S FORSYTH BARR

Last data update: **28/11/2022**

Company ticker: **ATM**

B+ Fast Follower

	Grade	Score	Agriculture Sector Average	New Zealand Average	Agriculture Sector Weight
Carbon	B-	60.2%	53.8%	51.9%	20%
Environment	B+	70.0%	56.1%	48.9%	20%
Social	B+	70.8%	56.3%	65.6%	20%
Governance	Α	80.5%	68.7%	71.8%	40%
Total	B+	72.4%	60.7%	62.9%	

Forsyth Barr Commentary

ATM reported solid performance across all four categories with G the leading category. Within G ATM had a number of areas where performance was strong including its sustainability strategy, investor protections and auditors. However, performance was dragged down by a negative score in relation to financial reporting integrity over the past five years — we are of the view that ATM didn't act with integrity during FY21. Outside of this, there are minimal points of note with ATM performing solidly across C, E and S.

Carbon		Metric	Data	Score	Weight	Group Score	Group
	1.01	Is Scope 1 and 2 CO2e (tonnes) tracked and measured by the company?	5+ years	1.00	33.33%	-	
GHG Emissions		If so, how many of the last years has it been reported?	3 · years	1.00	00.0070	66.67%	25.00%
GITO Ellissions		If five years of data, is Scope 1+2 increasing/stable/decreasing?	1656.7%	0.00	33.33%	00.0770	25.00%
	1.03	Is Scope 3 CO2e (tonnes) publicly reported?	5+ years	1.00	33.33%		
Emissions Intensity	1.04	Carbon intensity (tonnes of Scope 1 + 2 CO2e/revenue)	18.1	1.00	50.00%		
/ Transition Risk	1.05	Carbon intensity (tonnes of Scope 1 + 2 CO2e/earnings)	133.5	Unscored	0.00%	50.00%	25.00%
/ ITALISILIOII KISK	1.06	If five years of data, is carbon intensity increasing/stable/decreasing?	1361.1%	0.00	50.00%		
	1.07	Is there an emissions reduction target in place?	Yes	1.00	20.00%		
	1.08	If so, is the target science based?	No	0.00	20.00%		
	1.09	Is the target for actual reductions?	No	0.00	20.00%		
	1.10	Is there a commitment to be Net Zero?	Yes	1.00	20.00%		
	1.11	If so, how ambitious and robust is the commitment:				57.50%	
	1.11.1	If a company has a Net Zero commitment, by what year is the commitment?	2040	0.50	5.00%		25.00%
Management	1.11.2	If a company has a Net Zero commitment, is the commitment to a 1.5 degree celsius world?	1.5 degrees	1.00	5.00%		
	1.11.3	If a company has a Net Zero commitment, which emission scopes are included?	Scope 1, 2 + 3	1.00	5.00%		
	1.11.4	If a company has a Net Zero commitment, are there interim targets or a goal of a 50% reduction by 2030?	Yes	1.00	5.00%		
	1.12	Has a physical risk assessment been undertaken?	Yes	1.00	33.33%		
	1.13	Does the company own any proven or probable fossil fuel reserves?	No	1.00	33.33%		
Risk & Opportunity Management	1.14	Is the proportion of revenue, assets or other business activities aligned with climate-related opportunities reported?	No	0.00	33.33%	66.67%	25.00%
		Does the company spend capital or have capital commitments (in terms					
	1.15	of capital expenditure, financing, or investment) toward climate-related	-	Unscored	0.00%		
		risks and opportunities?					
C - Total		11					B- (60.21%)

Environmental		Metric	Data	Score	Weight	Group Score	Group
	2.01	Does the company have an ISO 14001, EMS, Toitū Envirocare	No	0.00	33.33%		
	2.01	carbonzero or equivalent certification on all applicable sites?	INO	0.00	33.33/0		
Environmental	2.02	Has the company issued any green/social bonds or committed to a	N. D. L. L.	1.00	33.33%		
Management	2.02	sustainability linked loan?	No Debt Issued			33.33%	16.67%
Systems		Has the company made any commitments to new build or retrofit to					
	2.03	meet level 4, 5 or 6 of the green star (or equivalent Homestar if relevant)	No	0.00	33.33%	6	
		standard in owned or leased buildings?					
	2.04	Is there a commitment to reduce waste in place?	Yes	1.00	33.33%	60.00%	16.67%
	2.05	Is waste intensity data tracked and measured?	4 years	0.80	33.33%		
Waste	2.06	If there is five years of data, is it increasing/stable/decreasing?	N/A	0.00	33.33%		
	2.07	Has there been a breach related to resource consent discharges (i.e.	No	Unscored	0.00%		
	2.07	nutrient discharge) in the last five years?					
	2.08	Is there a target for achieving water consumption efficiency?	No	0.00	33.33%		
Water	2.09	Is water consumption intensity data tracked and measured?	4 years	0.80	33.33%	26.67%	16.67%
2	2.10	If there is five years of data, is it increasing/stable/decreasing?	N/A	0.00	33.33%		
Biodiversity 2.11	0.44	Is there a commitment to reduce the impact of the company's operations	Yes	1.00	100.000/	100.00%	16.67%
	2.11	on biodiversity?	res	1.00	100.00%	100.00%	10.07%
Circular Economy	2.12	Is there a commitment to the circular economy?	Yes	1.00	100.00%	100.00%	16.67%
Environmental	2.13	Has there been an environmental fine in the last three years?	No	1.00	100.00%	100.00%	16.67%
E - Total							B+ (70%)

