Antitrust & Legal Reminder for Training Session: Walmart & CDP Supplier Support Webinar

- The purpose of this webinar is share educational materials related to reporting to CDP and using your CDP response in Walmart's Project Gigaton.
- However, be mindful that you may compete with other participants attending the Webinar and, therefore, you should avoid discussing:
 - Any agreements or understandings to limit any aspect of competition; and
 - <u>Competitively-sensitive information</u>, including pricing, costs, margins, and other price-related or confidential terms of sale; forward-looking strategies or business plans (discussing, for example, a specific customer, geographic, or segment focus); and non-public information regarding employee recruitment strategies and/or wages/benefits.
- You will have an opportunity to discuss sensitive strategic issues with your Walmart buying team on an individual basis –
 do not do so in front of your competitors.
- If you have any questions, please contact your company's legal counsel.

THIS TRAINING DOES NOT CONSTITUTE LEGAL ADVICE. SUPPLIERS SHOULD CONSULT THEIR OWN COUNSEL WITH LEGAL QUESTIONS RELATED TO CLIMATE REPORTING.



Walmart & CDP Supplier Support Webinar

June 8, 2023



Speakers





Chrissy Britton

Senior Manager, Sustainability Walmart, Inc.



Jeremy Edelman

Strategic Growth Manager Supply Chain CDP North America

Contents



- **Walmart's Supply Chain Sustainability Goals**& Project Gigaton
- CDP Overview
- ▼ Target Questions for Suppliers
- How to Use CDP Data for Project Gigaton
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Walmart is on a path to become a regenerative company, one dedicated to placing nature and humanity at the center of our business practices."

Doug McMillon

President and CEO, Walmart Inc.

What does Regeneration mean for Sustainability?



Spurring a circular economy, eliminating waste along the product chain



Decarbonizing operations



Restoring, renewing, replenishing and conserving natural resources



Adopting regenerative practices in agriculture, forest management and fisheries



Advancing prosperity, equity for associates, customers, people across our supply chains

PLANET

Project Gigaton: Driving action with suppliers toward Regeneration













Energy

Nature

Waste

Packaging

Transportation

Product Use & Design

Aiming to reduce or avoid

1 billion MT of emissions by 2030

Cumulative **750+ million MT CO₂e avoided** (supplier reported) and **5,200+ suppliers** engaged since 2017













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ABOUT CDP





CDP is a global environmental impact non-profit working to secure a thriving economy that works for people and planet.



CDP runs the **global disclosure system** that enables companies, cities, states and regions to measure and manage their environmental impacts.



With the world's most comprehensive collection of self-eported data, the world's economy looks to CDP as the **gold standard of environmental reporting**.



Its network of investors, purchasers and policymakers around the globe, use our data and insights to make **better-informed decisions**.

Benefits of Participating





Measure and reduce environmental impact and benchmark impact against peers



Identify cost savings and areas to improve operational efficiency



Identify risks and opportunities and communicate risk management practices



Propose collaborative opportunities and increase value from customer relationships



Demonstrate transparency and operational competence to their customers



One response for all customers and stakeholders

2023 CDP supply chain members

330+ purchasing organizations | US\$6.4tr+ procurement spend | 40,000+ suppliers



























































































































How it works: CDP Questionnaires

Climate Change | Forests



Climate Change

Key areas:

- Governance
- Risks and opportunities
- Strategy
- Targets
- Emissions
- Energy
- Verification
- Carbon Pricing
- Engagement
- Biodiversity
- **▼** Supply chain module

Allocation of emissions, Collaborative opportunities, Product and service level data

Forests

Key areas:

- Current state
- Procedures
- Risks and opportunities
- Governance and Strategy
- Implementation
- Verification and Challenges

Forest risk commodities:

- ▼ Timber, Palm oil, Cattle production, Soy
- **▼** Supply chain module

Certified volume sold to each requesting customers, Collaboration, Initiatives/actions as a result of Walmart engagement

Supply Chain Module is Non-Public

All responses to **Walmart** in the supply chain module will remain non-public!

Questions ask you to select a
Customer using a drop-down menu
in our online response system, and
only the Customer you select for
each row will have access to the
information in it.

