



The Future of 'Holistic Steering & Reporting'

SAP Reporting Tools & Development Plans

September 17, 2021

Isabel Maier
Strategic Customer Engagements and Co-Innovation for S/4HANA, SAP



Disclaimer

The information in this presentation is confidential and proprietary to SAP and may not be disclosed without the permission of SAP. Except for your obligation to protect confidential information, this presentation is not subject to your license agreement or any other service or subscription agreement with SAP. SAP has no obligation to pursue any course of business outlined in this presentation or any related document, or to develop or release any functionality mentioned therein.

This presentation, or any related document and SAP's strategy and possible future developments, products and or platforms directions and functionality are all subject to change and may be changed by SAP at any time for any reason without notice. The information in this presentation is not a commitment, promise or legal obligation to deliver any material, code or functionality. This presentation is provided without a warranty of any kind, either express or implied, including but not limited to, the implied warranties of merchantability, fitness for a particular purpose, or non-infringement. This presentation is for informational purposes and may not be incorporated into a contract. SAP assumes no responsibility for errors or omissions in this presentation, except if such damages were caused by SAP's intentional or gross negligence.

All forward-looking statements are subject to various risks and uncertainties that could cause actual results to differ materially from expectations. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of their dates, and they should not be relied upon in making purchasing decisions.

Our Focus: SAP's 3 Zeros Strategy for Sustainability



A blueprint to integrate sustainability data into business processes across all value chains to drive performance, new products & new markets



Complete the transition to a high-performance Sustainable Intelligent Enterprise by combining operational data mapping with holistic sustainability reporting

Holistic Steering and Reporting



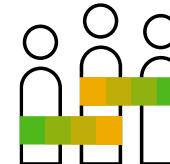
Zero Emissions with **Climate Action**

Generate cost savings by transitioning from “Low to No” carbon across your entire network.



Zero Waste with **Circular Economy**

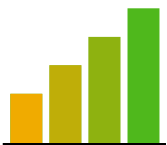
Contribute to a zero-waste world by incorporating resilience and circularity into your supply chains.



Zero Inequality with **Social Responsibility**

Ensure zero incidents, accidents and harm to communities, people and the environment.

Industry Innovation



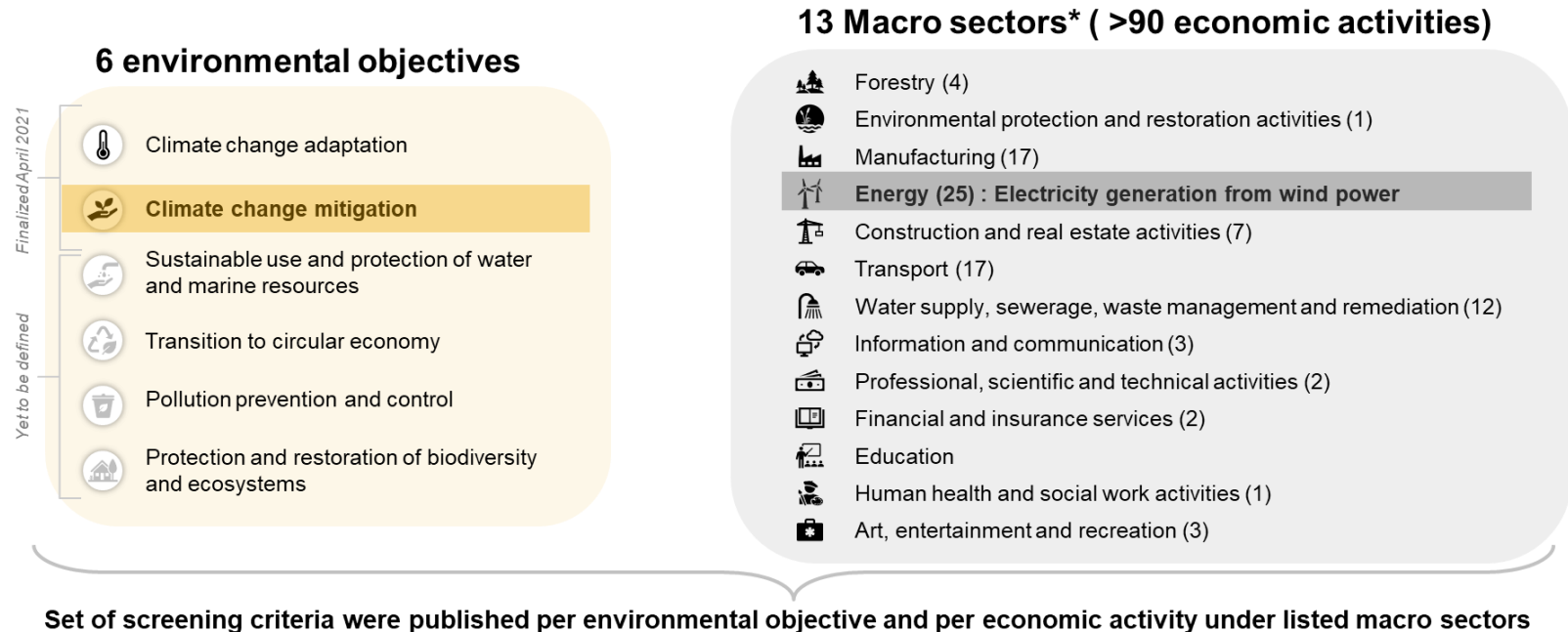
Generate additional value by incorporating industry-specific solutions from across our Partner Ecosystem and Industry Cloud

