

## SAP's sustainability approach – our dual role

## SAP's purpose is to help the world run better and improve people's lives

## **Sustainability**

Creating Positive Economic, Environmental and Social Impact within Planetary Boundaries

### **Enabler**

Providing products and services that meet the sustainability challenges and opportunities of our customers

## **Exemplar**

Leading by example in our own sustainable business operations and practices

2

UN Sustainable Development Goals as common global framework









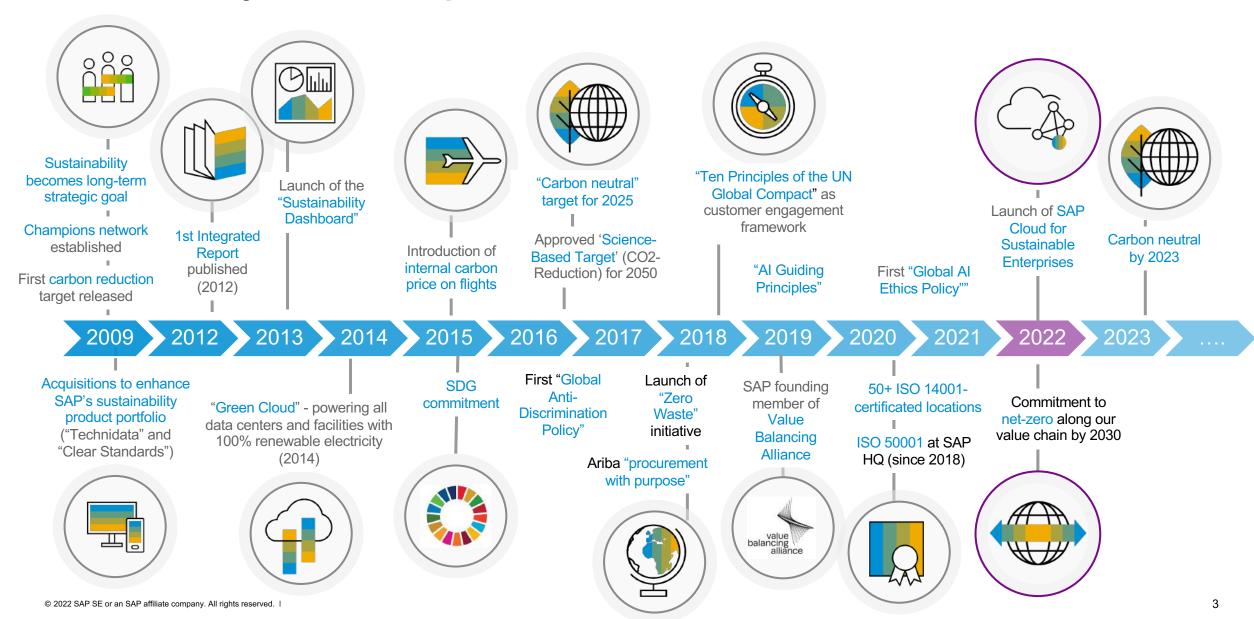








## **Sustainability at SAP – important milestones**



## Three key steps for sustainability

### Starting with sustainable business strategy & roadmap



### Sustainable value creation



### Create sustainable products, services & business models

- Embrace circularity and regeneration
- Prioritize people across your value chains



### Make processes sustainable & gain efficiencies

- Embed environmental and social data into your processes and networks
- Measure & manage carbon and climate exposure



Meet national & international disclosure requirements & expectations

**Business transformation** 

© 2022 SAP SE or an SAP affiliate company. All rights reserved. I PUBLIC

## **Company XYZ Materiality Matrix (example)**







© 2022 SAP SE or an SAP affiliate company. All rights reserved. | PUBLIC

6

## **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



# Zero Emissions with Climate Action

Manage environmental footprint including compliance, regulations & carbon-trading.



# Zero Waste with Circular Economy

Redefine design, production, demand and supply of products through their use cycles for reusability, waste reduction and new value creation.



# Zero Inequality with Social Responsibility

Safeguard social responsibility across workforce, sourcing, and procurement to enable equality and social equity.

© 2022 SAP SE or an SAP affiliate company. All rights reserved. | PUBLIC 7

## **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

### **Holistic Steering and Reporting**



Combine, connect and link financial and non-financial views metrics into one holistic reporting. Embedded, validated, real-time data to effectively understand, analyze, and guide compliance, reporting & opportunities.



# Zero Emissions with Climate Action

Manage environmental footprint including compliance, regulations & carbon-trading.



# Zero Waste with Circular Economy

Redefine design, production, demand and supply of products through their use cycles for reusability, waste reduction and new value creation.



# Zero Inequality with **Social Responsibility**

Safeguard social responsibility across workforce, sourcing, and procurement to enable equality and social equity.

© 2022 SAP SE or an SAP affiliate company. All rights reserved. | PUBLIC

## **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

### **Holistic Steering and Reporting**



Combine, connect and link financial and non-financial views metrics into one holistic reporting. Embedded, validated, real-time data to effectively understand, analyze, and guide compliance, reporting & opportunities.



# Zero Emissions with Climate Action

Manage environmental footprint including compliance, regulations & carbon-trading.



