

S&P Global Sustainable1

Revenue Based Environmental Intensity Factors Dataset

Notice of Methodology Enhancements

April 2024

The S&P Global Sustainable1 Revenue Based Environmental Intensity Factors Dataset represents the estimated quantities emitted of various pollutants and resource use in each business activity, per unit of revenue. The dataset is aimed to be updated annually as part of its use in the S&P Global Sustainable1 Environmental Profiling Model, the update includes the calculations of the latest year factors taking into account inflation and a refresh of underlying sources as applicable. This notice describes the methodology enhancements that are currently under review and that S&P Global Sustainable1 intends to incorporate in the S&P Global Sustainable1 Environmental Dataset V3 update which we expect to release in Q4 2024. The methodology updates contained in this notice are currently under review and may be subject to change. The purpose of this notification is to ensure we maintain transparency in our methodological process and decisions with the market. The full release will be accompanied by a detailed methodology report describing the data sources, methods and assumptions used in the analysis, and a release note describing the impact of the methodology changes on the dataset.

Methodology Enhancements under Review

The following table describes the methodology enhancements that are under review and being considered for the Q4 S&P Global Sustainable1 Environmental Dataset V3 release, the expected impact on the dataset, and the intended benefit of these enhancements for clients. The enhancements described below may be subject to change and the related expected impact may also differ from what has been described below as these updates are yet to be implemented and are under review.

Enhancement Name	Enhancement Description	Client Benefit	Expected Impact on Environmental Dataset V3
Underlying Source Refresh	Refresh of all underlying sources for Revenue Based Environmental Intensity Factors	Increased transparency and traceability of inputs, emission factors based on best latest available research.	Change in modelled quantities of emissions/resource use when companies do not disclose; Change in allocation of company emissions/ resource use reported at company level to business activity-region level
Additional Granularity	Enhanced granularity/traceability with an expanded, up-to-date list of factors covering a new business activity hierarchy. Enhanced coverage of key environmental KPIs, including the addition of new GHG scope 3 upstream (by granular category), land use indicators, expanded coverage of air/land/water pollution, waste and a more detailed breakdown of water consumption and water withdrawal indicators.	Enhanced coverage of company environmental impacts, across direct operations and the supply chain, in the absence of disclosure, based on reported sector revenue breakdown.	Enhanced granularity in company environmental profiles

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