SAP Sustainability Management: Cloud. Modular. Embedded in the Network.



The Future of “Holistic Steering and Reporting”

EU Taxonomy Introduces Green Classification System Translating EU Goals Into Specific Criteria



Criteria for assessing **Substantial Contribution** to climate change mitigation

☐ Activity generates electricity from wind power

Criteria for assessing **Do No Significant Harm** to other 5 objectives

☐ Compliance with noise/energy regulations(Directive 2017/848; Directive 2008/56)

☐ Measures are taken to prevent or mitigate impacts in relation to biodiversity and seabed integrity (Directive 2008/56) ...

Criteria for assessing **Minimum Safeguards** (standard for all activities)

☐ check on fulfillment of UN Guiding Principles on Business and Human Rights and OECD Guidelines for Multinational Enterprises

The Future of “Holistic Steering and Reporting”

CEO/CFO/CXO: Integrating economic, environmental and social performance into strategic decision-making

Sustainability Reporting Landscape



CSRD – Corporate Sustainability Reporting Directive | GRI – Global Reporting Initiative | CDSB – Climate Disclosure Standards Board | VRF – Value Reporting Foundation | SSB – Sustainability Standards Board | IFRS- International Financial Reporting Standards
OECD – Organization for Economic Co-Operation and Development | VBA – Value Balancing Alliance | WEF – World Economic Forum | WBCSD – World Business Council for Sustainable Development

The Future of “Holistic Steering and Reporting”

CEO/CFO/CXO: Integrating economic, environmental and social performance into strategic decision-making

— Solution Goals —



Executive dashboard for holistic company performance

Automated, timely and auditable data on KPIs such as GHG*, D&I*, share of SRIs*, water, corruption, human rights; reporting along industry standards

Drill down into strategic areas within the company and across the business network



Sustainable business steering

Informed decision-making based on connectivity of financial and pre-financial/ESG indicators, e.g., optimizing for costs and GHG emissions

