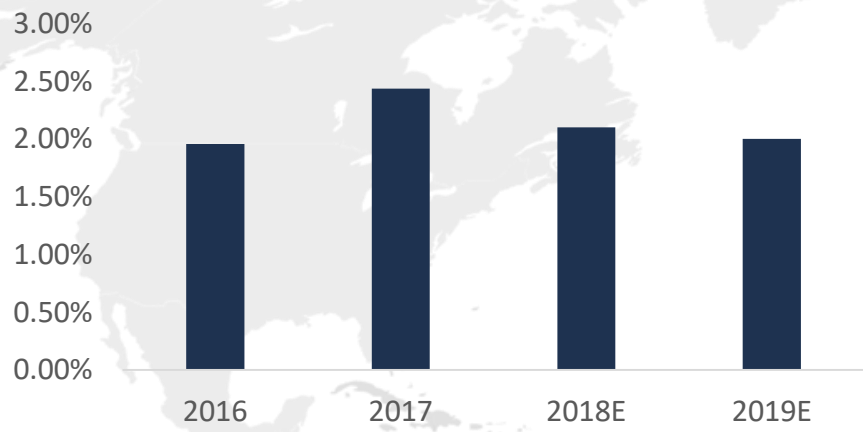


UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN EUROPE | OVERVIEW

EU Economic Growth



All major European economies are expected to grow but at a slower rate due to trade tensions and rising oil prices, driving up inflation

Source: World Bank EU GDP Growth Annual %

Key Indicators

Poverty and Social Exclusion

23.5% of the EU population or 118 million faced the risk of poverty or social exclusion in 2016

24% Proportion of Europeans aged 18 to 29 at risk of falling into poverty in 2015

Source: Eurostat

Unemployment

8.7% Unemployment rate in December 2017, the lowest since January 2009

18.7% Youth unemployment rate in August 2017, crossing 35% in some countries

Source: Eurostat

Gender pay-gap

16.3% Lesser pay for women as compared to men, equivalent to 2 months of free work

Source: Public Finance International

Climate Change

€450bn Economic losses due to climate related changes between 1980 and 2016

Source: EEA

Top Regional Actions

Europe 2020 Strategy aims to lift at least 20 million from the risk of poverty or social exclusion by 2020

European Commission

Two year plan proposed in 2017 by European Commission to close the gender wage gap

Reuters: EC on Gender Wage Gap

14 European countries called for a more ambitious climate strategy for the EU that goes beyond the Paris Agreement

Euroactive

Key Challenges

Global financial shocks and trade tensions

Gender pay inequalities

Automation-induced loss of jobs

Youth unemployment

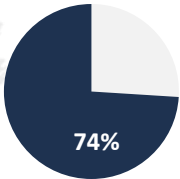
Management of migration and borders

Security threats, including cyber security

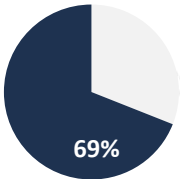
UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN EUROPE | 2018 KEY FACTS

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



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



European companies find the Local Network 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 Europe through its Local Networks:

Organizing Local Awareness-Raising Events

196 multi-stakeholder events on the Global Goals were organised. Which reached 4008 companies in Europe.

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. 278 capacity building workshops were held reaching 2418 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

18 Local Networks were involved in Public-Private Partnerships in the region in total these partnerships involved 712 companies. 10 Local Networks are contributing to their government's Voluntary National Review.

Mobilise Financing

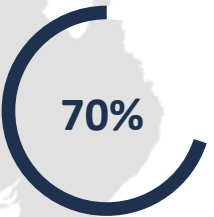
Contribute to mobilise private financial resources to advance the Global Goals. 5 Local Networks are engaged with Principles for Responsible Investment.

