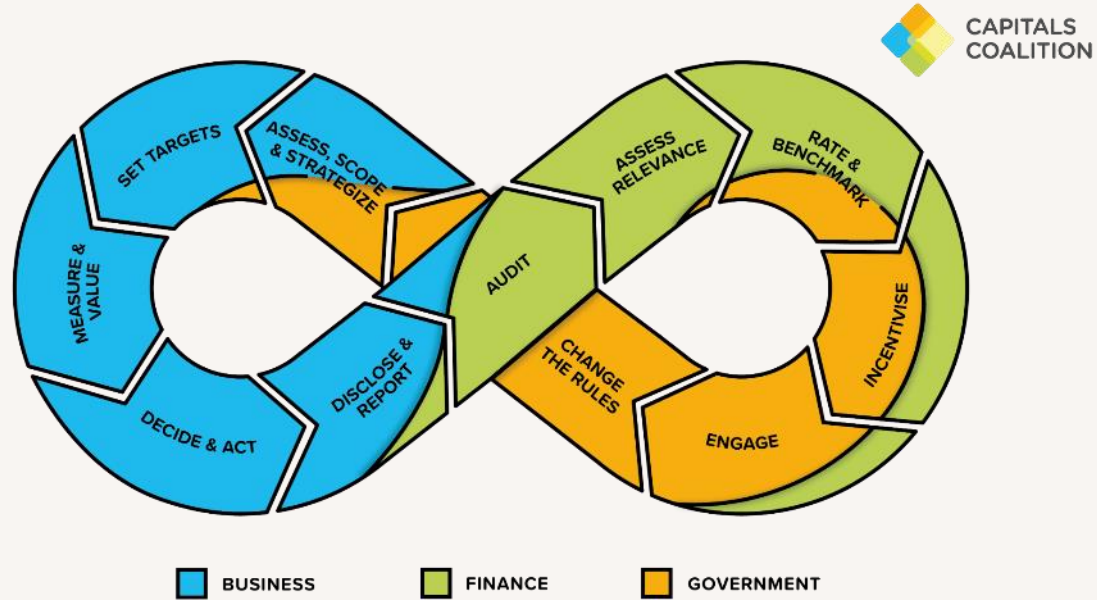


CAPITALS
COALITION

A systems solution



Standardization Landscape*

* This is neither complete nor comprehensive and the landscape is continually evolving

Standardizing Natural Capital Accounting

T TRANSPARENT

Align
Aligning accounting approaches for nature

System of Environmental Economic Accounting

NATURAL CAPITAL PROTOCOL
NATURAL CAPITAL COALITION

bsi. BS 632

Standardizing Social and Human Capital Accounting

Accounting for a Living Wage

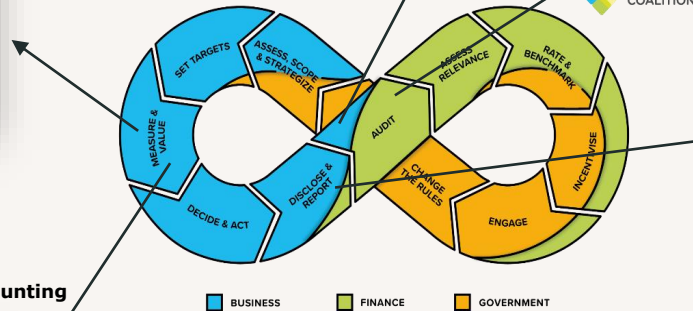
Shift

SOCIAL VALUE INTERNATIONAL

SOCIAL & HUMAN CAPITAL PROTOCOL
Social & Human Capital Coalition



Taskforces on financial disclosure



Capitals Checker
Step approach towards auditing robustness and maturity of a capitals assessment



International Approach
International Sustainability Standards Board (ISSB)

Regional Approaches

European Commission | U.S. SECURITIES AND EXCHANGE COMMISSION

EFRAG
Corporate Sustainability Reporting Directive

Value Accounting Network
advancing the role of value accounting in decision-making, governance, and disclosure

IMPACT MANAGEMENT PROJECT
facilitating a structured network of standard-setting organisations to coordinate efforts with a shared vision of getting to global consensus

bsi. S&P Global SOCIAL VALUE INTERNATIONAL HARVARD BUSINESS SCHOOL IMPACT REPORTING

CDP CDSB GRI INTEGRATED REPORTING IIRC SASB



The Valuing Accounting Network

The purpose of the Value Accounting Network is to advance the role of value accounting in decision-making, governance, and disclosure. To achieve this the members of the Value Accounting Network, collaborate and build consistency in what value accounting is, and how it is applied