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Climate Change & Forests Questionnaire Target Questions

How to Report to Project Gigaton with CDP





- 1. Report on:
 - a) Reporting year start and end dates in C0.2
 - Emissions calculation methodology in C5.3
 - c) Corporate-wide emissions accounting in C6.1 and C6.3
 - d) Verification of emissions data in C10.1
 - e) Report on emissions reduction activities in C4.3b
- 2. Submit your CDP response by July 26th



- 3. Sept 5 Nov 3 login, review and submit your information! https://www.walmartsustainabilityhub.com/project-gigaton/join-us
- 4. Add more detailed information to the Gigaton Calculators.

9 Climate Priorities for 2023 CDP Disclosure to Walmart



Action Item	Related Question(s)	Why do we want you to answer this question specifically?
 Disclose to CDP – preferably publicly (Start by confirming intention or activating questionnaire!) 	-	Disclosing to CDP helps build understanding; just by starting you will gain insight into the extent of your business' current impact and risk exposure.
2. Enter start and end dates for your reporting year	Co.2 PréjectGigaton	Reporting dates are necessary to be able to properly interpret the reported data and track progress over time. Please be sure to align these reporting dates with project gigaton where possible
3. Detail your emissions calculation methodology	C5.3 PréjectGigaton	Walmart needs to understand what methods have been used to calculate emissions.
4. Report your Scope 1 & 2 emissions, preferably verified	C6.1 - Scope 1 C6.3 - Scope 2 C10.1 - Verification PrejectGigaton	Reporting emissions is best practice and a prerequisite to understanding and reducing negative environmental impacts. Verification ensures data quality.

9 Climate Priorities for 2023 CDP Disclosure to Walmart



Action Item	Related Question(s)	Why do we want you to answer this question specifically?
5. Provide emissions intensity metric	C6.10	By reporting your emissions intensity per unit of revenue, Walmart can more effectively model supply chain (scope 3) emissions.
6. Report climate targets, including a science-based target, net-zero, renewable energy, and methane	C4.1a/b – Emissions reduction targets / SBTs C4.2a/b/c – Other climate targets	Setting a structured target demonstrates your commitment and level of ambition to reduce emissions. For additional resources on target setting, please refer to the Science Based Targets Initiative .
		Setting targets on specific emission sources and toward a net-zero goal is integral to achieving ambitious climate action.

9 Climate Priorities for 2023 CDP Disclosure to Walmart



Action Item	Related Question(s)	Why do we want you to answer this question specifically?
7. Report emission reduction activities	C4.3b PréjectGigaton	Walmart is particularly interested in reducing emissions in the supply chain. Detail the actions you are taking to reduce your emissions to meet your target, and any cost-saving benefits from these efficiencies.
8. Report on your renewable energy use	C8.2 & C8.2a	Reporting on your renewable energy use helps to track reductions in suppliers' emissions. For example, Walmart can assess the rate suppliers are switching to renewables and calculate risk of fossil fuel reliance.
9. Report annual revenue for the reporting period (only shared with requesting authorities, like Walmart)	SC0.1	Annual revenue for the reporting period provides important information toward Walmart calculating Scope 3 emissions.

Your responses to the Supply Chain module are visible only to Walmart regardless of whether you elect to make your CDP response private or public

4 Forests Priorities for 2023 CDP Disclosure to Walmart



Action Item	Related Question(s)	Why do we want you to answer this question specifically?
1. Public Disclosure on Forest Risk Commodities	F0.4	Select the forest risk commodities that you are disclosing on, based on whether your organization produces , sources , or uses them. Scored commodities: Timber, Palm Oil, Cattle products, Soy Non-scored commodities: Rubber, Cocoa, and Coffee
2. Report Commodity Production and/or Consumption Data	F1.5a/b	Collecting data of production and/or consumption volumes reflects best practices and provides context about your operations and supply chain, including reliance on forests risk commodities and potential exposure.
3. Public Forest Commitments	F4.6a/b	Publicly committing to implement a no deforestation or conversion policy signals progress towards sustainable forests stewardship.
4. Traceability and Certification	F6.2/a F6.3/a	Having a traceability system to track and monitor the origin of raw materials is essential to understand exposure to forests-related risks. Third-party certification is a crucial part of adopting responsible practice.