Global Compact Local Networks in Europe

Austria	France	Netherlands	Slovenia
Belarus	Georgia	Nordic Countries	Spain
Belgium	Germany	Poland	Sweden
Bulgaria	Greece	Portugal	Switzerland
Croatia	Israel	Romania	Turkey
Czechia	Italy	Russia	UK
Denmark	Macedonia, The FYR	Serbia	Ukraine



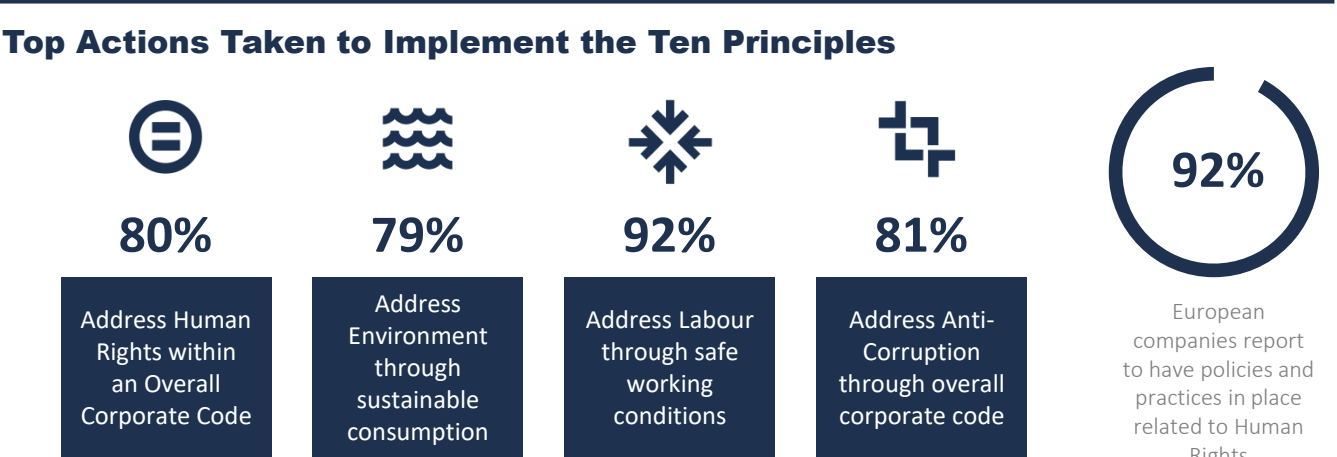
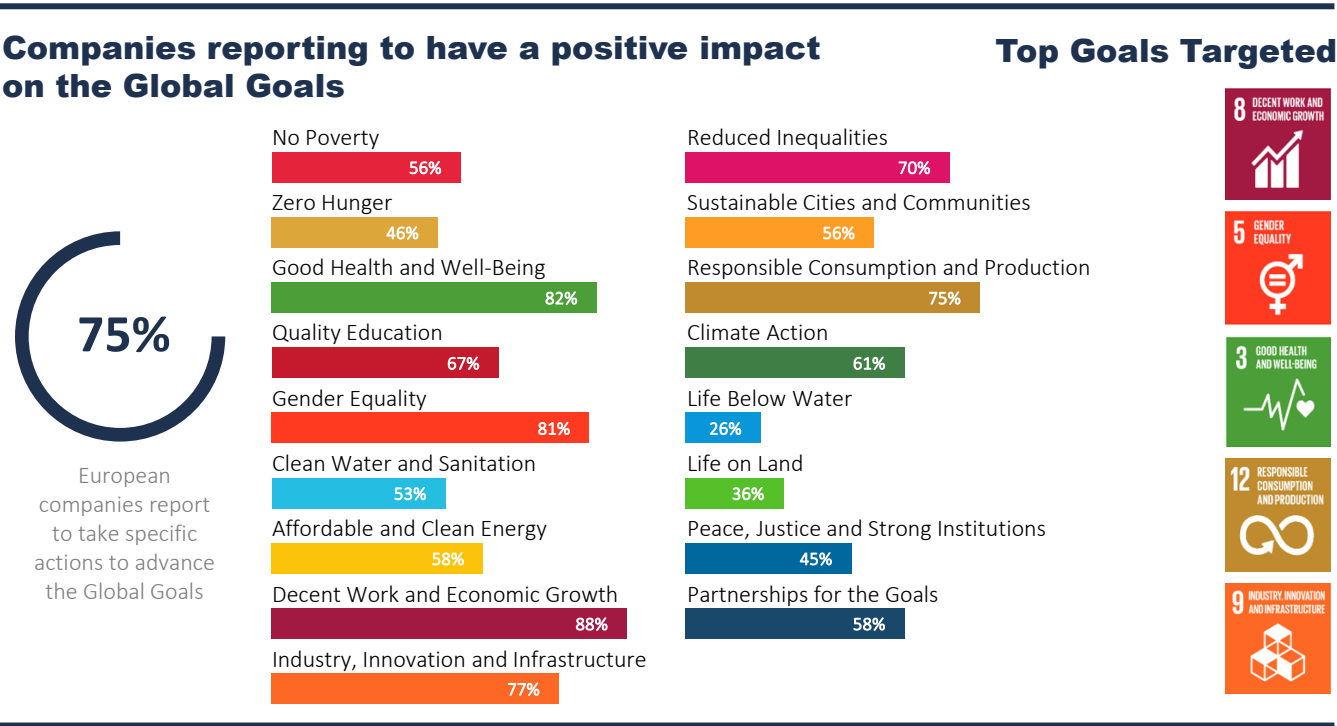
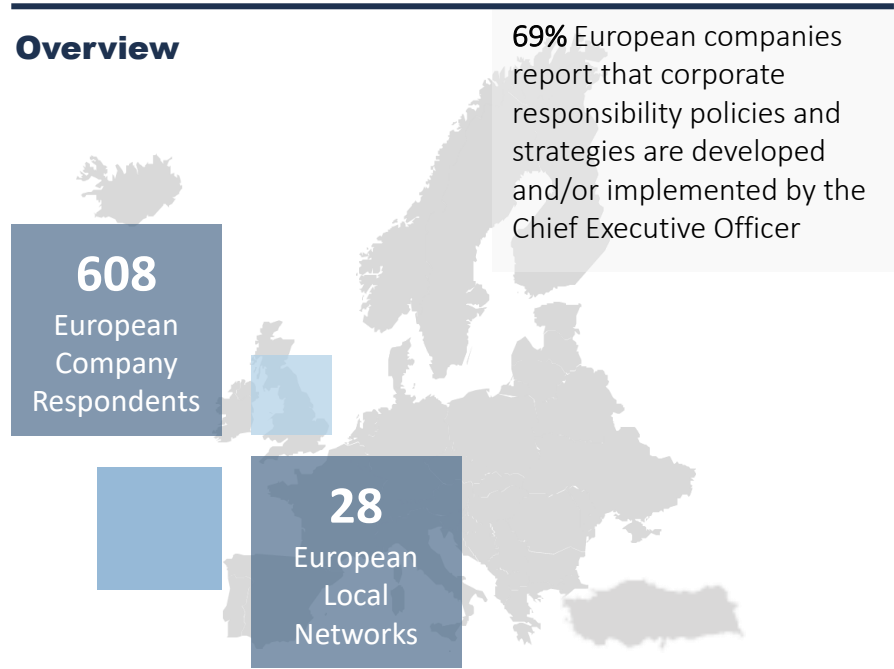
European companies find the Local Networks helpful in receiving assistance with implementation of the Global Compact principles