# Zero Waste with Circular Economy

Redefine design, production, demand and supply of products through their use cycles for reusability, waste reduction and new value creation.



# Zero Inequality with **Social Responsibility**

Safeguard social responsibility across workforce, sourcing, and procurement to enable equality and social equity.

### Industry Relevance



© 2022 SAP SE or an SAP affiliate company. All rights reserved. | PUBLIC

## SAP Enabler strategy for a sustainable company



Build true cost values into end-to-end management of enterprises and across business networks

#### SAP Product Footprint Management

Reduce GHG emissions along the value chain

#### **SAP Product Footprint Management for Clean Operations**

Product-level Natural Capital Accounting for SMB nodes in the supplier networks of Larger Enterprise

#### **SAP Environment Management**

Emission management and carbon tracking

#### **E-Mobility**

Maintain your electric car fleet

#### Sustainable Travel (Concur)

Understand and mitigate your CO<sub>2</sub> emissions caused by business travel



### **Circular Economy** with Zero Waste

Building resilience and circularity principles into supply chain, material flows, markets, and resource consumption

#### **Responsible Design and Production**

Sustainable packaging reporting/extended producer responsibility/scenario modelling

#### Responsible Sourcing and Marketplace\*

Supplier risk, ethical sourcing, and secondary marketplace

#### **SAP Rural Sourcing Management**

Responsible sourcing

#### GreenToken

Co-mingled raw material tracing

#### **SAP Ariba Supplier Risk Management**

Responsible sourcing

#### Resource Recovery and Reuse\*

Downstream material analytics solutions to support extended producer responsibility, waste infrastructure investment, and responsible sourcing

#### Responsible Consumption\*

CX solutions to engage customers in sustainable brand and product experiences

#### SAP Logistics Business Network\*

Material traceability solution



### Social Responsibility with Zero Inequality

Ensuring continuous improvement in safe, equitable, and compliant businesses, within the company and across the value chain

#### **SAP Environment, Health, and Safety**

Reduce risks to foster safe operations

#### **Success Factors**

ISO 30414 human capital reporting

#### **SAP Qualtrics**

Manage your customer sustainability engagement

#### **SAP Business Integrity Screening**

Anomaly detection and prevention to mitigate fraud risk and reduce losses

#### **SAP Product Compliance**

Product and chemical compliance-safety data sheet, label, and dangerous goods management



## **Holistic Steering** and Reporting

Mapping operational data to show impact with holistic sustainability reporting to enable sustainable business steering and decisions

#### **SAP Sustainability Control Tower**

Next-gen sustainability performance management

#### **SAP Profitability and Performance** Management

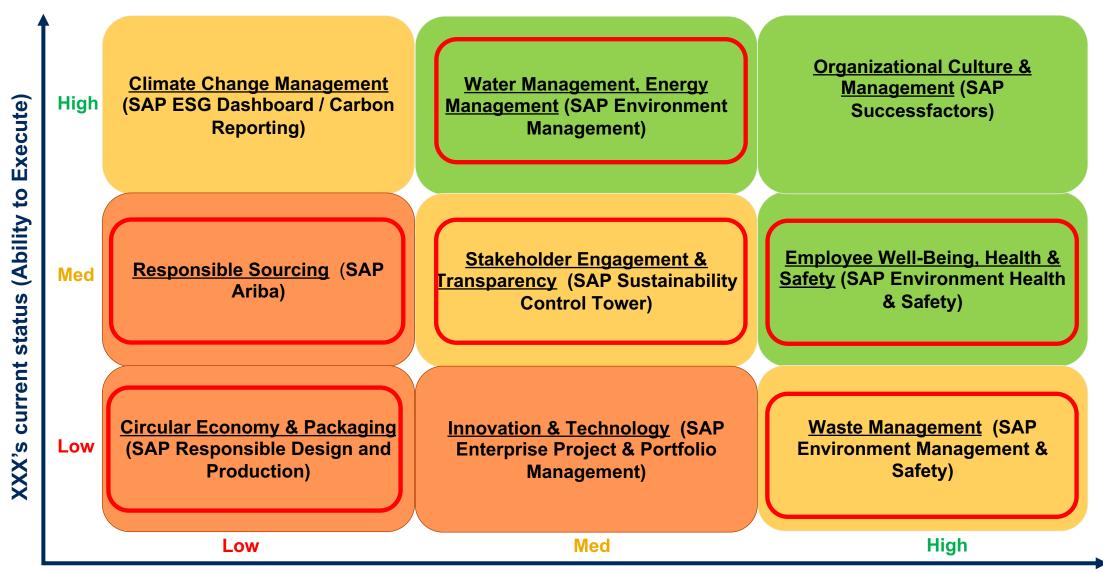
Sustainability acceleration package

\* planned

© 2022 SAP SE or an SAP affiliate company. All rights reserved.

## **Example of a Sustainability Digitalization Roadmap (outside in)**





Impact of Use case on XXX (Priority or Value)

© 2022 SAP SE or an SAP affiliate company. All rights reserved. I



# **Thank You**

David Coldrey SAP SEA <u>david.coldrey@sap.com</u> +65 81234295