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How to Report to Project Gigaton with CDP



In order to use your CDP data for Project Gigaton, <u>all relevant fields below in question C4.3b must be completed</u> in your CDP disclosure:

- C4.3b Column 1 Initiative Category
- C4.3b Column 2 Initiative Type
- C4.3b Column 3 Estimated annual CO2e savings (metric tonnes CO2e)
- C4.3b Column 4 Scope
- C4.3b Column 9 Estimated lifetime of the initiative (assumed to be >1 year if not provided)
- C4.3b Column 10 Comment (description of the initiative strongly encouraged but not required)

Deadline to submit to CDP: July 26, 2023

Project Gigaton Reporting: September 5 – November 3, 2023

Please note that the <u>same project may only be reported through CDP and counted towards Project</u> <u>Gigaton once</u>. Please do not report the same project over multiple reporting cycles unless the estimated lifetime is one year or less.

Please consult the project gigaton guidance (link in chat) or reach out to corpsu@walmart.com with any questions.



Reporting Emissions Reduction Initiatives (C4.3b)



	Initiative category		Estimated annual CO ₂ e savings (metric tons CO ₂ e)	Scope(s) or Scope 3 category(ies) where emissions savings occur	oluntary/ Mandatory
			Numerical field [enter a number from 0-999,999,999,999 using a maximum of 2 decimal places and no commas]	Scope 1 Scope 2 (location-based) Scope 2 (market-based) Scope 3 category 1: Purchased goods & services Scope 3 category 2: Capital goods Scope 3 category 3: Fuel-and-energy-related activities (not included in Scopes 1 or 2) Scope 3 category 4: Upstream transportation & distribution Scope 3 category 5: Waste generated in operations Scope 3 category 6:	Select from: Voluntary Mandatory
	Annual monetary savings (unit currency – as specified in CO.4)	Investment required (unit currency – as specified in C0.4)	Payback period	Estimated lifetime of the initiative	Comment
2	Numerical field [enter a number from 0-999,999,999,999 using no decimal places, and no commas]	Numerical field [enter a number from 0-999,999,999,999 using no decimal places, and no commas]	Select from: <1 year 1-3 years 4-10 years 11-15 years 16-20 years 21-25 years >25 years No payback 	Select from:	rext neid [maximum 1,500 characters]

For "Initiative Type," in column 2, if none of the provided options are applicable to your initiative, select "Other, please specify" and provide details of the initiative type.





PréjectGigaton Pillars













Energy

Renewable Energy Energy Efficiency



Regenerative Agriculture Forestry

Waste

Food, Solid Waste Reduction Recycling, Composting

Packaging

Recycled Content
Recyclability
Reduction

Transportation

Optimized
Shipping
Zero emission
vehicles

Product Use & Design

Design
Optimization
Sustainable
Sourcing











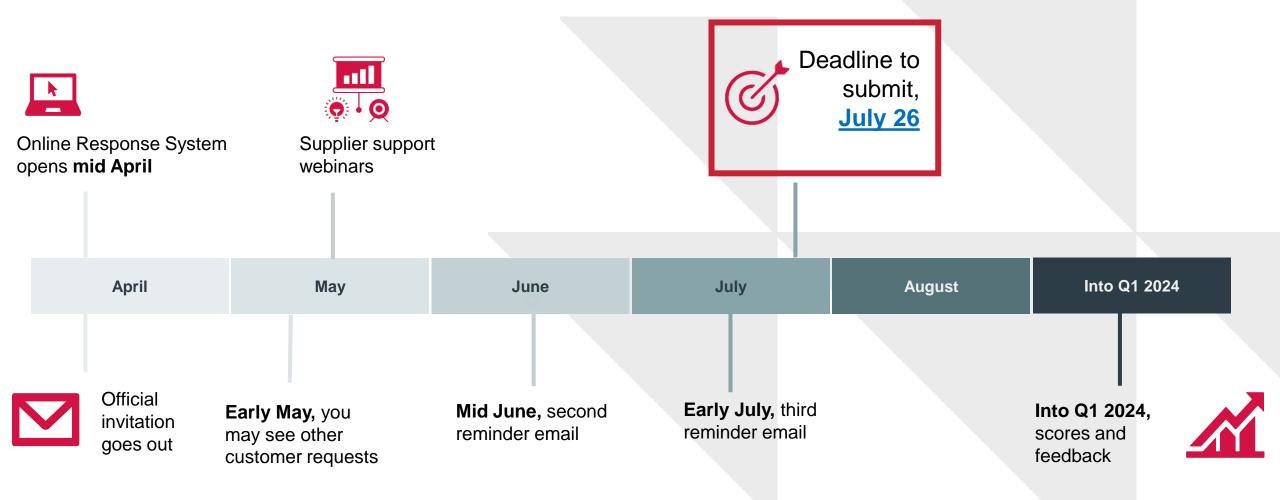
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CDP Disclosure Timeline for 2023





