## Sustainability a business-critical competitive advantage

## - BY DOING GOOD BUSINESS!



BEFORE
One Business Strategy + One Sustainability Strategy



TODAY
You need to have a Sustainable Business Strategyl

#### Agenda

- > Introduction VATI of Sweden & VERIFY Agency of Sweden
- ➤ The Sustainable Development Goals (SDGs)
- Sustainability trends
- International standard for conformity
- Questions & Answers



#### **Our story**

- ➤ After the launch of the Sustainable Development Goals in 2016 Eva Vati, the CEO and Founder of VATI of Sweden, created an online education- and certification program, Business For SDGs<sup>TM</sup>, to facilitate the implementation of the global goals for businesses around the world.
- ➤ VATI of Sweden was one of the first consultancy in the world giving certification on integrating sustainability into business strategy.
- ➤ In January 2021 VERIFY Agency of Sweden was founded as a subsidiary in order to verify organisations' sustainability work. The company is accredited by Swedac, Swedens national accreditation body and is the first company in the world accredited for verifying conformity.
- ➤ VATI has a network of over 25,000 people who are committed to creating a better world by running businesses that promote sustainability, equality and diversity.





# ERIFOREMENT GOALS

Ensure transparency in organisations worldwide – for a reliable and equitable future





#### **Our Value Proposition**



## Business consulting

By implementing sustainability in your business strategy you future proof your company! We offer consulting and help to make a sustainability journey.



#### **Education**

Everything we do has sustainability in mind!
Therefore, all our courses are based on the Sustainable
Development Goals.



## Matching & Community

Whether you are an Independent Professional or a Company we match you with the right competence.



## Keynotes & Seminars

International Keynote Speakers.

Tailored on- and off-site Seminars & Trainings.





#### The Program "Certified Sustainability Manager<sup>TM</sup>"



#### Block 1 Business For SDGs

Sustainability and the
Sustainable Development Goals
(SDGs) is the foundation for the
whole program.

In this block you will master the SDGs and learn how to integrate sustainability into an organisation's strategy, helping them to future-proof their organisation.



#### Block 2 DE&I Change Leader

It is becoming increasingly clear that Diversity, Gender Equality & Inclusion are keys to more sustainable and profitable business.

In this block, you will go through the facts and arguments for working with DE&I and learn how to integrate DE&I into an organsiations strategy.



#### Block 3 Certified Impact Auditor

To be trustworthy, an organisation needs to be transparent about their sustainability work. Being transparent will strengthen their competitiveness and contribute to future proof their organisation.

In this block, you will learn how to verify an organsiations sustainability work according to ISO26000.



#### Block 4 Business For Circularity

Having a circular business model will be imperative for a business to survive in the future. It is a gain for both people, planet and profit.

In this block, you will study the concept circular economy and learn different circular business models and how to integrate circularity in an organisation's husiness strategy