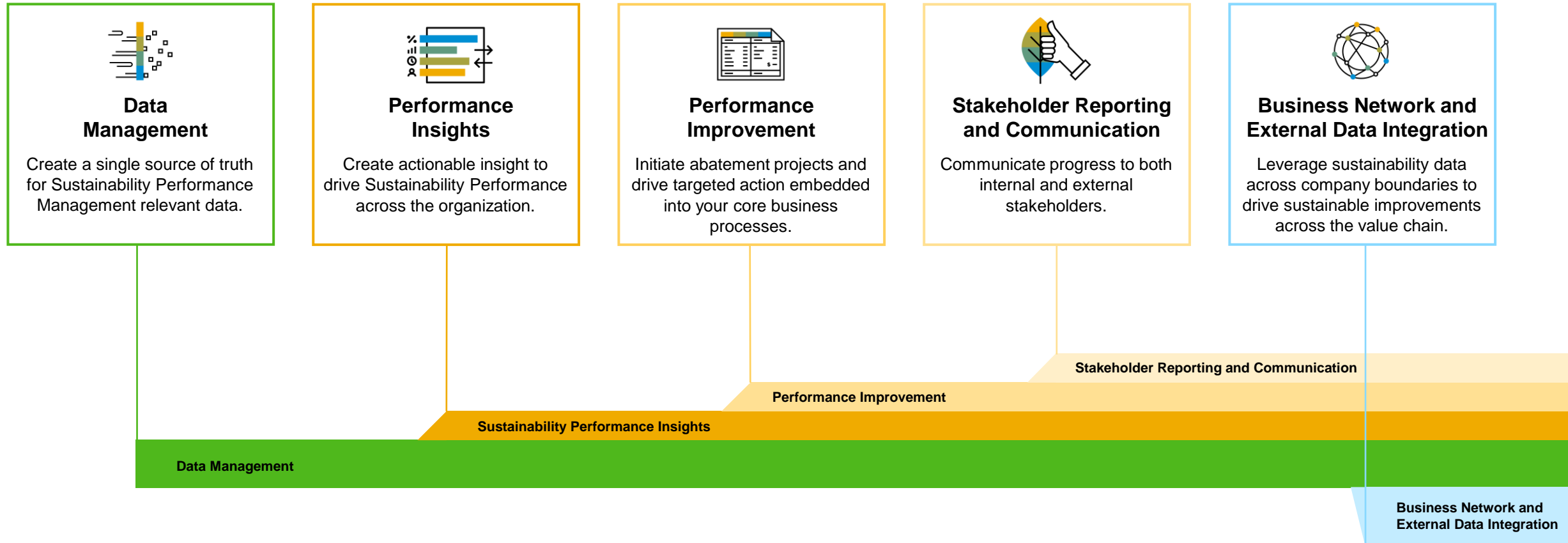


Measuring and managing total impact

CXO can quantify the total impact of business activity on the environment and the society and manage trade-offs with \$ as comparable currency

SAP Sustainability Control Tower: **Solution Capabilities**

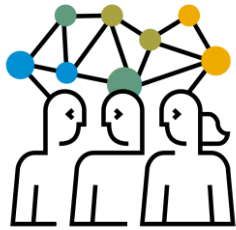
SAP Sustainability Control Tower provides the Platform and Capabilities to enable holistic and integrated Sustainability Performance Management



The Future of “Holistic Steering and Reporting”