Registering a Contact with CDP ("Join an Organization")



Dropdown list of requesting Customer (Walmart)

YOUR name, email, and company

Optional fields that can assist in registration

ome > Contact Support	
oin an Organizatio	n
mplete this form to gain access to an existing organiza I attempt to join an organization.	tion's CDP account. You will need to set up and verify your personal CDP account before you complete this form
our dashboard using your existing details when the On also skip this step and contact support, asking your lo	r current organization's CDP response, you do not need to fill out this form. You can skip this step and sign in line Response System (ORS) opens in mid-April. If your company is requested by investors/capital markets you cal contact point to give you access to your company's dashboard. If your organization was requested in previoud you as a user directly from their dashboard once the ORS opens.
Requesting Authority/Authorities	0
These are the organizations that requested you to con	nplete the CDP questionnaire(s)
These are the organizations that requested you to con Select or search options	nplete the CDP questionnaire(s)
	Last Name *
Select or search options	· · · · · · · · · · · · · · · · · · ·
Select or search options First Name * Email Address *()	Last Name * Organization Name *(1)
Select or search options First Name *	Last Name * Organization Name *(1)

Adding parent company ensures proper reporting and prevents double counting

"Join an Org" Contact Registration Form

Logging into your CDP Portal



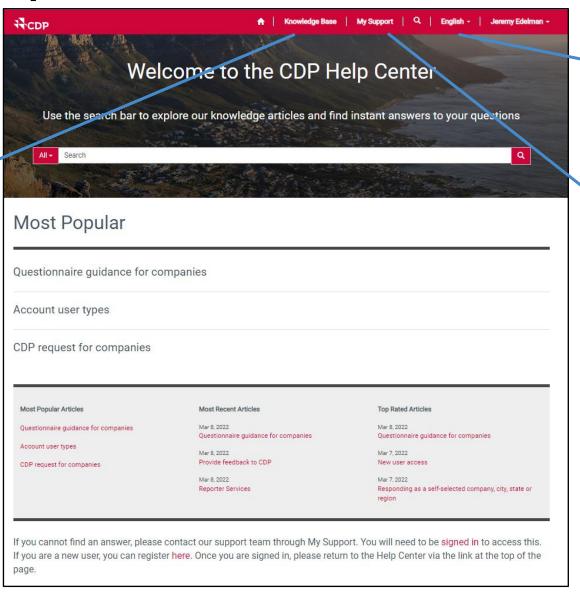
example@domain.co	m			
password	Show			
Forgotten your password?	Resend registration or confirmation link			
Sign in \longrightarrow				
Not a CDP user? Register				
Still having issues? Click here for support.				

If you cannot log in, contact the Help Center for support

cdp.net/users/sign_in

Using CDP's Help Center

Knowledge Base: Repository of selfhelp articles for immediate support





Support in multiple languages: English, Portuguese, Japanese, Korean, French, Chinese, Spanish

"My Support" - once logged in, you can raise a ticket for CDP (will link to your account)

Popular articles

Quick Tips for Getting Started



Before you start:

- ▼ Allow emails from @cdp.net
- Disable popup blockers
- Optimized use in Google Chrome
- Review questionnaires offline by downloading them in Microsoft Word or a PDF
- Review guidance and scoring methodology www.cdp.net/guidance

How to access:

- Register a contact on CDP's website
- ▼ Follow the activation link in the April notification email from CDP
- Login to CDP's website and activate your questionnaires immediately
- ▼ If you did not receive an email from CDP, contact the CDP Help Center
- Submission Deadline: <u>July 26, 2023</u>

Who to contact with issues or concerns:



In case of CDP platform issues:

- Non-receipt of an email from CDP
- Technical difficulties
- Mis-categorization of industry
- Staff changes at your organization
- Mergers & Acquisition, parent company reporting on behalf of subsidiary
- Business relationship changes

Contact – <u>CDP Help Center</u>: help.cdp.net

In case of Walmart and Project Gigaton specific concerns:

- Clarity on priority & target questions
- Problems with Walmart request in dashboard
- What Walmart is looking for
- Project Gigaton Questions
- Walmart procurement questions

Contact – Corpsu@Walmart.com

Resources



Support from CDP - To help you prepare for your disclosure, CDP provides the following resources:

