



National  
Center for  
Sustainability  
Reporting



eurocham



# THE CONNECTION

**GRI – IIRC & OECD – UNGC :**  
**Creating a Value for Sustainability**

By Ali Darwin

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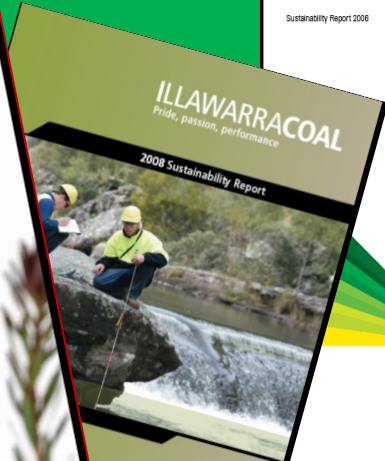
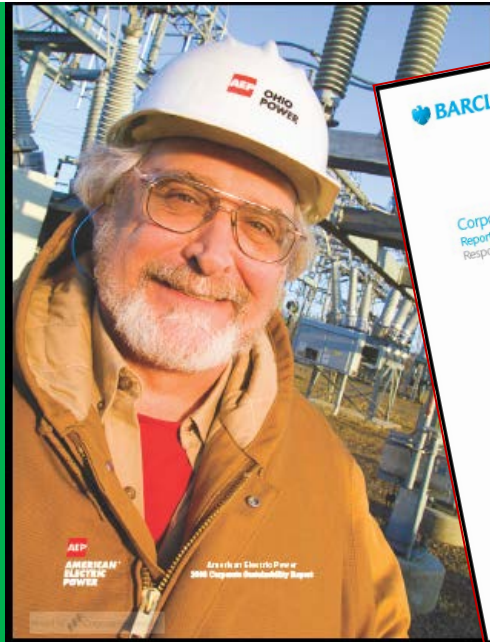
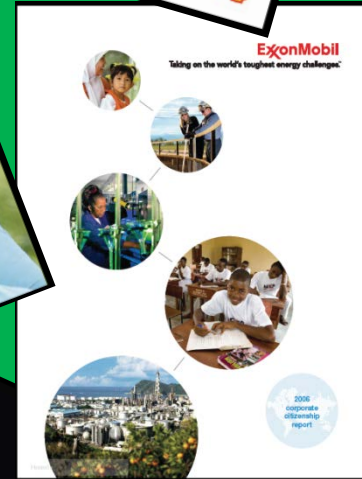
Jakarta 7 December 2011

# Agenda

1. Sustainability Reporting
2. GRI and Reporting Framework
3. Reporting Trends in Indonesia and ISRA
4. Integrated Reporting Initiative
5. Concluding thoughts

# Sustainability Reporting

is the reporting on the economic, environmental and social policies, impacts and performance of an organisation and its products in the context of sustainable development – (Triple Bottom Line Reporting)





[www.globalreporting.com](http://www.globalreporting.com)

**1997, formed in Boston, USA**  
**1998, moved to Amsterdam, The Netherlands**

**A multi-stakeholder process and independent institution**

**A generally accepted Global Framework for Sustainability Reporting**

**Sustainability Reporting Guideline 2006, (GRI G3)**



## 2. GRI & the GRI Framework

### GRI Guidelines



**Check for current versions of the GRI Guidelines**

## 2. GRI & the GRI Framework

### **GRI's Network Structure**

Governance Bodies

Secretariat

Focal Points

Advisory Groups

Organizational Stakeholders

GRI Certified Training Partners

GRI Reporters

Look for the GRI “Network Structure” page.

### **GRI's Alliances**

These can be seen in the GRI website.

Look for the GRI “What is GRI” page.

Indonesia,  
Malaysia & Thailand

Content  
Certified

Global  
Reporting  
Initiative™



# The development of sustainability reporting in Indonesia

## **The Establishment of the National Center for Sustainability Reporting (NCSR)**

June 2005: We believe sustainability reporting initiative is not only accounting profession domain, thus IAMI invited other 4 organisations to establish “National Center for Sustainability Reporting (NCSR)” as a multi-stakeholders organisation.