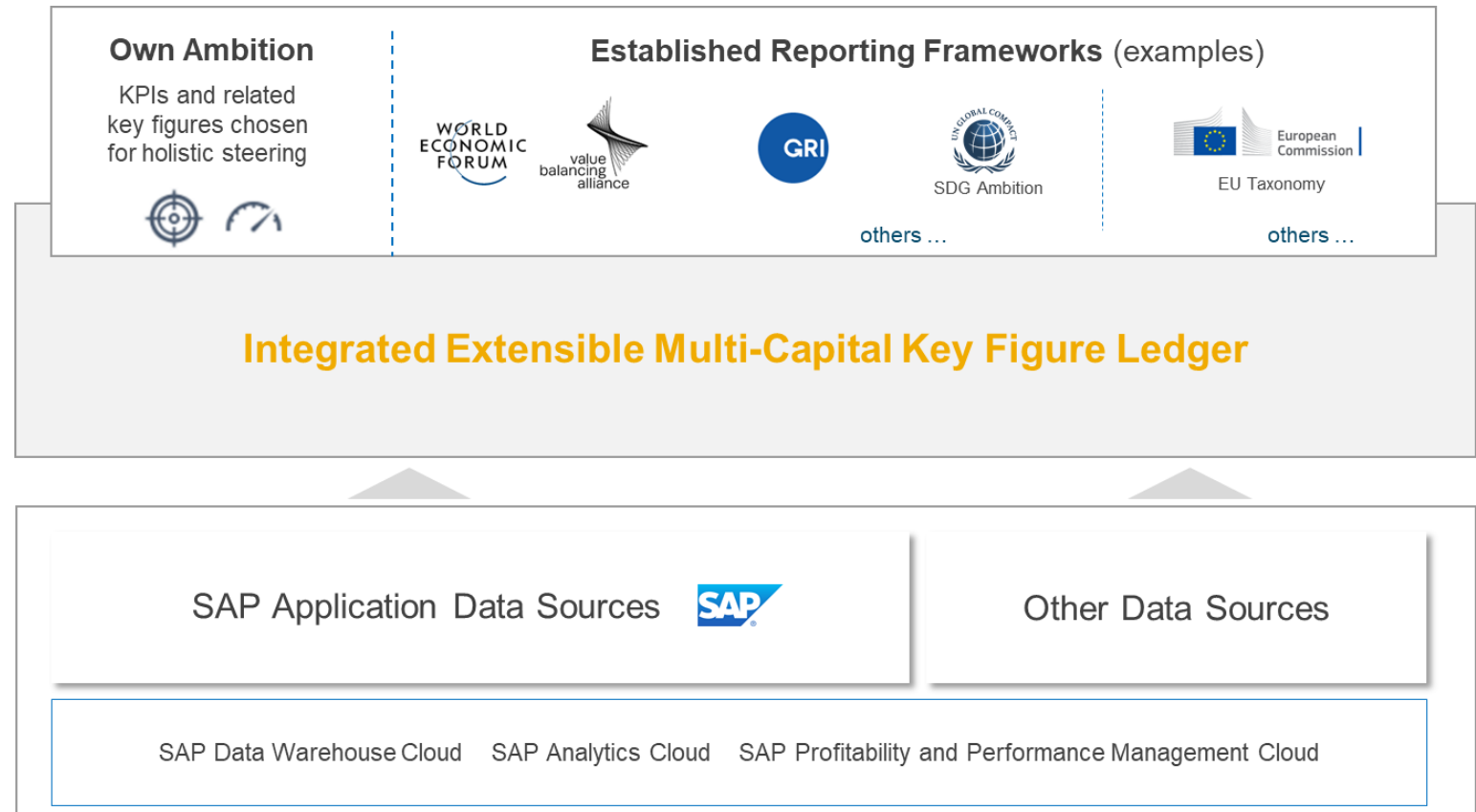
CEO/CFO/CXO: Integrating economic, environmental and social performance into strategic decision-making

— Solution Architecture



Principle

The comprehensive yet granular key figure ledger
 ... for serving your own goals and related indicators
 ... but also how you do along multiple semantic frameworks defined by standard makers like [WEF](#), [GRI](#), [UNGC](#) etc.
 ... and valuation as done by the [VBA](#)



The Future of “Holistic Steering and Reporting”

CEO/CFO/CXO: Integrating economic, environmental and social performance into strategic decision-making

