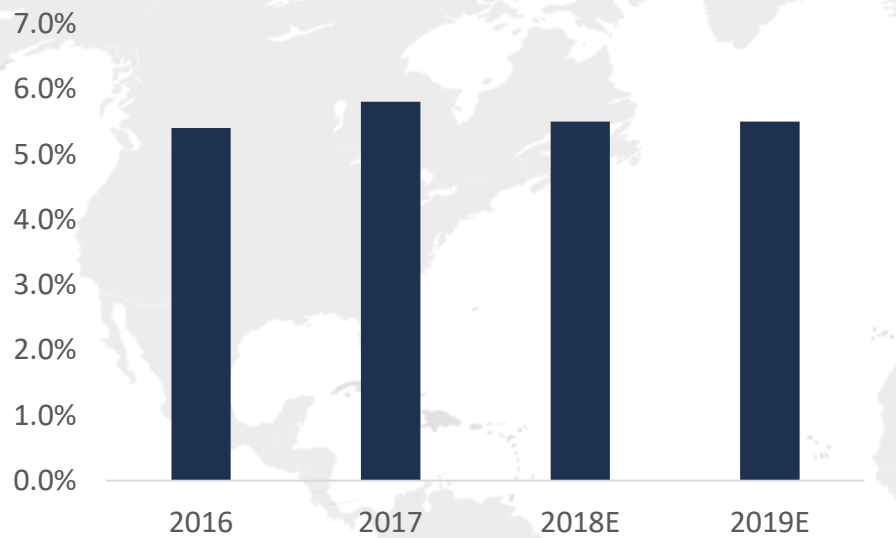


# UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN ASIA PACIFIC | OVERVIEW

## Asia Pacific Economic Growth



Source: UN ESCAP GDP Growth Annual %

## Key Indicators

### Poverty

**400 mn** – or one in ten – people in Asia Pacific live in extreme poverty

**52%** Of the worlds extremely poor lived in Asia Pacific in 2010 - 2013

Source: UN ESCAP

### Unemployment

**4.2%** Unemployment rate in Asia-Pacific in 2018

**23 mn** Number of persons expected to gain employment between 2017-19 in Asia Pacific

Source: ILO

### Gender pay-gap

**1.5-49.6%** Range of difference in earnings between men and women across Asia-Pacific

Source: UN Women

### Climate Change

**\$49 bn** Annual adaptation costs due to climate change in a business-as-usual scenario

Source: Reuters

## Key Challenges

Population Growth

Poverty and Hunger

Youth Unemployment and Illiteracy

Access to Quality Healthcare

Rural-Urban Developmental Gaps

Uneven Progress Across Countries

## Top Regional Actions

The Asian Development Bank (ADB) pledged to provide \$80 billion in climate financing to Asia Pacific under Strategy 2030

Source: UNFCCC

Tehran to host Asia-Pacific Regional Conference to address rapid population ageing and policy implications in the region from 23-25 October, 2018

Source: Tehran Times

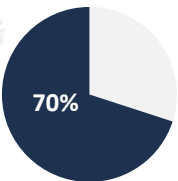
International Finance Corporation (IFC) has launched the Guiding Principles for Impact Investing in Bali, Indonesia to enhance private sector investment

Source: World Bank

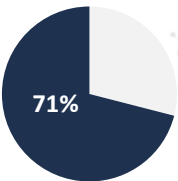
# UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN ASIA PACIFIC | 2018 KEY FACTS

Source: UN Global Compact Annual Survey 2018 ; UN Global Compact Local Network Survey Data (Synthesis Report)

## How Local Networks Help Business Drive Global Goals Implementation on the Ground



Asia Pacific companies find the Local Networks helpful in assisting with the Communication on Progress (COP)



Asia Pacific companies find the Local Networks helpful in building networks with other companies

There are five key ways in which the UN Global Compact is mobilising business to engage systematically over the long term to contribute to the Global Goals in Asia Pacific through its Local Networks:

### Organizing Local Awareness-Raising Events

173 multi-stakeholder events on the Global Goals were organised. Which reached 3063 companies in Asia Pacific.

### Develop and Disseminate Tools & Resources

Build the capacity of business through sharing know-how and resources to embed the Ten Principles in business models and operations, and foster leadership through aligning strategies with the SDGs. 205 capacity building workshops were held reaching 1517 companies.