RETHINKING CAPITAL



S&P Global

SOCIAL VALUE
INTERNATIONAL



**HARVARD
BUSINESS SCHOOL**
Impact-Weighted Accounts



Curated by

in partnership with

technical support from



**IMPACT
MANAGEMENT
PROJECT**



Standardization of Nat Cap Accounting



Funded by:



In Practice

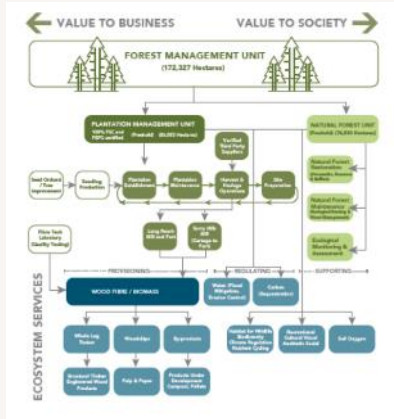


1. Materiality → 2. Value statement → 3. Balance Sheet → 4. Assurance → 5. Report

Table 7 - Value chain impacts and dependencies materiality assessment

IMPACT CATEGORY	BIOMASS	WATER	LAND USE	WILDLIFE	WELL-BEING	REPUTATION
BIOMASS	✓	✓	✓	✓	✓	✓
WATER	✓	✓	✓	✓	✓	✓
LAND USE	✓	✓	✓	✓	✓	✓
WILDLIFE	✓	✓	✓	✓	✓	✓
WELL-BEING	✓	✓	✓	✓	✓	✓
REPUTATION	✓	✓	✓	✓	✓	✓

Legend: ✓ High or significant impact/dependency; ✗ Low or negligible impact/dependency; ⚠️ Limited or high-level or not applicable to the scope of the assessment; ⚠️ Impact/dependency is equally assessed with each level; ⚠️



NATURAL CAPITAL REPORT
Natural Capital Balance Sheet
30 June 2020

	NOTE	MEASURE	MEASURE	VALUE TO BUSINESS \$M	VALUE TO SOCIETY \$M	TOTAL \$M	MEASURE	MEASURE	TOTAL \$M
ENVIRONMENTAL ASSETS									
Biomes - Vegetation	13	16,194	160,000	423,000	-	423,000	11,200	700,000	465,100
Carbon Separation									
Production Plantation									
Carbon - above ground	4	16,179	161,000	71	280,000	280,071	16,271	16,100	346,271
Carbon - below ground	4	34,000	161,000	-	107,704	107,704	50,700	16,100	154,404
Carbon - forest debris	4	1,000	161,000	-	30,360	30,360	1,530	16,100	18,890
Forest carbon sequestration (carbon forest)	4	17,179	161,000	71	715,164	715,235	69,200	16,100	537,069
Carbon - above & below ground	4	17,179	161,000	71	800,700	800,700	71,730	16,100	619,259
Natural Forest Habitat	13	162,462	16	2,712,000	2,712,000	5,424,000	168,000	2,712,000	2,880,000
ENVIRONMENTAL LIABILITIES									
Environmental liabilities - Natural Forest	4			268,100	268,100	536,200			536,200
TOTAL ENVIRONMENTAL ASSETS				484,871	2,980,100	3,464,971			3,997,471
TOTAL NET NATURAL CAPITAL				216,771	2,711,900	2,928,671			3,461,271

*Information not available due to the year of completion

Independent Limited Assurance Report
KPMG
Background Limited Assurance Report to the Directors of Forico Pty Ltd

CONCLUSION:
Based on the procedures performed, the assurance provider has concluded that the information presented in the Natural Capital Report is consistent with the information available to the assurance provider.

Scope of Matter measured/extended as the basis of reporting
The assurance provider has reported on the information presented in the Natural Capital Report as of 30 June 2020.