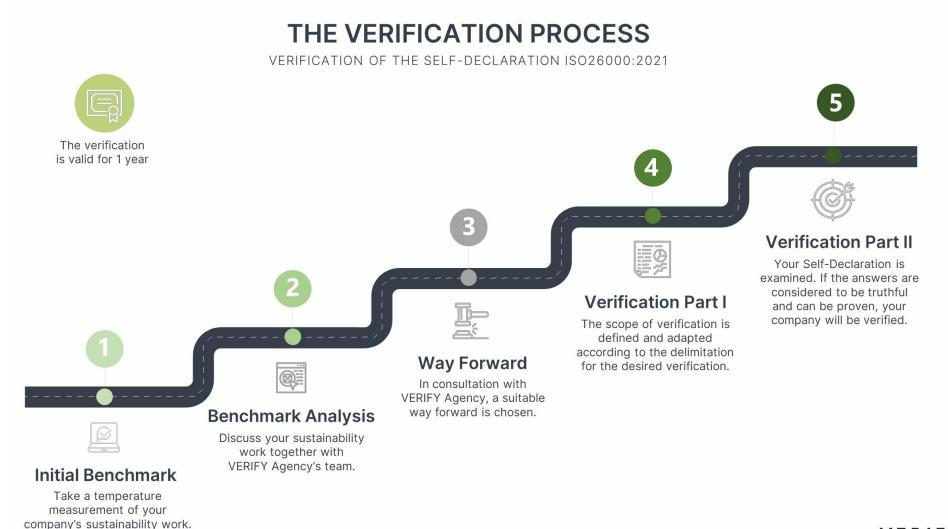


Transformational Leadership

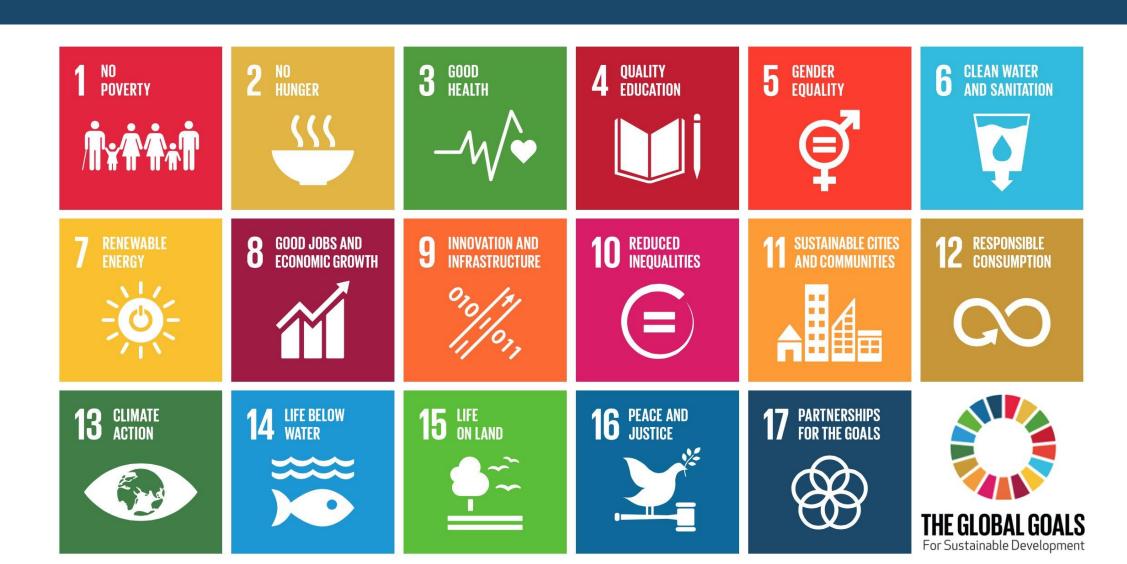
Throughout the year, in parallel with the 4 different blocks, you will study sustainable and transformational leadership. You will, besides theory studies, be apart of a Mastermind group where you will grow both as a person and leader. The concept of IKIGAI will be in focus.