### Facilitate Public-Private Partnerships and Dialogues

Facilitate engagement with Governments, UN country teams, civil society, academia and other stakeholders around public policy dialogues to contribute to the development of a National SDG Action Plans.

### Participation in Public-Private Partnerships

12 Local Networks were involved in Public-Private Partnerships in the region in total these partnerships involved 2065 companies. 5 Local Networks are contributing to their government's Voluntary National Review.

### Mobilise Financing

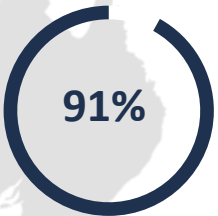
Contribute to mobilise private financial resources to advance the Global Goals. 6 Local Networks have some engagement with Principles for Responsible Investment.

## Global Compact Local Networks in Asia Pacific

- |                            |                          |                                   |                           |
|----------------------------|--------------------------|-----------------------------------|---------------------------|
| <a href="#">Bangladesh</a> | <a href="#">Japan</a>    | <a href="#">Pakistan</a>          | <a href="#">Sri Lanka</a> |
| <a href="#">China</a>      | <a href="#">Malaysia</a> | <a href="#">Philippines</a>       | <a href="#">Thailand</a>  |
| <a href="#">India</a>      | <a href="#">Mongolia</a> | <a href="#">Republic of Korea</a> | <a href="#">Viet Nam</a>  |
| <a href="#">Indonesia</a>  | <a href="#">Nepal</a>    | <a href="#">Singapore</a>         | <a href="#">Australia</a> |



Asia Pacific companies find the Local Networks helpful in receiving assistance with implementation of the Global Compact principles