European Local Network are prioritizing Human Rights

UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN EUROPE | 2018 KEY FACTS

Source: UN Global Compact Annual Survey 2018



UN GLOBAL COMPACT: AN ANALYSIS OF CORPORATE PROGRESS IN EUROPE | 2018 KEY FACTS

Source: UN Global Compact Annual Survey 2018

Supply Chain Alignment

Europe Global

Include Expectations in Contractual Documents



Assist in Setting and Reviewing Goals



Reward Good Performance



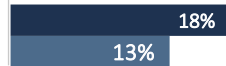
Staff Training on Supply Chain Sustainability



Conduct Due Diligence



Provide Supplier Training



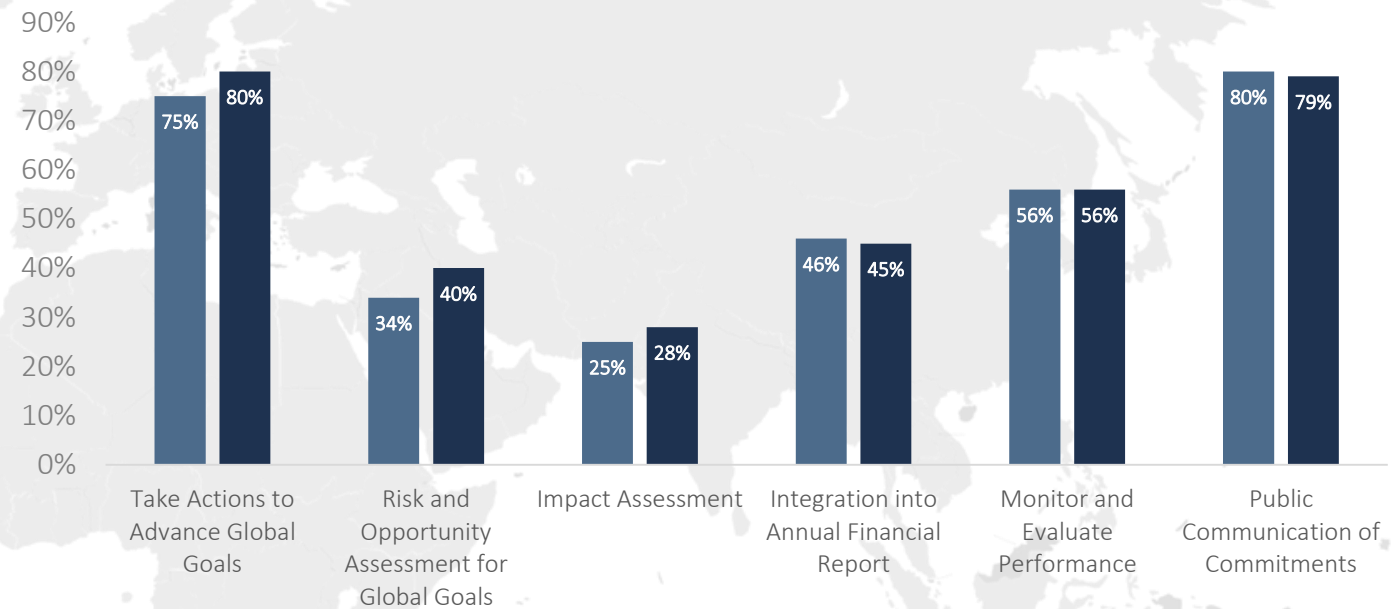
ACTIONS
COMPANIES ARE
TAKING TO
IMPLEMENT
SUSTAINABILITY IN
THEIR SUPPLY CHAIN

CHALLENGES
COMPANIES ARE
FACING IN
INTEGRATING
SUSTAINABILITY IN
THEIR SUPPLY CHAIN

- NOT A PRIORITY – 42%
- LACK OF CAPACITY – 26%
- NO CLEAR LINK TO BUSINESS VALUE – 22%
- LACK OF KNOWLEDGE – 20%
- LACK OF FINANCIAL RESOURCES – 17%
- CORPORATE RESPONSIBILITY DATA UNAVAILABLE – 13%

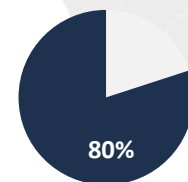
Implementing Sustainability

Europe Global

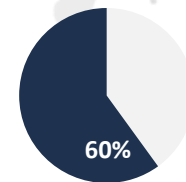


Why Join the UN Global Compact?

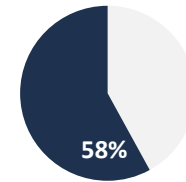
TOP THREE REASONS EUROPEAN COMPANIES JOIN THE UN GLOBAL COMPACT



Increase trust in company through public commitment to sustainability



Universal nature of the Ten Principles



Acquire knowledge to advance sustainability into operations and strategy



Yes No Unsure