#### The Verification Process



#### The Sustainable Development Goals





## Worlds largest project

- 193 countries
- 17 goals
- 169 subtargets
- 232 indicators

#### Agenda 2030

- Eradicate poverty
- Reduce injustice
- Solve the climate crisis





#### Worlds largest project & business plan











#### \$12 trillion of business opportunities within 4 segments / year until year 2030

GLOBALA MÅLEN

6 RENT VATTEN OCH SANITET FÖR ALLA

₩

Energi US\$4.3 trillions

Cities: US\$3.7 trillions

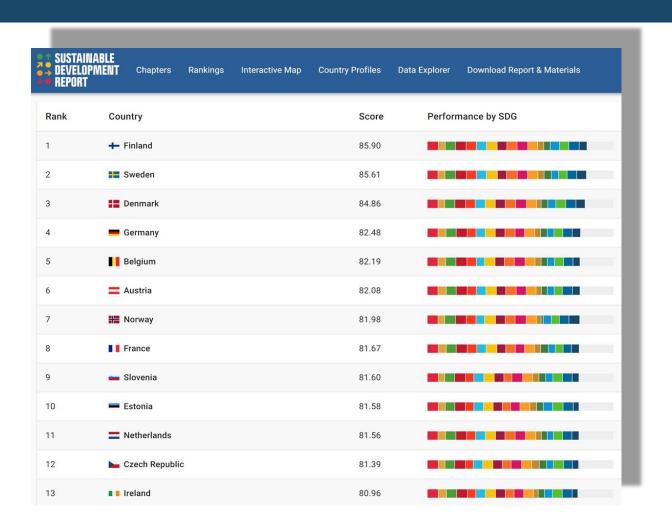
Food & Agriculture US\$2.3 trillions

Health & Wellbeing US\$1.7 trillions

Better Business Better World



#### **SDG Ranking**



- 1. Finland
- 2. Sweden
- 3. Denmark
- 4. Germany
- 16. Japan
- 28. Korea
- 32. USA
- 46. Russia
- 57. China
- 71. United Arab Emirates



#### Performance by SDG

- ↑ SDG 1: No poverty
- SDG 2: Zero hunger
- SDG 3: Good health and well-being
- SDG 4: Quality education
- SDG 5: Gender equality
- SDG 6: Clean water and sanitation
- SDG 7: Affordable and clean energy
- SDG 8: Decent work and economic growth
- SDG 9: Industry, innovation and infrastructure
- ♦ SDG 10: Reduced inequalities
- SDG 11: Sustainable cities and communities
- SDG 12: Responsible consumption and production
- → SDG 13. Climate action
- → SDG 14: Life below water
- SDG 15: Life on land
- SDG 16: Peace, justice and strong institutions
- SDG 17: Partnerships for the goals

Which of the Sustainable Development Goals are the majority of the OECD countries performing worse on?



#### SDG 12 – Sustainable Production & Consumption



if the whole world would consume as a Swede, we would need 4 planets



#### **Sustainability Trends**

From COP26, to the ongoing coronavirus pandemic and the war in Ukraine, 2022 is a big year in sustainability.

- COP26 Annual follow-ups istf 2050 and emphasizes the importance of companies' sustainability work.
- The new administration in the USA shows a stronger climate commitment, as well as tougher climate goals in China influence the issues globally.
- The war in Ukraine funding and subsidies for fossil fuels need to be stopped.
- Biodiversity.
- Investors tough tactics for faster transition
- Gender Equality & Diversity drives the economy





#### An increase in ESG investing



- Investors are increasingly considering companies' Environmental, Social, and Governance (ESG) activities when making investment decisions, and this sustainability trend will continue to accelerate in 2022 and forward.
- ➢ BlackRock, the world's largest asset manager, has famously stated it will <u>require companies to</u> <u>report</u> their ESG activities in line with standards such as the <u>Sustainability Accounting Standards</u> Board (SASB).
- Research from McKinsey shows that companies with <a href="https://www.night.com/high-ESG">high ESG ratings</a> tend to outperform the market in both the medium and long terms.



## A wave of new sustainability reporting is emerging

All policy development is now about directing financial flows towards sustainable activities and companies.

- ESG reporting
- EU taxonomy
- EU's Sustainable Finance Disclosure Regulation (SFDR)
- CSRD: Europe's new sustainability reporting directive





	Start-ups / Small companies  < 50 Employees + ≤ € 10 M revenue OR ≤ € 10 M balance sheet total	<pre>     Middle sized  &lt; 250 Employees     +     ≤ € 50 M revenue OR     ≤ € 43 M balance sheet total </pre>	> 250 Employees + < € 50 M revenue OR > € 43 M balance sheet total	
> ISO26000	*	*	*	Standards and
➤ <b>GRI</b> (Global Reporting Initiative)		*	*	frameworks for sustainability
TCFD (Taskforce on Climate- Related Financial Disclosures)		*	*	reporting
> SASB (Sustainability Accounting Standards Board)		*	*	
> IIR  (International Integrated Reporting)			*	