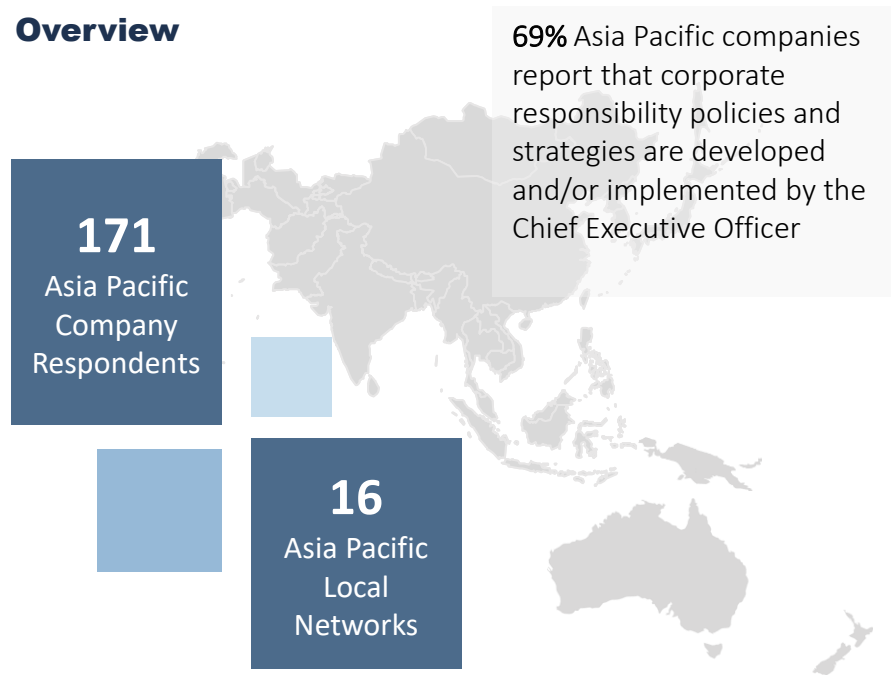


Asia Pacific Local Networks are prioritizing Human Rights

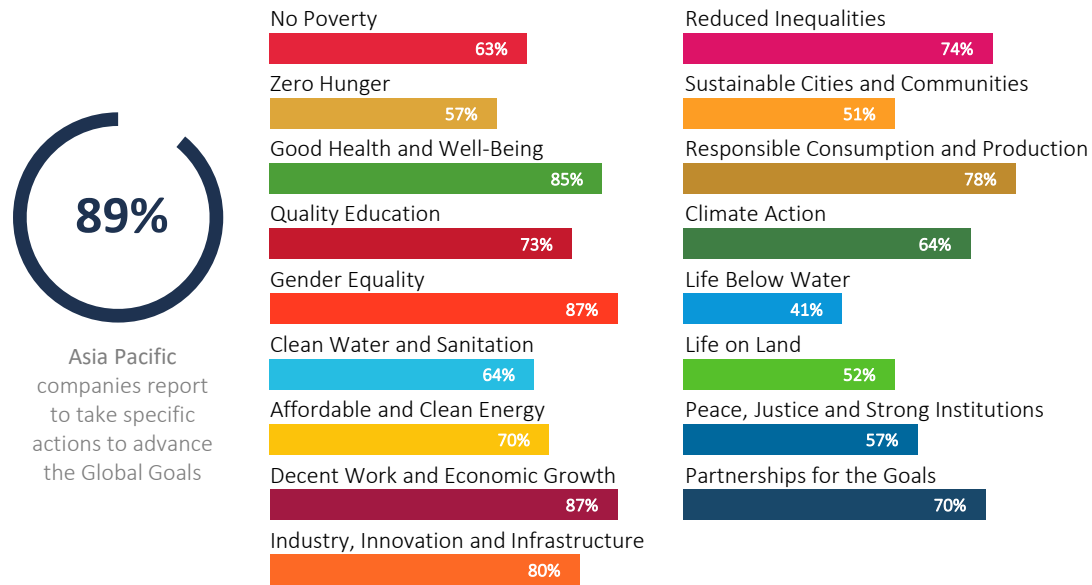
# UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN ASIA PACIFIC | 2018 KEY FACTS

Source: UN Global Compact Annual Survey 2018

## Overview



## Companies reporting to have a positive impact on the Global Goals



## Top Goals Targeted

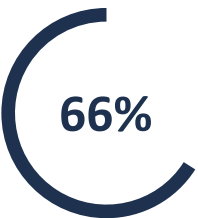


## Why companies report publicly

- 83% Helps integrate corporate responsibility commitments
- 85% Improves corporate reputation
- 73% Promotes internal information sharing among departments

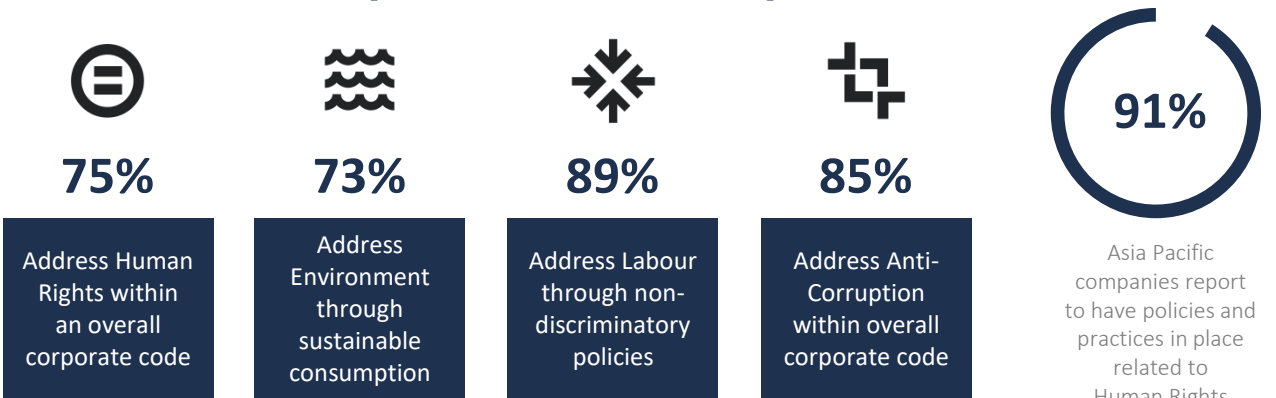
## Barriers to public reporting

- 49% Insufficient internal process to monitor, measure and report
- 42% Too many reporting standards and frameworks
- 40% Lack of standard performance metrics



