



## DISCLOSURE MATERIALS

Certified B Corporations must complete a Disclosure Questionnaire to identify potentially sensitive issues related to the company (e.g. historical fines, sanctions, material litigation, or sensitive industry practices).

This component does not affect the company's score on the B Impact Assessment. If the company answers affirmatively to any items in the Disclosure Questionnaire and B Lab deems them to be material, the company must:

- 1) Be transparent about the disclosure issues identified on the company's public B Impact Report
- 2) Describe how the company has addressed this issue.
- 3) Demonstrate that management systems are in place to avoid similar issues from arising in the future.

In all cases, the Standards Advisory council reserves the right to refuse certification if the company is ultimately deemed not to uphold the spirit of the community.

In addition to the voluntary indication of sensitive issues in the Disclosure Questionnaire, companies pursuing Certification also are subject to background checks by B Lab staff. Background checks include a review of public records, news sources, and search engines for company names, brands, executives/founders, and other relevant topics.

Sensitive issues identified through background checks may or may not be within the scope of questions in the Disclosure Questionnaire, but undergo the same review process and are subject to the same possible review by the Standards Advisory Council, including ineligibility for B Corp Certification, required remediation, or disclosure.

**This document contains a copy of the company's completed Disclosure Questionnaire and related disclosure documentation provided by the company.**



## DISCLOSURE QUESTIONNAIRE

Company Name: Penedo Borges

Date Submitted: 12/12/2022

Industries & Products	Yes	No
Please indicate if the company is involved in production of or trade in any the following. Select Yes for all options that apply.		
Animal Products or Services		✓
Biodiversity Impacts	✓	
Chemicals		✓
Company Explanation Of Disclosure Item Flags		✓
Disclosure Alcohol	✓	
Disclosure Firearms Weapons		✓
Disclosure Mining		✓
Disclosure Pornography		✓
Disclosure Tobacco		✓
Energy and Emissions Intensive Industries		✓
Fossil fuels		✓
Gambling		✓
Genetically Modified Organisms		✓
Illegal Products or Subject to Phase Out		✓
Industries at Risk of Human Rights Violations		✓
Monoculture Agriculture	✓	
Nuclear Power or Hazardous Materials		✓
Payday, Short Term, or High Interest Lending		✓
Water Intensive Industries	✓	
Tax Advisory Services		✓

  

Supply Chain Disclosures	Yes	No
Please indicate if any of the following statements are true regarding your company's significant suppliers.		
Business in Conflict Zones		✓
Child or Forced Labor		✓
Negative Environmental Impact		✓
Negative Social Impact		✓
Other		✓

Outcomes & Penalties	True	False
Please indicate if the company has had any formal complaint to a regulatory agency or been assessed any fine or sanction in the past five years for any of the following practices or policies. Check all that apply.		
Anti-Competitive Behavior		✓
Breaches of Confidential Information		✓
Bribery, Fraud, or Corruption		✓
Company Explanation Of Disclosure Item Flags		✓
Company has filed for bankruptcy		✓
Consumer Protection		✓
Financial Reporting, Taxes, Investments, or Loans		✓
Hazardous Discharges Into Air/Land/Water (Past 5 Yrs)		✓
Labor Issues		✓
Large Scale Land Conversion, Acquisition, or Relocation		✓
Litigation or Arbitration		✓
On-Site Fatality		✓
Penalties Assessed For Environmental Issues		✓
Political Contributions or International Affairs		✓
Recalls		✓
Significant Layoffs		✓
Violation of Indigenous Peoples Rights		✓
Other		✓

  

Practices	True	False
Please indicate if the following statements are true regarding whether or not the company engages in the following practices. Check all that apply. If the statement is true, select "Yes." If false, select "No."		
Animal Testing		✓
Company/Suppliers Employ Under Age 15 (Or Other ILO Minimum Age)		✓
Company Explanation Of Disclosure Item Flags		✓
Company prohibits freedom of association/collective bargaining		✓
Company workers are prisoners		✓
Conduct Business in Conflict Zones		✓
Confirmation of Right to Work		✓
Does not transparently report corporate financials to government		✓
Employs Individuals on Zero-Hour Contracts		✓
Facilities located in sensitive ecosystems		✓
ID Cards Withheld or Penalties for Resignation		✓
No formal Registration Under Domestic Regulations		✓
No signed employment contracts for all workers		✓
Overtime For Hourly Workers Is Compulsory		✓
Payslips not provided to show wage calculation and deductions		✓
Sale of Data		✓
Tax Reduction Through Corporate Shells		✓
Workers cannot leave site during non-working hours		✓
Workers not Provided Clean Drinking Water or Toilets		✓
Workers paid below minimum wage		✓
Workers Under Bond		✓
Other		✓