Social		Metric	Data	Score	Weight	Group Score	Group
Health & Safety	3.01	Is there a health & safety policy?	Yes	1.00	16.67%	50.00%	
	3.02	Are there safety management targets in place?	Yes	1.00	16.67%		
	3.03	Is a measure of safety (e.g. LTIFR) tracked and measured?	No	0.00	16.67%		12.50%
Health & Salety	3.04	If yes, is data reported?	0 years	0.00	16.67%		12.50%
	3.05	If there is five years of data, is it increasing/stable/decreasing?	N/A	0.00	16.67%		
	3.06	Have there been any workplace fatalities in the last five years?	No	1.00	16.67%		
Human Rights	3.07	Is there a human rights policy?	Yes	1.00	50.00%	100.00%	12.50%
Hullian Kignis	3.08	Is there a commitment to preventing modern slavery?	Yes	1.00	50.00%	100.00%	12.50%
	3.09	Is there a supply chain code of conduct?	Yes	1.00	33.33%		
Supply Chain	3.10	Is there an environmental policy for the supply chain?	Yes	1.00	33.33%	66.67%	12.50%
	3.11	Is there a formal commitment to pay vendors a living wage?	No	0.00	33.33%		
		Have there been any product or service faults (unplanned) resulting in,					
Product Quality &	3.12	for example, disruption to operations or recalls (including FDA regulated	No	1.00	100.00%	100.00%	40.500/
Accessibility		products if relevant), in the last three years?					12.50%
,	3.13	Portion of care beds offered at standard rate?	-	Unscored	0.00%		
Employee Value Proposition /	3.14	Is employee turnover measured and publicly reported?	No	0.00	25.00%	25.00%	
	3.15	If yes, is it <10%, <20%, >20%?	N/A	0.00	25.00%		12.50%
•	3.16	Is there a contemporary parental leave policy?	Yes	1.00	25.00%		12.50%
Culture	3.17	Has the company made a living wage commitment?	No	0.00	25.00%		
	3.18	Does the company track and measure ethnicity diversity metrics?	No	0.00	50.00%		
Diversity	3.19	Does the company track and measure the % of women managers in	64%	0.50	50.00%	25.00%	12.50%
3.19	3.19	relation to % of women employees?	04%	0.50	50.00%		
Community	2.20	Is there a nalisy to manage community involvement?	V	1.00	400.000/	400.000/	12 50%
Relations	3.20	Is there a policy to manage community involvement?	Yes	1.00	100.00%	100.00%	12.50%
Stakeholder	0.04		V	4.00	100.00%	400.000/	40.500/
Relations	3.21	Is the business model stakeholder centric?	Yes	1.00	100.00%	100.00%	12.50%
S - Total							B+ (70.83%)

Governance		Metric	Data	Score	Weight	Group Score	Group
Sustainability 4	4.01	Is there a sustainability strategy?	Yes - Integrated	1.00	20.00%	<u> </u>	
	4.02	Is remuneration linked to achieving sustainability performance?	Yes	1.00	20.00%		
	4.03	Any recent level 3, 4 or 5 controversies?	No	1.00	20.00%	80.00%	
	4.04	Has there been a breach of UN Global Compact principles or are they on the watch list?	Compliant	1.00	20.00%		14.29%
	4.05	Does the company have B Corporation or Future-Fit certification?	No	0.00	20.00%		
	4.06	Does the company have shares with different voting rights?	No	1.00	25.00%		
nvestor	4.07	Is there potential for a 'blocking' shareholder?	6.10%	1.00	25.00%		
Protections	4.08	How many anti-takeover devices are there?	3	1.00	25.00%	100.00%	14.29%
rotections	4.09	Is there any evidence of significant unequal treatment of minority shareholders in any equity raisings in the last three years?	No Raise	1.00	25.00%		
	4.10	Do non-executive and independent Board members comprise the	85.7%	1.00	12.50%	100.00%	
	4.11	Is the CEO, the Chair?	No	1.00	12.50%		
	4.12	What is the average Board tenure?	4.0	1.00	12.50%		
	4.13	What is the average number of Board member affiliations?	Null	Unscored	0.00%		
loard	4.14	What is the size of the Board (number of people)?	7	1.00	12.50%		14.29%
	4.15	Is a Board skills matrix disclosed?	Yes	1.00	12.50%		
	4.16	Does the company have a policy for maintaining a well-balanced Board?	Yes	1.00	12.50%		
	4.17	Are all audit-committee members non-executive directors?	100%	1.00	12.50%		
	4.18	Is the Board's gender diversity sufficient? (i.e. <2/3 one gender)	43%	1.00	12.50%		
	4.19	Is the auditor tenure >10 years?	9 years	1.00	25.00%	100.00%	14.29%
uditors	4.20	Has the lead audit partner rotated in the last five years?	Yes	1.00	25.00%		
uuitoi 3	4.21	Is auditor compensation for non-audit publicly reported?	Yes	1.00	25.00%		
	4.22	If yes, >70% of statutory audit fees — average over last three years?	21.06%	1.00	25.00%		
Data Security &	4.23	Is there a cybersecurity policy in place?	Yes	1.00	50.00%	100.00%	14.29%
itrategy	4.24	Is there a data privacy and protection policy in place?	Yes	1.00	50.00%	100.00%	14.27/0
ax	4.25	Does the Board have a tax governing framework in place?	Yes	1.00	100.00%	100.00%	14.29%
Reporting & Assurance	4.26	First quartile Bloomberg disclosure score	39.25	0.50	33.33%	-16.67%	
	4.27	External assurance of sustainability report or disclosures?	No	0.00	33.33%		
	4.28	Has the company acted with integrity in financial reporting and in the timeliness and balance of corporate disclosures within the last five years?	No	-1.00	33.33%		14.29%
- Total							A (80.48%

Data sourced from Forsyth Barr analysis, company disclosures, Refinitiv Eikon, Sustainalytics and Bloomberg.