Asia Pacific companies report on their sustainability performance

## Top Actions Taken to Implement the Ten Principles



# UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN ASIA PACIFIC | 2018 KEY FACTS

Source: UN Global Compact Annual Survey 2018

## Supply Chain Alignment

Asia Pacific Global

Include Expectations in Contractual Documents



Assist in Setting and Reviewing Goals



Reward Good Performance



Staff Training on Supply Chain Sustainability



Conduct Due Diligence



Provide Supplier Training



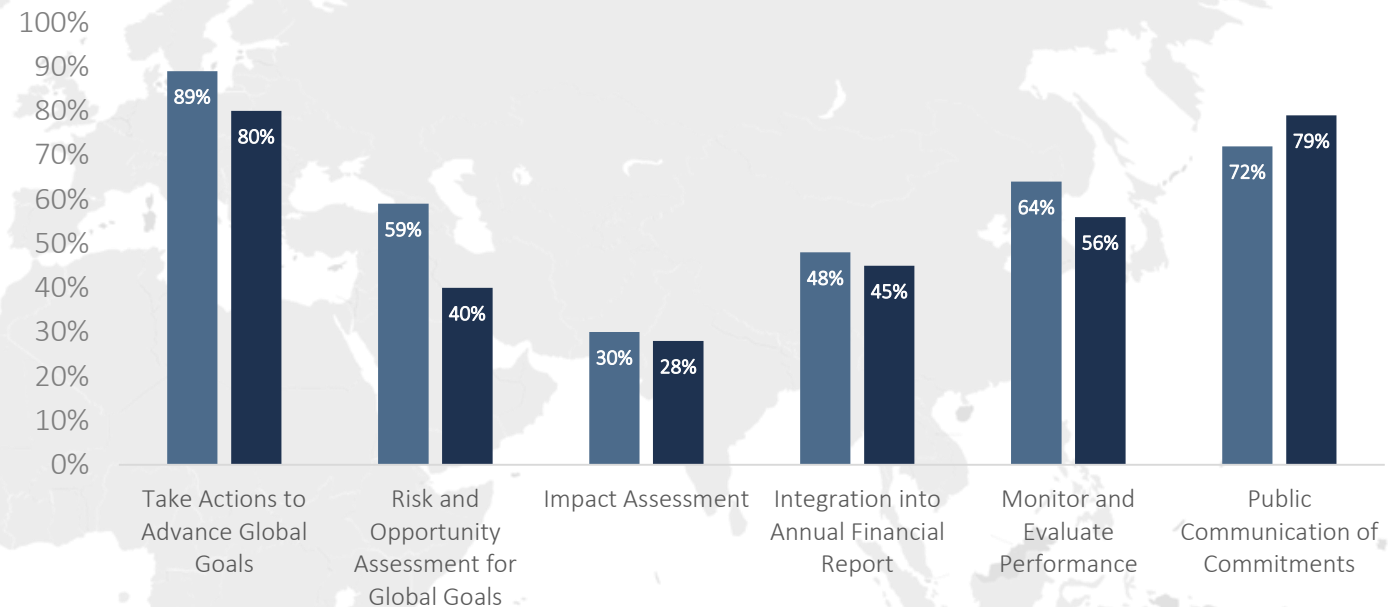
ACTIONS COMPANIES ARE TAKING TO IMPLEMENT SUSTAINABILITY IN THEIR SUPPLY CHAIN

CHALLENGES COMPANIES ARE FACING IN INTEGRATING SUSTAINABILITY IN THEIR SUPPLY CHAIN

- LACK OF CAPACITY – 27%
- NOT A PRIORITY – 55%
- LACK OF KNOWLEDGE – 27%
- CR DATA UNAVAILABLE – 9%
- NO CLEAR LINK TO BUSINESS VALUE – 9%
- LACK OF FINANCIAL RESOURCES – 18%

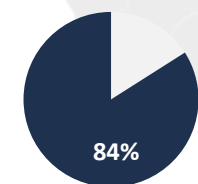
## Implementing Sustainability

Asia Pacific Global

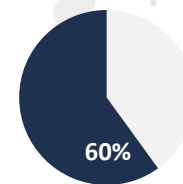


## Why Join the UN Global Compact?

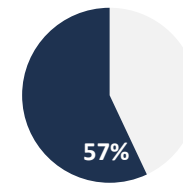
TOP THREE REASONS ASIA PACIFIC COMPANIES JOIN THE UN GLOBAL COMPACT



Increase trust in company through public commitment to sustainability



Promotes action on sustainability within the company



Acquire knowledge to advance sustainability into operations and strategy



Yes No Unsure