- Resources for Disclosure in 2023:
 - Guidance Online guidance for suppliers to help you disclose to the questionnaire
 - Customer Support <u>CDP Help Center</u> to search knowledge articles and raise any technical support issues regarding your disclosure.
 - **▼ CDP webinars and events** visit www.cdp.net/events for more information.
 - Capacity Building Showcase is a collection of webinars designed for new responders, including Scope 1 Emissions Training and Scope 2 Emissions Training
 - ▼ CDP organizational guide for environmental action The CDP roadmap provides a snapshot of actions companies can take at each stage of their sustainability journey
- **▼** GHG Emissions Accounting Resources and Science-Based Targets:
 - ▼ EPA GHG Emissions Calculator
 - GHG Protocol Corporate Standard
 - GHG Protocol Calculation Tools
 - ▼ CDP Technical Note on Science-Based Targets
 - ▼ FAQs The Science Based Targets Initiative

Scoring Deadline





Questions?



Thank you!

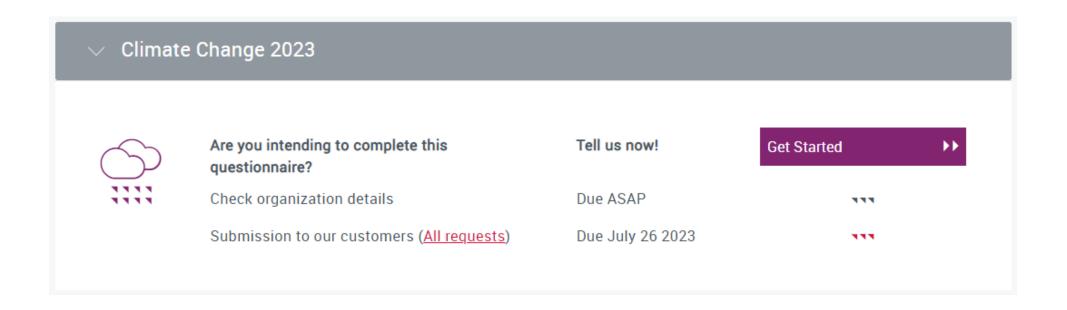
APPENDIX:



CDP RESPONSE DASHBOARD AND ONLINE RESPONSE SYSTEM (ORS) SCREENSHOTS

Suppliers Response Dashboard – Requesting Customers





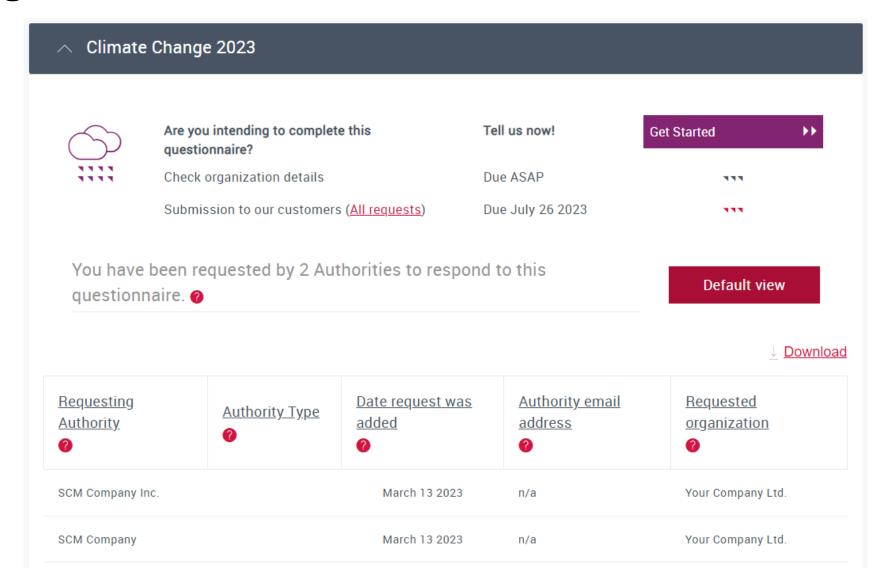
Suppliers Response Dashboard – Requesting Customers



△ Climate Change 2023							
\bigcirc	Are you intending to complete this questionnaire?		Tell us now!	Get Started >>			
1111	Check organization details		Due ASAP	111			
	Submission to our customers (All requests)		Due July 26 2023	***			
You have	been reque	More information					
SCM Comp	SCM Company Inc. SCM Company						
▼ Email	?	▼ Email					