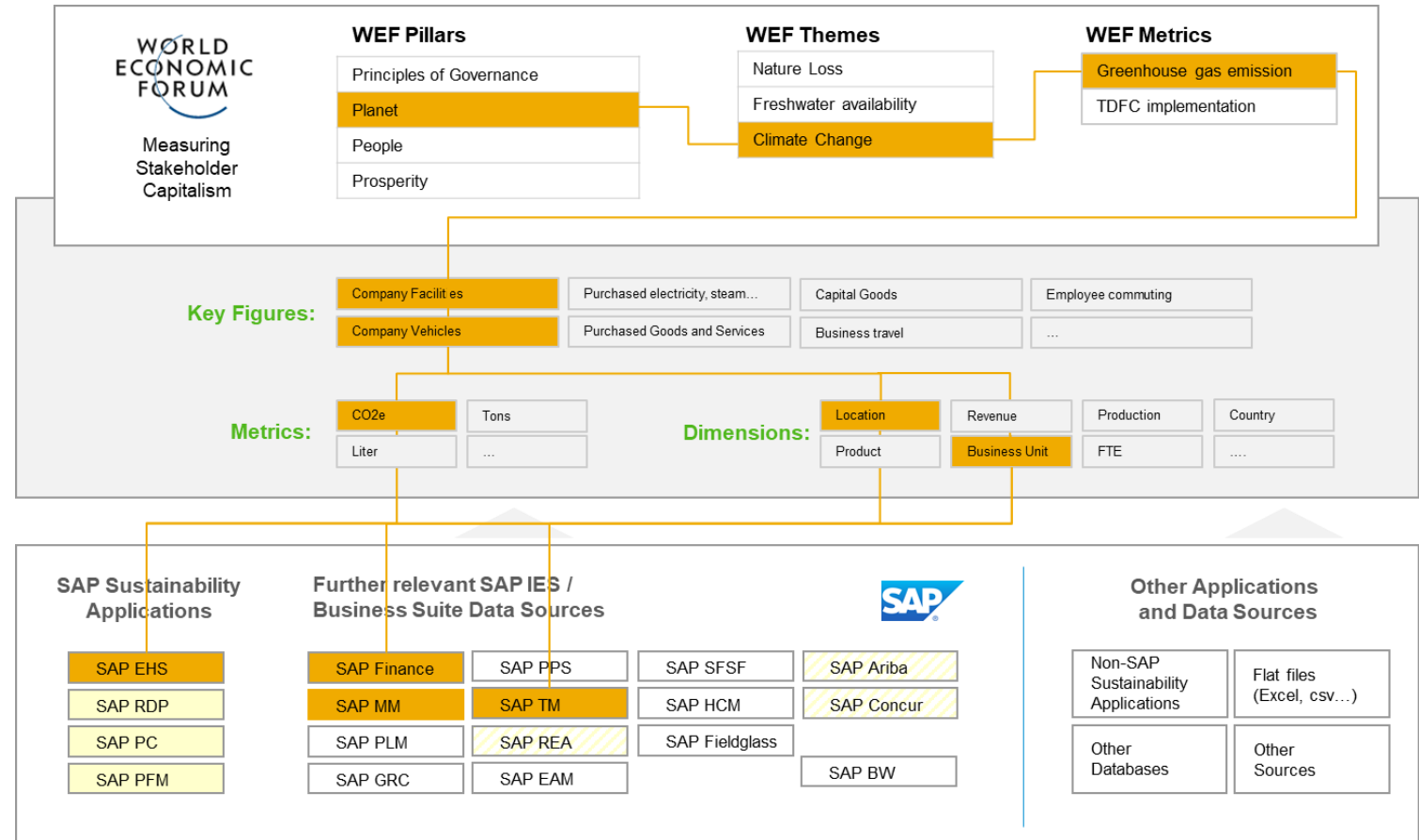
— Solution Architecture



Example

GHG Emissions

According to
WEF Measuring
Stakeholder Capitalism



SAP Sustainability Control Tower: Stakeholder Reporting & Communication

SAP Sustainability Control Tower provides the Platform and Capabilities to enable Holistic and Integrated Sustainability Performance Management

Business Challenge



- Rising expectations of investors and other external stakeholders for detailed and up to date ESG. Including a variety of reporting regulations (e.g. CSRD, EU Taxonomy) and reporting standards (GRI, SASB, TCRD, CDP...)
- Current mostly manual processes are time consuming and do not scale to the required frequency and scope
- Rising requirements with regards to data quality, consistency and auditability