## B Corp Certification - Disclosure Questionnaire Documentation

PROVIDED BY:

Penedo Borges

UPDATED AS OF:

12/12/2022

<b>DISCLOSURE QUESTIONNAIRE CATEGORY</b>	Environmentally Intensive Industries
<b>TOPIC</b>	Biodiversity Impact and Monoculture Agriculture
<b>SUMMARY OF ISSUE</b>	As a vineyard and winery in Argentina, Penedo Borges operates in an industry in which biodiversity impact and monoculture agriculture are material environmental issues.
<b>SIZE/SCOPE OF ISSUE</b> (e.g. \$ financial implication, # of individuals affected)	"In the previous fiscal year, > 85% of Penedo Borges's revenue was earned from the sale of wine. 71% of the land under the company's control is cultivated as vineyard and 29% is uncultivated, in which the local flora is respected. Approximately 100% of cultivated land is planted with vineyards, which is a perennial crop. "
<b>IMPACT ON STAKEHOLDERS</b>	Agriculture, particularly in cases where a single crop is cultivated at a time, poses a risk to local ecosystems of flora and fauna as well as the potential degradation of cultivated land.



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<b>DISCLOSURE QUESTIONNAIRE CATEGORY</b>	Environmentally Intensive Industries
<b>TOPIC</b>	Biodiversity Impact and Monoculture Agriculture
<b>SUMMARY OF ISSUE</b>	As a vineyard and winery in Argentina, Penedo Borges operates in an industry in which biodiversity impact and monoculture agriculture are material environmental issues.
<b>IMPACT ON STAKEHOLDERS</b>	<p>"Penedo Borges practices are based on knowing the risks and acting in the most convenient way to minimize them.</p> <p>Some examples given by the company of their practices: 1) Rational use of irrigation water, avoiding surpluses so as not to send salts to the aquifer; 2) Power generation with solar panels to supply part of the energy used in the winery; 3) Treatment of residual water from the winery, making it suitable for irrigation; 4) Soil management, without plowing the soil with bars or discs, with a permanent cover of annual plants of different species that appeared spontaneously because of zero-tillage - these species (considered weeds in other vineyards) are managed by mowing performed after their seeds are ripe, so that when cutting them to control their height, they are replanted at the same time; 5) Management of agrochemicals, they are used under the concept of integrated control, prioritizing the control carried out by natural predators when there are any, and if they are not enough, using specific products for each pest at the right moments of their cycle to maximize the effect on it and minimize it on other species and on the environment. The aim is to have diversity of plants (grasses, legumes, cruciferous, composite, etc.) to achieve diversity of insects living on them, many of them natural predators of pests. Under the surface of the soil, worms, fungi and bacteria thrive, feeding on the organic matter from these plants and their roots. The soil management significantly increases the use of the natural fertility of the soil, which is why chemical fertilizers are usually not necessary.</p> <p>Company mentioned the environmental practices implemented, however it does not have currently specific targets.</p> <p>Because the vine is a long-lived perennial crop, crop rotation is not possible, but rational soil management in the inter rows (soil spaces between the rows) is. The company's vineyard has worked without plowing the soil with bars or discs, with a permanent cover of annual plants of different species that appeared spontaneously because of zero-tillage.</p> <p>Penedo Borges uses pesticides under the concept of integrated control, prioritizing the control carried out by natural predators when there are any, and if they are not enough, using specific products for each pest at the right moments of their cycle to maximize the effect on it and minimize it on others. species and on the environment. Regarding chemical fertilizers, company's management of the soil mentioned increases the use of the natural fertility of the soil, so chemical fertilizers are not usually necessary and if so a dose of organic fertilizer composed of humic and fulvic acids is applied annually, which contributes to improving the physical structure of the soil and maintaining its biological activity."</p>