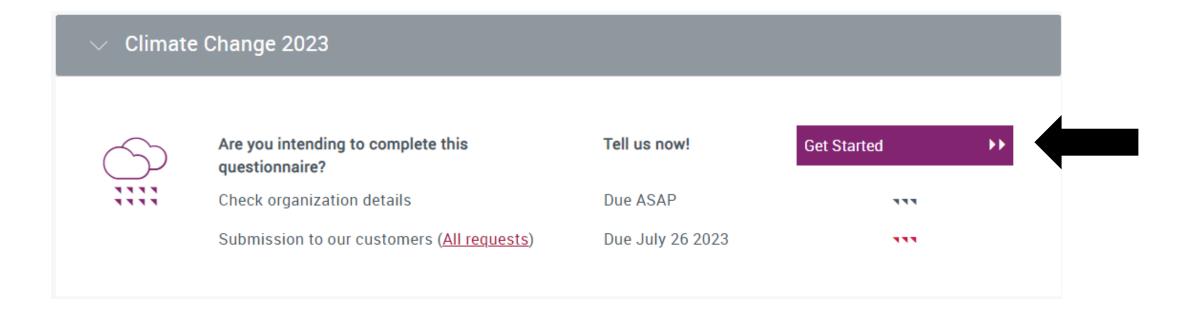
Suppliers Response Dashboard – Requesting Customers





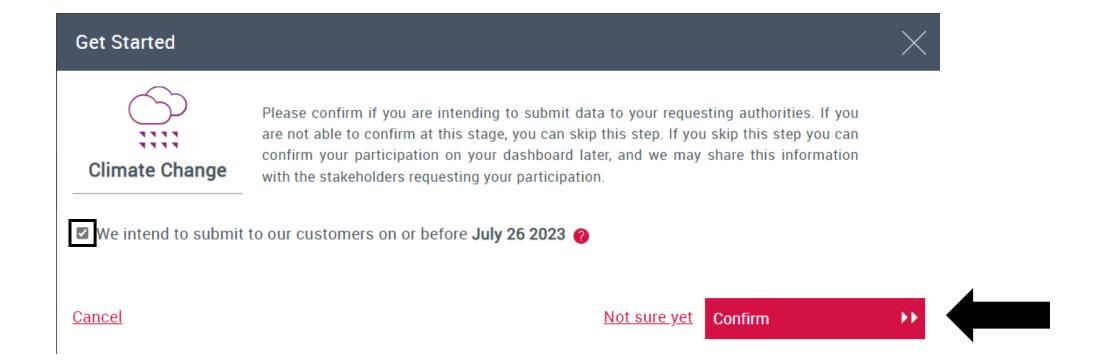
Get Started: Access the Online Response System for the first time





Get Started: Confirm Intention





Get Started: Confirm Main User



Climate Change 2023



You will be the Main User for your organization.

For more information about the main user role and implications, please review the relevant section in the <u>FAQ</u>. For further information regarding the processing of your personal data please view CDP's Privacy Policy.

	Main User	Contributor	View Only
Access dashboard and view responses	✓	✓	\checkmark
Answer questions	✓	✓	
Update organization details	✓		
Activate the questionnaire	✓		
Submit final response/accept Terms	✓		
Control user roles	✓		
Will receive reminders, notifications and disclosure related communications.	✓		
Pay disclosure administrative fee if applicable	\checkmark		
Generate API access tokens	✓		

✓ I confirm that I am authorized to be the main user for my organization

◀ I will not be the Main User



Get Started: Check organization details





Check organization details

Before getting started on the questionnaire, please check the information that we have about your organization. Please note that changes you make here will update the general information that CDP holds about you and your organization.

Country/area of your (Operational Headquarters: Fran	ice <u>Change</u>	
Organization Website Ac	ddress (optional)	Organization Twitter na	me (optional)
www.youcompar	ny.com		
Senior stakeholder 🕖			
Full name		Job title	
Name Surname			
Email			
Headquarters		Billing	
Test address France		Test Address France	
<u>Edit</u>	Remove address	<u>Edit</u>	Remove address