## **The five leading organisations as the founder of NCSR were:**

- Indonesian Institute of Management Accountants (IAMl)
- Indonesia-Netherlands Association (INA)
- Association of Publicly Listed Companies (AEI)
- National Committee on Governance (KNKG)
- Forum for Corporate Governance in Indonesia (FCGI)

## Recent Status and Activities



Since 2006



Since 2010



Since May 2011



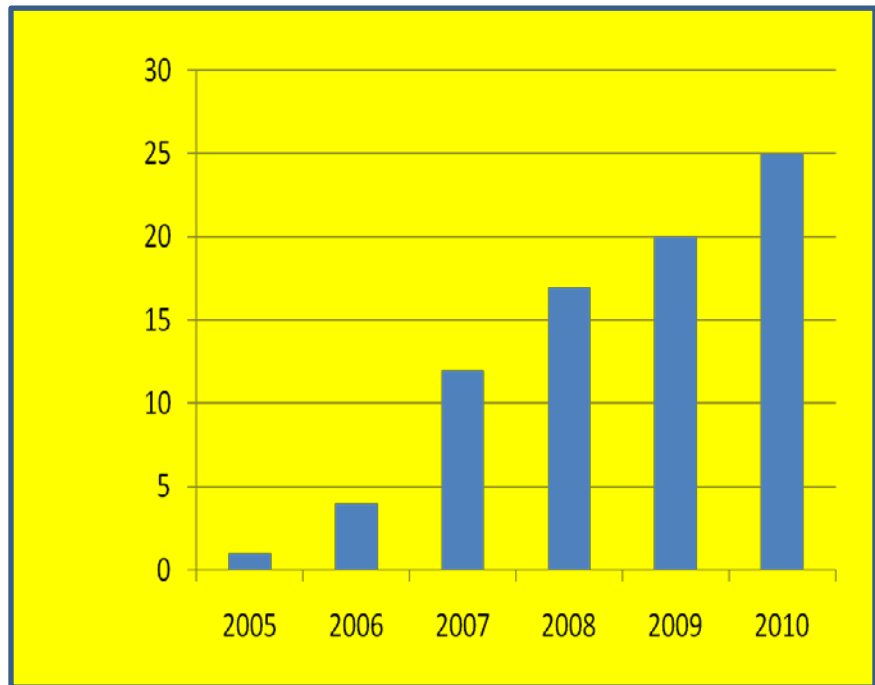
Since 2007



Since 2008

# ISRA as a driver to increase the quality of Sustainability Reporting in Indonesia.

## Number of Stand-alone Sustainability Report (Based on ISRA Entries)



# ISRA

Indonesia Sustainability Reporting Awards

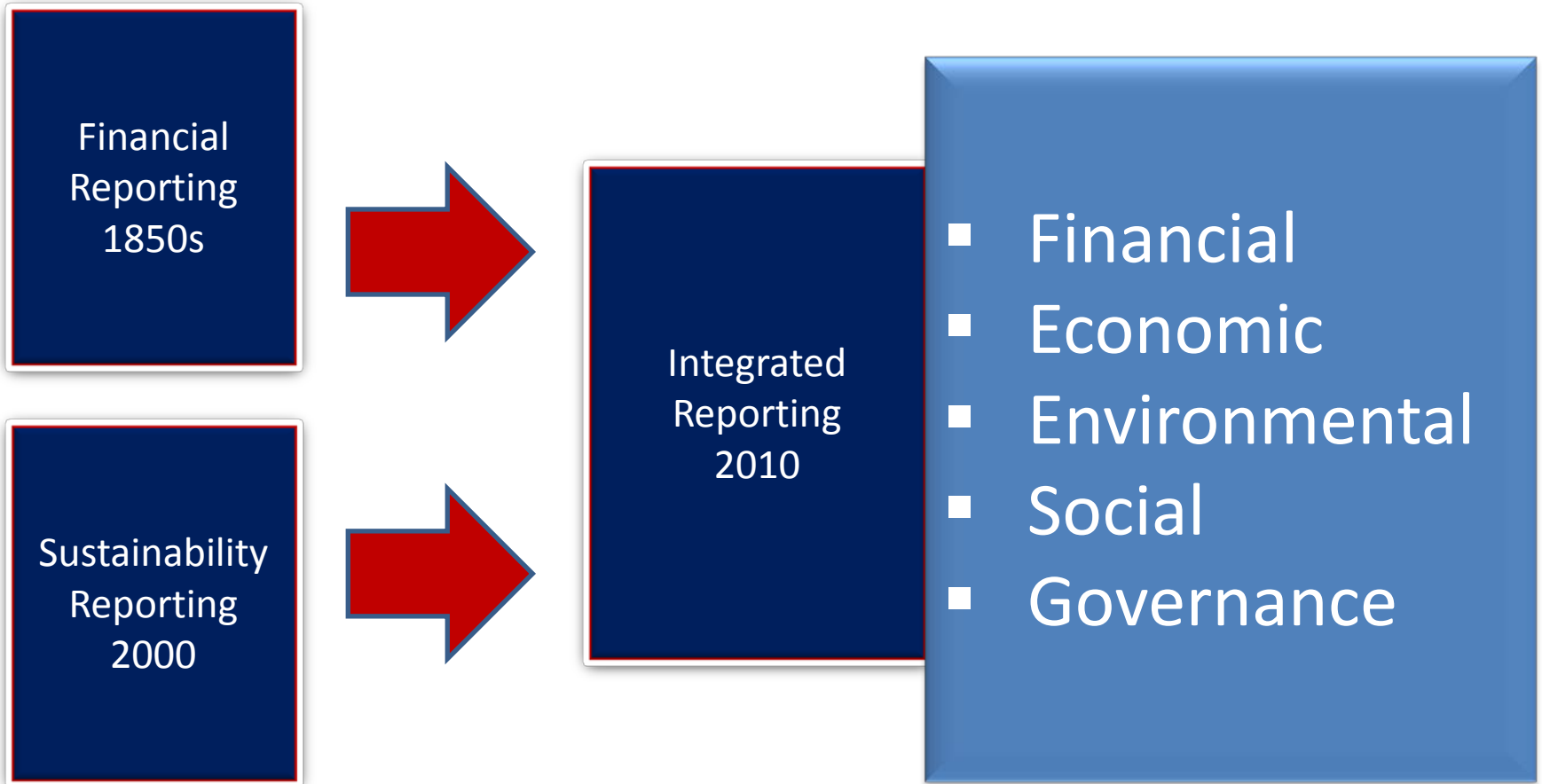
## CSR Disclosure in Annual Report

To appreciate the company's annual report, ISRA present an award for Best CSR Disclosure in Annual Report Awards .

# What is Integrated Reporting ?

Integrated reporting refers to a holistic and integrated representation of a company's performance in terms of both financial and non-financial results

# Corporate Reporting Evolution



Meeting with both UNGC and OECD Guidelines



# THE PRINCE'S ACCOUNTING FOR SUSTAINABILITY PROJECT

- The Prince's Accounting for Sustainability Project (A4S) and the Global Reporting Initiative (GRI) announced on August 2, 2010 the formation of the International Integrated Reporting Committee (IIRC).
- The IIRC's remit is to create a globally accepted framework for accounting for sustainability. A framework which brings together financial, environmental, social and governance information in a clear, concise, consistent and comparable format – put briefly, in an “integrated” format.
- The IIRC brings together a cross section of representatives from civil society and the corporate, accounting, securities, regulatory, NGO, IGO and standard-setting sectors.

## **The propositions set out by GRI in the opening plenary of 2010 GRI Conference were that:**

- By 2015, all large and medium-size companies in OECD countries and large emerging economies should be required to report on their Environmental, Social and Governance (ESG) performance and, if they do not do so, to explain why.
- By 2020, there should be a generally accepted and applied international standard which would effectively integrate financial and ESG reporting by all organizations.

# Concluding Thoughts

“In the long term only a sustainability operating company has a commercial right to exist . This is now increasingly realized in different companies and communities.” (KPMG: Integrated reporting – Cloosing the loop of strategy)



Soon every company will have a strategy for sustainability. The other option? *Extinction.*

Hunter Lovins

# Thanks for listening



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