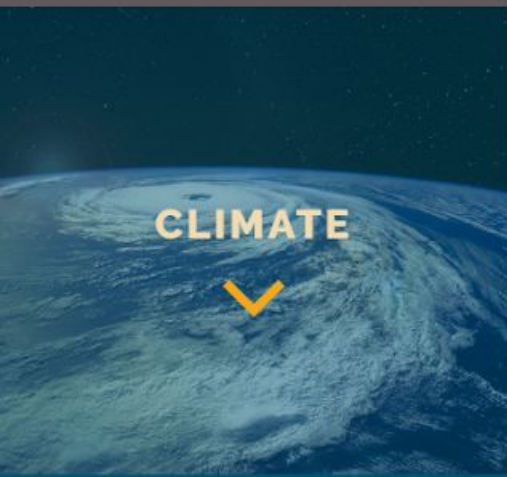




Corporate Engagement Program Learning Session

March 11, 2021



Nov 2020 Dec 2020 Jan 2021 Feb 2021 Mar 2021 Apr 2021 May 2021 Jun 2021 Jul 2021 Aug 2021 Sep 2021 Oct 2021 Nov 2021 Dec 2021 2022

Translation

Road testing

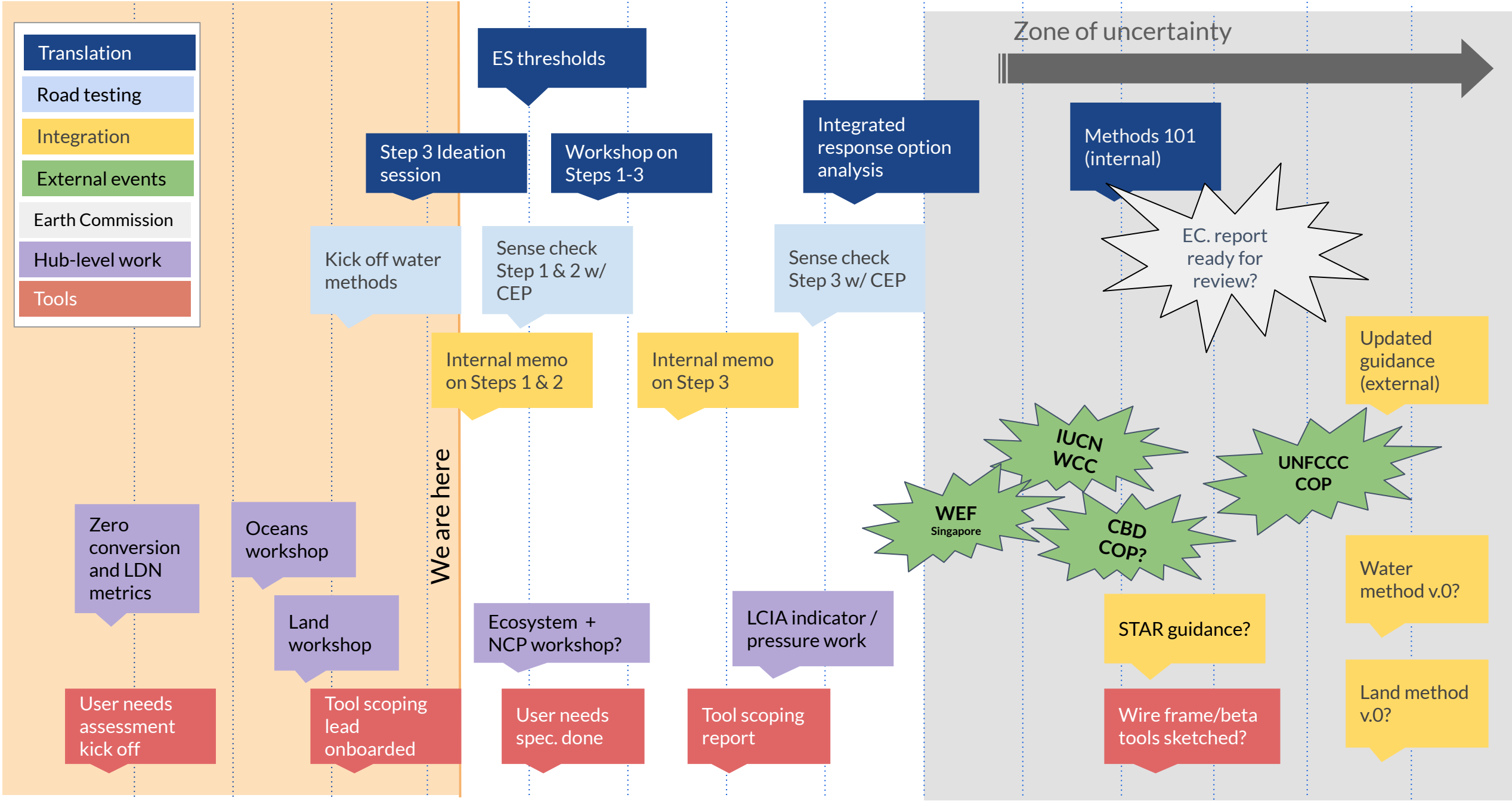
Integration

External events

Earth Commission

Hub-level work

Tools

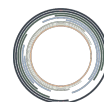


Tools Workstream

- **Ultimate Goal:** A comprehensive toolkit that enables all types of companies to operationalise all Steps of the SBTs process.
 - Tool(kit) mock up by end of June
 - **Minimum viable product** = criteria for tools to be developed/used; more thorough guidance on how to use tools already in existence and reviewed by SBTN for target setting
- **Outcomes of first workshop:** aligned vision and key user requirements for a toolkit specification + ID questions requiring further investigation
- **Next steps:**
 - Tools register has been edited to reflected initial user needs inputs, and now is being reviewed by SBTN technical experts
 - User needs group will start scheduling focus groups