**

Get Started: Confirm questionnaire version

Next

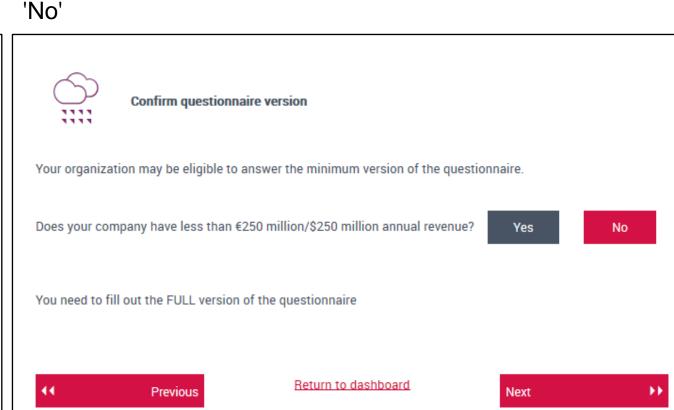


If organization needs to confirm revenue

'Yes' Confirm questionnaire version Your organization may be eligible to answer the minimum version of the questionnaire. Does your company have less than €250 million/\$250 million Yes No annual revenue? • We will complete the FULL version of the questionnaire. O We will complete the MINIMUM version of the questionnaire. Important note: No sector-specific questions are included in the minimum version. Responses to the minimum version will only be scored in certain circumstances. Please see our Scoring Introduction for more information on scoring eligibility.

Return to dashboard

Previous



Get Started: Select or review ACS



Review your organization's CDP-ACS			
Summary of your company's CDP-ACS classification			
CDP-ACS Industry	CDP-ACS Activity Group	CDP-ACS Activity	Questionnaire Sector
Apparel	Textiles & fabric goods	Luggage & bags	General

Your organization's primary questionnaire sector:

General

Your organization's primary CDP-ACS Activity:

Luggage & bags

- ✓ You will receive a score based on your response to the primary questionnaire sector questionnaire.
 - Not all responses will be scored in 2022, <u>click here</u> for further information.

 The minimum version of the questionnaire does not contain sector-specific questions.
- ✓ For guidance on how to identify sector specific questions within your questionnaire <u>click here</u>.
- ✓ For more information on CDP's Activity Classification System (CDP-ACS) please see our <u>FAQ</u>. For a full list of the CDP-ACS classifications <u>click here</u>.

Option for users responding to customers only

◀ Change Primary Activity

Previous

Return to dashboard Start Questionnaire





Dashboard overview

View previous responses

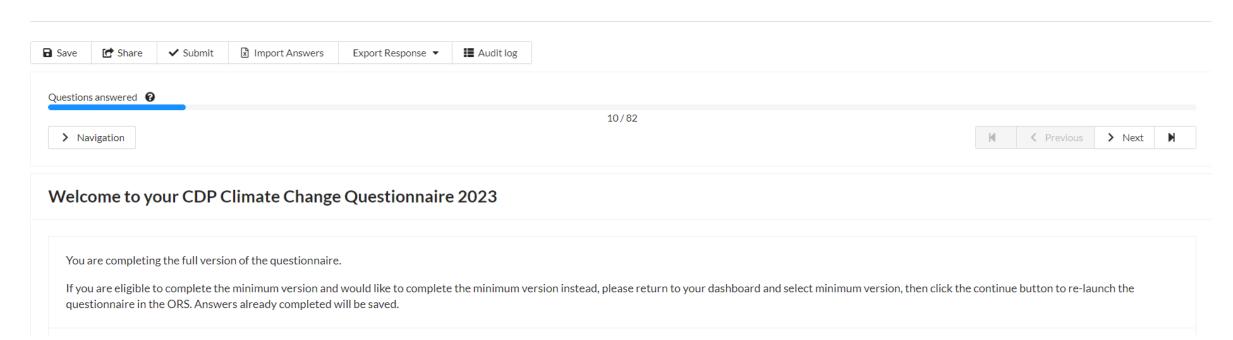
Manage users

Need help?



CDP Climate Change Questionnaire 2023

State: Draft



View of the CC questionnaire in the ORS, once you click Enter Questionnaire from the dashboard.



X Navigation

Sections

All unanswered

Welcome to your CDP Climate Change Questionnaire 2023

- ▶ C0. Introduction
- C1. Governance
- C2. Risks and opportunities
- C3. Business Strategy
- ▶ C4. Targets and performance
- C5. Emissions methodology
- C6. Emissions data
- C7. Emissions breakdowns
- C8. Energy
- C9. Additional metrics
- ▶ C10. Verification
- C11. Carbon pricing
- ► C12. Engagement
- ► C15. Biodiversity
- C16. Signoff
- SC. Supply chain module
 Submit your response