Solution

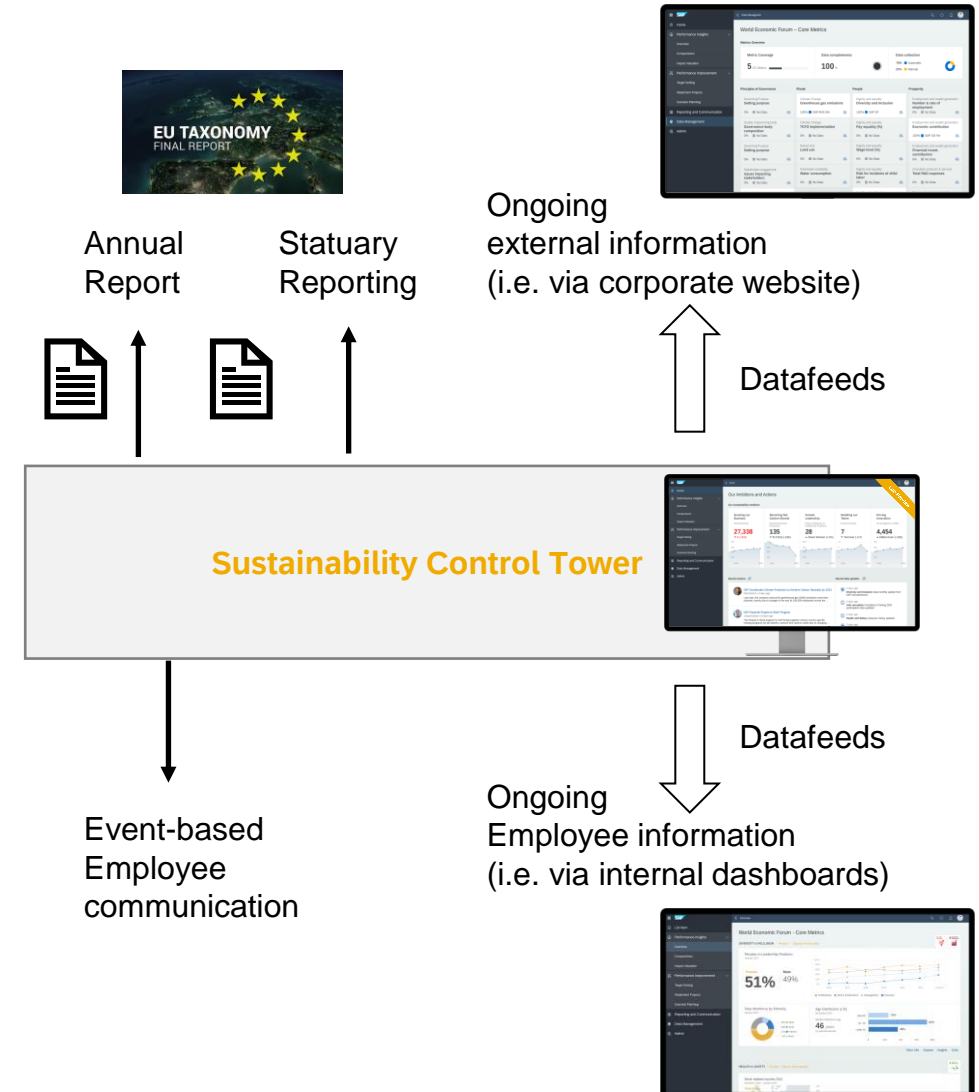


- High quality, automated reports based on the Integrated Key Figure Ledger
- Publishing as statutory report documents
- Publishing as data feeds to internal (i.e. corporate intranet) as well as external platforms (i.e. corporate website)
- Audit and compliance features