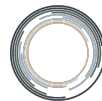
Further opportunities to participate in the toolkit design process

Opportunity	When	Who do we need	Why participate?
1. User needs workshop	February 2021	Everyone - decision makers, influencers, implementers, end users	To inform SBTN's product development process by co-creating a tool/toolkit design concept
2. Small group sessions (one-to-one interviews and focus groups)	March - May 2021	Technical tool users	Tailor the vision and specification, and work through specific technical challenges, to develop a tool concept that works for end-users
3. Review specification	June 2021	Technical tool users and users of tool outputs	



Water Methods Pilots

- Official piloting with 3 companies has begun...
 - Running through all 5 steps laid out in initial guidance
 - Focusing on water quantity and water quality
 - Will be completed by end of 2021
- Self-guided pilot opportunity is available, including monthly “office hours” with technical team to answer questions



Cross-Cutting Work: Steps 1 and 2

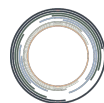


SCIENCE BASED TARGETS NETWORK
GLOBAL COMMONS ALLIANCE

Step 1: Summary



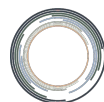
- In the Initial Guidance we state that Step 1 helps companies to gather and/or supplement existing data to estimate value chain-wide impacts and dependencies on nature.
- The key output for this Step is expected to be a list of potential issue areas and locations for target setting, identified using a societal perspective of materiality.
- We are currently developing a concise overview of the sub-steps (1a, 1b, and 1c) to detail the purpose of each step, the inputs needed from companies, and the outputs they can expect.
- We are also developing further guidance on things like what criteria and thresholds can be used to assess materiality in Step 1a, what is the minimum data needed to carry out Step 1b, as well as criteria and principles for excluding issue areas from assessment and target setting.



Step 2: Summary



- In the Initial Guidance we state that Step 2 is about interpreting the outputs of Step 1 (the ‘long list’ of locations), so that companies can prioritize where to take action.
- As an output, companies will have a list of sites associated with inputs/products, etc. for which baseline data will be collected in Step 3.
- The guidance is currently more descriptive than prescriptive. As for Step 1, we are currently developing a concise overview of the sub-steps (1a, 1b, and 1c) to detail the purpose of each step, the inputs needed from companies, and the outputs they can expect.
- We are also developing further guidance on what constitutes a ‘minimum target coverage’ rule for companies setting SBTs, what can be defined as critical impact, and providing clearer guidance on how to prioritize (using which datasets, how to weight factors against one another).



Questions from you on Steps 1 and 2*

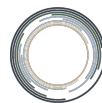
Clarifications:

1. Will the sectoral materiality analysis be updated (especially concerning missing data) and when?
2. Where should we use the sub-sector scale vs. activity scale? What is considered an activity?
3. Are there guidelines for how to get information on materiality if there is no data on ENCORE ?
4. Should companies identify priorities relative to their revenues for different activities having different impacts ?
5. How should dependencies be considered ?

Questions on the [Data Collection Guide](#):

6. For Step 5 of the data collection guide, is it mandatory for companies to evaluate the materiality of each dependency and impact (mentioned in template 7)?
7. For the "# of inputs reliant on this business activity" from template 6, what is expected and how will the data be used?
 - a. How can it be compared? Should it be in monetary value, in volume, or other unit ?
8. Should upstream and downstream activities be treated as separate activities (template 5 and 6)? How can they be addressed on in template 7? As separated activities or linked with DO activities?

**Some of these have already been answered; sharing here in case repeats*



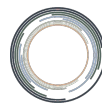
Step 3: Summary



- This step is about collecting baseline data for prioritized targets and locations. Using the data from this and previous steps, companies can set targets aligned with Earth's limits and societal goals. Targets should be disclosed publicly to ensure accountability and create a culture of transparency.
- We are currently working on defining the following for baseline determination: indicators needed, appropriate scales/units of measurement, tools/resources available.
- As well, we are working to determine how to account for historical contributions to pressures/impacts, how to balance between different thresholds and goals (e.g. global vs. local, biophysical vs. societal).
- More information on this step will be available in June.

Questions from you on Steps 3-5

1. How can dependencies be translated into a target?
 - How can AR3T be applied for SBT related to a dependency?
 - How can they be compared and prioritized among impacts?
2. How do we see certification standards fitting into SBTs
3. How do we see “preferred or sustainable materials” fitting into SBTs?



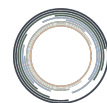
Other Technical Questions?



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Other Business

April 8: feedback session on Step 1 & 2 revised guidance



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