X Navigation

Sections

All unanswered

Welcome to your CDP Climate Change Questionnaire 2023

- ▼ C0. Introduction
 - C0.1
 - C0.2
 - C0.3
 - C0.4
 - C0.5
 - C-AC0.6/C-FB0.6/C-PF0.6
 - C-AC0.7/C-FB0.7/C-PF0.7
 - C0.8
- C1. Governance
- ► C2. Risks and opportunities
- ► C3. Business Strategy
- ► C4. Targets and performance
- ► C5. Emissions methodology
- ▶ C6. Emissions data
- ► C7. Emissions breakdowns
- ► C8. Energy
- ► C9. Additional metrics
- C10. Verification



C1. Governance

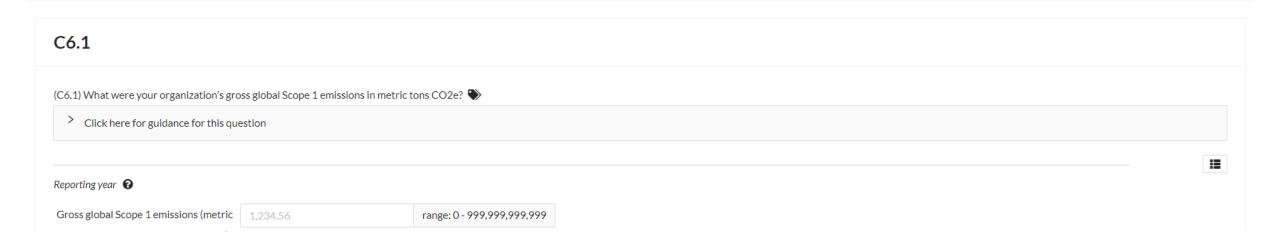
- Board-level oversight of climate-related issues is considered best practice and provides an indication of the importance of climate-related issues to the organization.
- This module is intended to capture the governance structure of your company with regard to climate change, and provides data users with an understanding of the organization's approach to climate-related issues at the board level and management level.

C1.1	
(C1.1) Is there board-level oversight of climate-related issues within your organization? ♥ Yes No	
Clear selection > Click here for guidance for this question	



C6. Emissions data

- · Reporting emissions is best practice and a prerequisite to understanding and reducing negative environmental impacts.
- This module examines emissions data details and is aligned with TCFD Metrics & Targets recommended disclosure b) Disclose Scope 1, Scope 2, and, if appropriate, Scope 3 greenhouse gas (GHG) emissions, and the related risks.
- The GHG Protocol is developing new Land Sector and Removals Guidance. This new guidance is currently in the pilot testing and review phase, and will be finalized and published in 2023. Companies responding to the CDP 2023 climate change questionnaire should report in accordance with existing GHG Protocol corporate standards, and not use the draft land sector and removals guidance for CDP reporting in 2023, as it is still under development.





☐ Save	ers Export Response ▼ ■ Audit log		
Questions answered ②			
> Navigation	9/76		> Next M
Submit your response Before you submit, please check the pre-submission ch	necklist in Using CDP's Disclosure Platform – Companies guide.		
* In which language are you submitting your response?			
English		V	
Please confirm how your response should be handled by CDP			
	* I understand that my response will be shared with all requesting stakeholders 2	* Response permission ②	II
Please select your submission options	✓ Yes	Public	
		Non-public	
		Clear selection	



* I understand that my response will be shared with all requesting stakeholders ?	* Response permission ②
✓ Yes	Public
	O Non-public
	Clear selection
Please read CDP's Terms for responding to the 2023 Climate Change questionnaire.	
* Please confirm below	
✓ I have read and accept the applicable Terms	



CDP Climate Change Questionnaire 2023

Click **Submit** at the top of the ORS page to submit your response



CDP Climate Change Questionnaire 2023

Thank you for your submission.

We appreciate the time and effort you have invested to submit your data to your stakeholders through the CDP Climate Change 2023 Questionnaire.

You will receive an email confirming your submission within 24-48 hours. If you do not, please contact your local CDP contact.

We would love to hear from you

CDP is keen to hear from corporations on their experience of using our disclosure platform, and the questionnaires. You can provide feedback via this short form, or via your local CDP contact.

Amending your response

Your response will now be "view-only". If you need to amend your submitted response, please refer to our amendments policy. For more information, please view the FAQs on CDP's website or contact your local CDP contact.

Once the questionnaire has been submitted, you will get a Thank you for your submission screen to confirm that your response has been submitted successfully. A confirmation email should follow in 24-48 hours.