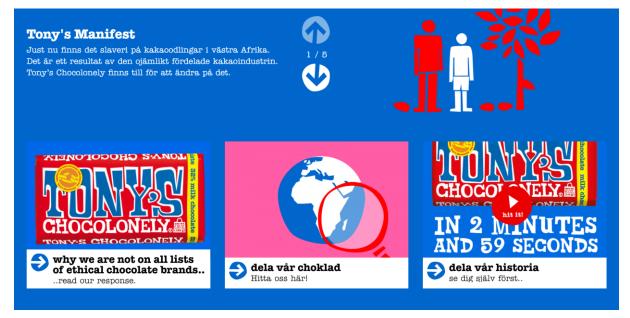
	Start-ups / Small companies  < 50 Employees  + ≤ € 10 M revenue OR ≤ € 10 M balance sheet total	Middle sized  < 250 Employees  +  ≤ € 50 M revenue OR  ≤ € 43 M balance sheet total	Large Enterprises  > 250 Employees + < € 50 M revenue OR > € 43 M balance sheet total	
Carbon Disclosure Project)	*	*	*	
> SBTi (Science-based targets initiative)	*	*	*	fı
> UN Global Compact	*	*	*	
> SDG Compass	*	*	*	

Standards and frameworks for sustainability reporting



## Slavery free chocolate!







#### "Fast fashion blir Green fashion?"



Climate crisis

Why 'eco-conscious' fashion brands can continue to increase emissions

In an effort to reduce greenhouse gas emissions, many brands have joined a system called the Carbon Disclosure Project (CDP), an independent body that rates environmental performance.

The Guardian revealed how the fashion industry's impact on the planet is hidden. Thanks to how the points are calculated, brands such as H&M and Nike can claim a total reduction in the annual carbon dioxide emissions - and get high points from the CDP - despite the fact that their actual emissions increase.



On what basis can investors, customers and business partners verify the truth?





## **Transparency & Truthfullness**

- In a world where greenwashing and SDG-washing occur, this has led stakeholders to be skeptical of corporate sustainability promises.
- The key to eliminating greenwashing is therefore **transparency.** And if transparency is the key to building trust among stakeholders, then data that can be **verified** is the key to achieving transparency.
- Verifying sustainability reporting is becoming increasingly important to maintain the confidence of investors, customers and employees.





#### **Standard for truth - ISO 17029**

International standard in the field of conformity.

It is about verifying, confirming the correctness, in a statement or statement.





When a company that produces goods - clothes, furniture, white goods - claims that they take social and environmental responsibility, it is difficult for an individual to check the accuracy.



If it is verified through an accredited body, it means that the claim is reliable and that the consumer can trust the company in question when it comes to at least that!



#### What does the Nordics do?

✓ Introducing laws and directives

✓ Directs financial support for sustainability activities
 (Almi, Vinnova, Regions, the Swedish Energy Agency, etc.)

 ✓ Adopted ISO17029 & Revised ISO26000 (Possibility to verify the sustainability work through self-declaration)

#### Nya skärpta regler vid offentlig upphandling ska bidra till ett hållbart samhälle

Publicerad 28 oktober 2021

Den offentliga sektorn köper varje år varor och tjänster för cirka 800 miljarder kronor och har därmed en viktig roll i omställningen till ett resurseffektivt, fossilfritt och hållbart samhälle. I ett förslag som i dag skickas ut på remiss föreslår regeringen en lagskärpning där klimatet, människors hälsa och djuromsorg ska beaktas vid offentlig upphandling.