Materiality Assessment	High	Medium	Low
Carbon Separation	High	Medium	Low
Carbon - above ground	High	Medium	Low
Carbon - below ground	High	Medium	Low
Carbon - forest debris	High	Medium	Low
Forest carbon sequestration (carbon forest)	High	Medium	Low
Carbon - above & below ground	High	Medium	Low
Natural Forest Habitat	High	Medium	Low
Environmental liabilities - Natural Forest	High	Medium	Low
TOTAL ENVIRONMENTAL ASSETS	High	Medium	Low
TOTAL NET NATURAL CAPITAL	High	Medium	Low

Net Contribution to Natural Capital in FY20

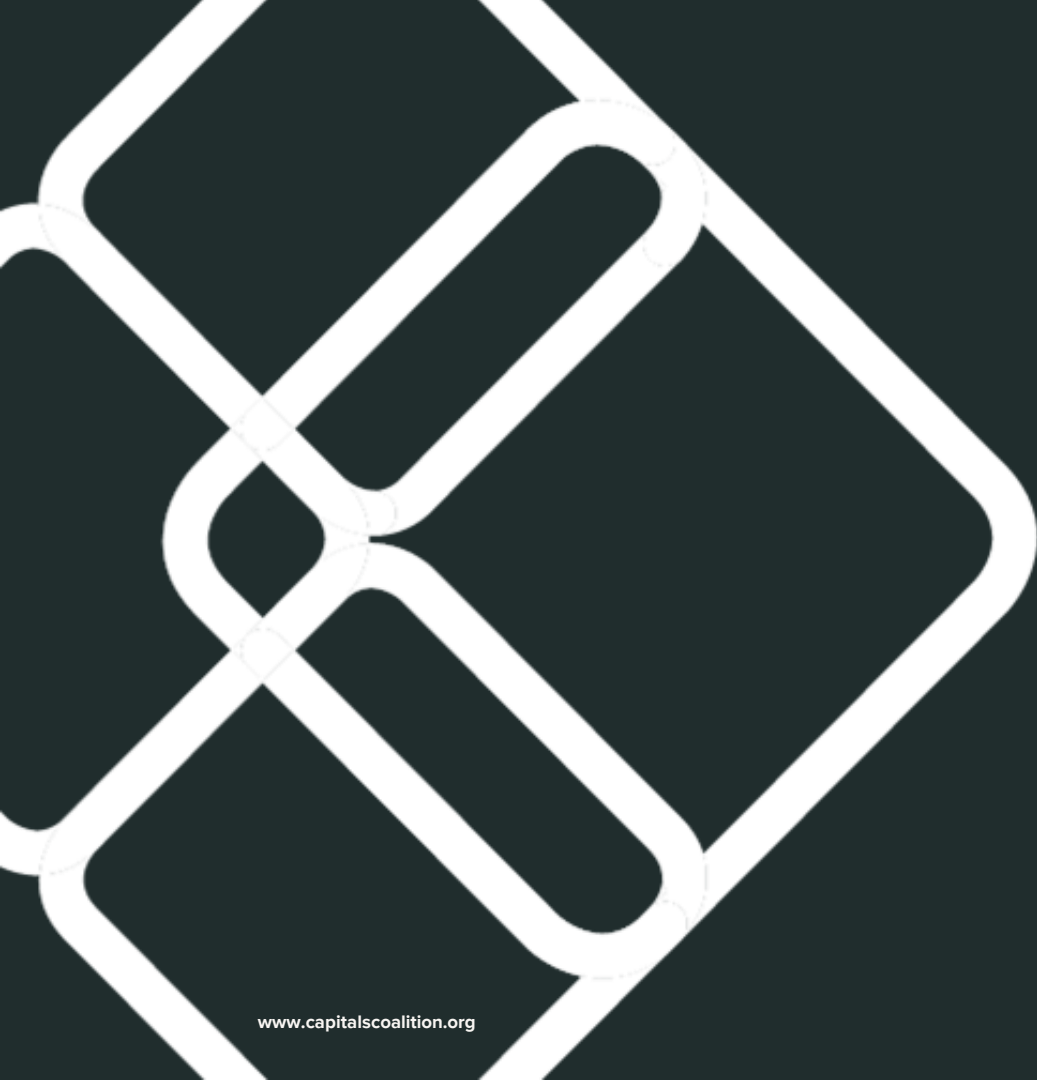
\$158.6 million

\$40.6 million negative impact from Operations. Offset by \$199 million positive net contribution to Society.

Net Natural Capital Value **\$3.38 billion.**

\$413 million to Business and \$2.97 billion to Society.





www.capitalscoalition.org



**CAPITALS
COALITION**