Benefits

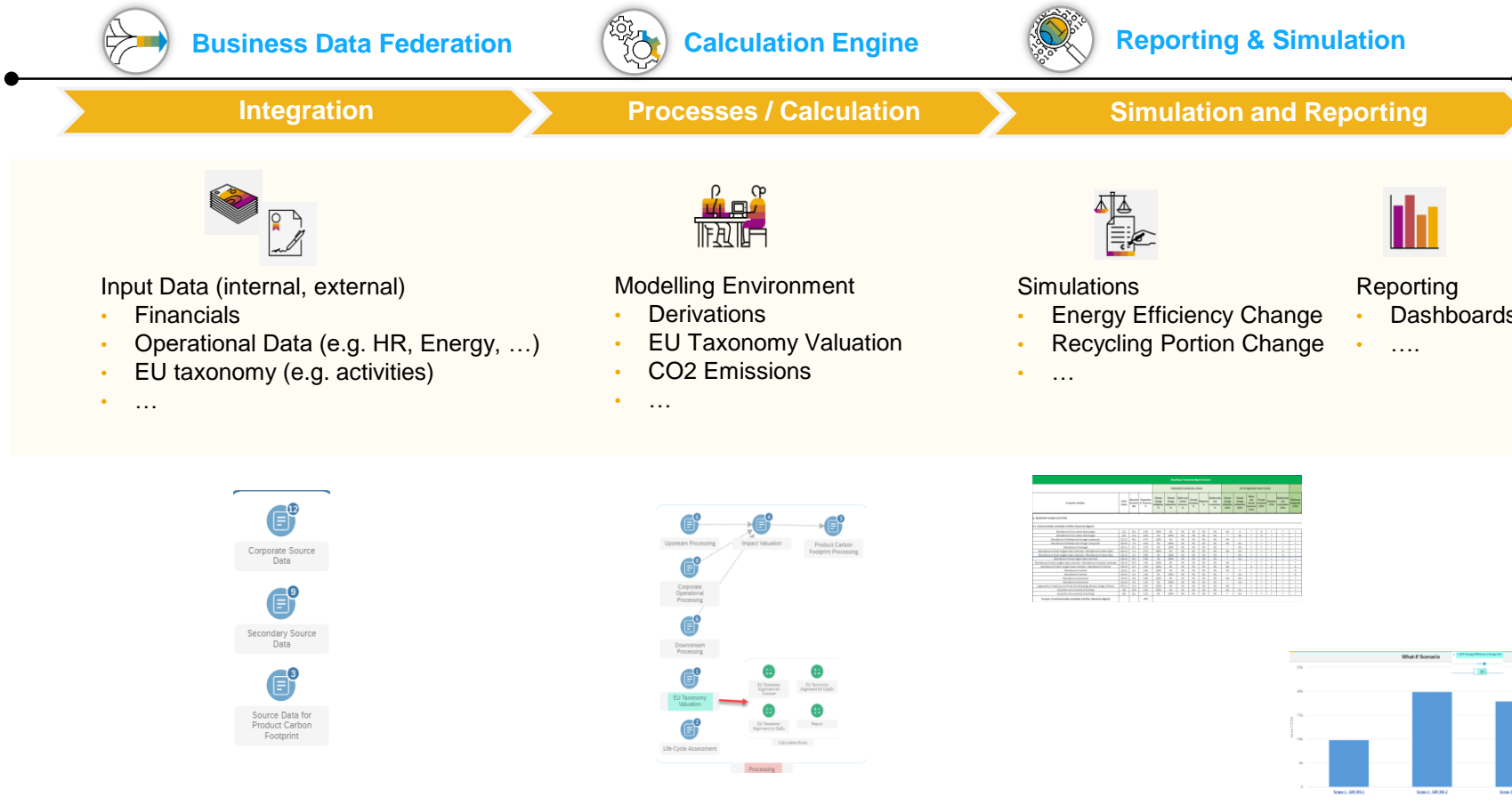


- Ability to efficiently satisfy the reporting requirements of investors and other external stakeholders
- Reduced effort to create and publish reports for multiple audiences and occasions
- Ability to automatically publish selected information on an ongoing basis



SAP Sustainability Control Tower: Stakeholder Reporting & Communication

EU Taxonomy: End-to-End Value Chain Sustainability Management



TYPICAL QUESTIONS



What is the your consolidated CO2 footprint of your products?