## What data can be verified according to ISO 17029?

> Ethical statements

"Guaranteed without child labor",

"We pay above-average salaries to employees",

"We strengthen small farmers",

"100% slave-free chocolate"



- Verification of ESG indicators: GHG emissions (ISO 14064), water impact (ISO 14046),
- > Verification of due diligence methods: human rights, information security, anti-corruption,
- > Statements about the environmental friendliness of products, such as eco-labels and declarations
- > Verification of sustainable investments





#### How does verification differ from certification



Certifications focus primarily on compliance with standards and specifications,



Verifications focus on confirming the truthfulness of the individual statements from organizations.

This enables companies to highlight their own strengths and achievements instead of focusing solely on conformity.



#### Benefits of verifying a companys sustainability work

#### Become transparent and trustworthy

- By getting verified by an accredited third party organisation, you strengthen your competitiveness and contribute to future proof your company.

#### Access new markets

- You strengthen your competitiveness in both public and private procurement.

#### Secure funding

- Banks and investors require ESG, financial and non-financial reporting, and your ISO26000 self-declaration can serve as your sustainability report.

#### Attract the best talents

- Today employees and talents want to work in companies with a clear higher purpose.





#### Self-declaration — a checklist

Portalfråga	Fråga SIS/TS 2:2021	Svar samt eventuella referenser	Ingen förändring sedan senaste egendeklarationen inkl. spårbarhet till utgåva
PORTALFRÅGA A	Eventuell sammanfattning av portalfråga A		
Beskriv organisationens	Fråga 1: Vilka delar av organisationen, organisationsenheter		
grundläggande förutsättningar,	eller grupper av människor omfattas av egendeklarationen och		
affärsmodell och arbete med due	varför har eventuella avgränsningar gjorts?		
diligence samt vilken del av	Fråga 2: Vilka verksamhetsområden (processer), vilken		
organisationen som omfattas av	storlek, antal anställda och geografisk placering har		
egendeklarationen	organisationen?		
	Fråga 3: Vilka andra certifieringar eller verktyg/riktlinjer inom		
	hållbar utveckling använder organisationen?		
4.2 Organisationens förutsättningar	Traga ii besiiii Taraeneajan, mea ie reranceroneaja minasire		
och strategi i fråga om	geografisk spridning och antal nivåer, kundgrupper och		
samhällsansvar	underentreprenörer.		
	Fråga 5: Beskriv hur organisationen säkerställer sitt arbete		
	enligt de sju principerna enligt SS-EN ISO 26000:2021, till		
	exempel för vilka rutiner och arbetsmoment som principerna		
	är viktiga. Kommentera samtliga principer och ange vilka som		
	identifierats som viktiga. Principerna är ansvarighet,		
	transparens, etiskt uppförande, respekt för intressenternas		
	intressen, respekt för rättsstatens principer, respekt för		
	internationella uppförandenormer och respekt för de		
	mänskliga rättigheterna.		
	Fråga 6: Vilka intressenter för den sociala-, ekonomiska- och		
	miljömässiga hållbarheten har organisationen identifierat?		
	Fråga 7: Hur identifierar och bedömer organisationen vilka		
	intressenter som är prioriterade och vilka som är relevanta?		
	(Se SS-EN ISO 26000:2021, 5.3.2.)		
	Fråga 8: Vilka intressenter är prioriterade?		7
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To get the self-declaration questions click here: https://verifyagency.com/ quides how

**50 questions** 

- guides how organizations should integrate sustainability into their operations – ESG reporting
- helps to "do right"
- maximizes contributions to sustainable development
- can be used for sustainability reporting



#### Conclusion

- > Sustainability is an area that is constantly changing and evolving and the transition will continue at a high pace.
- ➤ An effective transition will create business opportunities and opportunities for increased competitive advantages.
- Transparency and truthfulness are keys!

GET YOUR SUSTAINABILITY WORK VERIFIED –
IT IS BUSINESS CRITICAL & STRENGTHENS THEIR
COMPETITIVENESS!





#### Thank You!



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