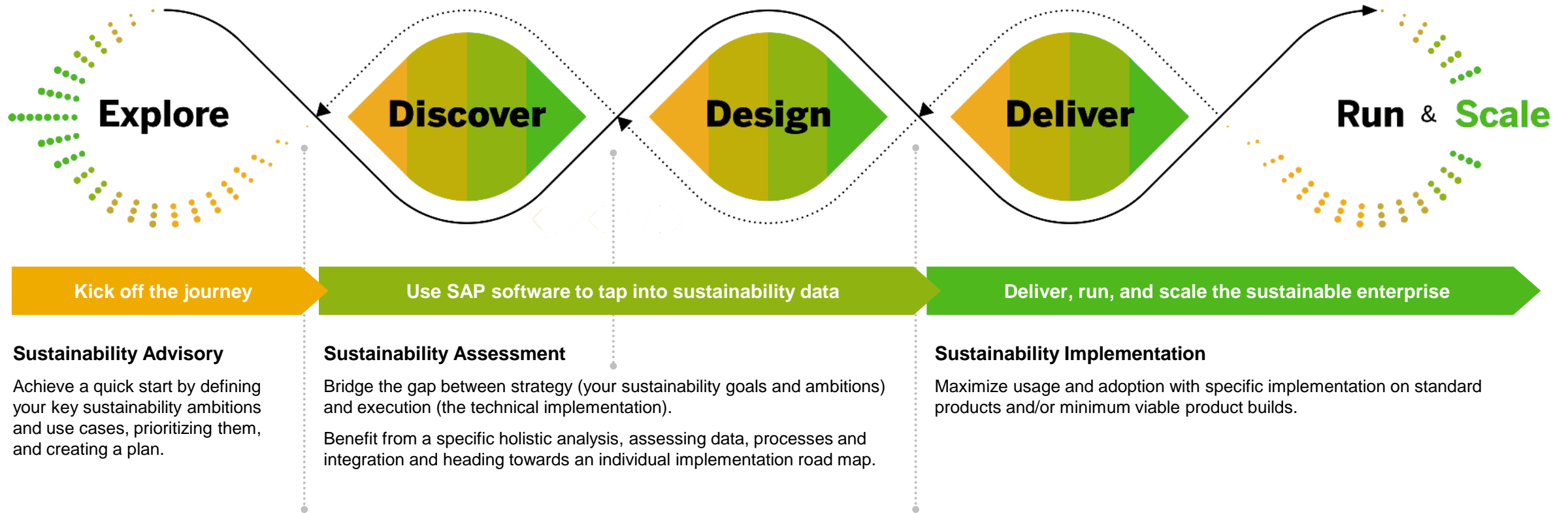


What is
Taxonomy-
alignment of my
activities?



Are we in line with the EU Taxonomy requirements?

SAP Sustainability Service Package



Sustainability Trusted Advisor

Work with SAP as a trusted advisor on sustainability topics from project start to implementation. Align your project road map with the sustainability product road map, provide feedback to product management, and build a bridge with product development. Apply the latest sustainability innovations.

Thank you.

Contact information:

Isabel Maier

Strategic Customer Engagements & Co-Innovation
for SAP S/4HANA

i.maier@sap.com

[LinkedIn](#)

Follow us



www.sap.com/contactsap

© 2019 SAP SE or an SAP affiliate company. All rights reserved.

No part of this publication may be reproduced or transmitted in any form or for any purpose without the express permission of SAP SE or an SAP affiliate company.

The information contained herein may be changed without prior notice. Some software products marketed by SAP SE and its distributors contain proprietary software components of other software vendors. National product specifications may vary.

These materials are provided by SAP SE or an SAP affiliate company for informational purposes only, without representation or warranty of any kind, and SAP or its affiliated companies shall not be liable for errors or omissions with respect to the materials. The only warranties for SAP or SAP affiliate company products and services are those that are set forth in the express warranty statements accompanying such products and services, if any. Nothing herein should be construed as constituting an additional warranty.

In particular, SAP SE or its affiliated companies have no obligation to pursue any course of business outlined in this document or any related presentation, or to develop or release any functionality mentioned therein. This document, or any related presentation, and SAP SE's or its affiliated companies' strategy and possible future developments, products, and/or platforms, directions, and functionality are all subject to change and may be changed by SAP SE or its affiliated companies at any time for any reason without notice. The information in this document is not a commitment, promise, or legal obligation to deliver any material, code, or functionality. All forward-looking statements are subject to various risks and uncertainties that could cause actual results to differ materially from expectations. Readers are cautioned not to place undue reliance on these forward-looking statements, and they should not be relied upon in making purchasing decisions.

SAP and other SAP products and services mentioned herein as well as their respective logos are trademarks or registered trademarks of SAP SE (or an SAP affiliate company) in Germany and other countries. All other product and service names mentioned are the trademarks of their respective companies.

See www.sap.com/copyright for additional trademark information and notices.