

Farrow & Ball Ltd

Disclosure Report Date Submitted: July 31st, 2024

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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 that B Lab deems relevant for public stakeholders, then, as a condition of their certification, the company must:

- Be transparent about details of 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 practices are in place to avoid similar issues from arising in the future, when necessary.

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

In addition to the voluntary indication of sensitive issues in the Disclosure Questionnaire, companies pursuing Certification also are subject to a background check 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.

B Lab's Public Complaints Process

Any party may submit a complaint about a current B Corp through B Lab's Public Complaint Process. Grounds for complaint include:

- Intentional misrepresentation of practices, policies, and/or claimed outcomes during the company's certification process
- Breaches of the B Corp Community's core values as expressed in our Declaration of Interdependence

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



Disclosure Questionnaire

Industries and Products

Yes No Please indicate if the company is involved in production of or trade in any of the following. Select Yes for all options that **Animal Products or Services** $\boxed{}$ **Biodiversity Impacts Chemicals** $\overline{\mathbf{A}}$ **Disclosure Alcohol Disclosure Firearms Weapons** $\boxed{}$ **Disclosure Mining** $\boxed{}$ **Disclosure Pornography** $\boxed{}$ **Disclosure Tobacco** $\boxed{}$ **Energy and Emissions Intensive** $\overline{\mathbf{A}}$ <u>Industries</u> Fossil fuels \square Gambling **Genetically Modified Organisms** $\overline{\mathbf{A}}$ Illegal Products or Subject to $\overline{\mathbf{A}}$ **Phase Out** Industries at Risk of Human \square **Rights Violations Monoculture Agriculture** \square **Nuclear Power or Hazardous** \square **Materials** Payday, Short Term, or High **Interest Lending** Water Intensive Industries $\overline{\mathbf{A}}$ **Tax Advisory Services**

Outcomes & Penalties

	Yes	No
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		\checkmark
Breaches of Confidential Information		V
Bribery, Fraud, or Corruption		
Company has filed for bankruptcy		V
Consumer Protection		V
Financial Reporting, Taxes, Investments, or Loans		N
Hazardous Discharges Into Air/Land/Water (Past 5 Yrs)		N
Labor Issues		V
Large Scale Land Conversion, Acquisition, or Relocation		K
Litigation or Arbitration	V	
On-Site Fatality		\searrow
Penalties Assessed For Environmental Issues		V
Political Contributions or International Affairs		N
Recalls		
Significant Layoffs		V
Violation of Indigenous Peoples Rights		N
Other		\triangleright



Practices

	Yes	No
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		\checkmark
Company/Suppliers Employ Under Age 15 (Or Other ILO Minimum Age)		\checkmark
Company prohibits freedom of association/collective bargaining		\checkmark
Company workers are prisoners		\checkmark
Conduct Business in Conflict Zones		\vee
Confirmation of Right to Work		\checkmark
Does not transparently report corporate financials to government		\searrow
Employs Individuals on Zero-Hour Contracts		V
Facilities located in sensitive ecosystems		V
ID Cards Withheld or Penalties for Resignation		\searrow
No formal Registration Under Domestic Regulations		\searrow
No signed employment contracts for all workers		\searrow
Overtime For Hourly Workers Is Compulsory		V
Payslips not provided to show wage calculation and deductions		V

	Yes	No
Sale of Data		\checkmark
Tax Reduction Through Corporate Shells		V
Workers cannot leave site during non-working hours		V
Workers not Provided Clean Drinking Water or Toilets		V
Workers paid below minimum wage		\vee
Workers Under Bond		\checkmark
Other		\checkmark

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		V
Child or Forced Labor		\checkmark
Negative Environmental Impact		V
Negative Social Impact		\checkmark
Other		✓



Disclosure Questionnaire Category: Environmentally Intensive Industries - Chemical Intensive Industries

Topic	Chemical Intensive Industries
Summary of Issue	As a company that manufactures and sells paints and wallpapers, Farrow & Ball Ltd operates in an industry in which chemical use is a material environmental issue.
	One of the substances that the company uses in its wallpaper production is potentially harmful to both people and the environment, known as a red raw material by the company. According to the UN's Globally Harmonised System of Classification and Labeling, this substance is classified as follows:
	 Carcinogen mutagen reprotoxic (CMR) category 1A or 1B (H340, H350, H350i, H360x) when present in quantities above 0.1 weight %, Acute toxic category 1, 2 or 3 (H300, H301, H310, H330, H331), Respiratory sensitisers category 1, 1A or 1B (H334) when present in quantities above 0.1 weight %.
	Moreover, this substance has the following properties:
	 It is a Persistent, Bioaccumulative and/or Toxic chemical (PBT) when present in quantities above 0.1 weight %, It is very Persistent and very Bioaccumulative (vPvB) when present in quantities above 0.1 weight %, It is an Endocrine (hormonal) Disruptor when present in quantities above 0.1 weight %.
	Additionally, the substance contains substances above 0.1 w/w% that are listed on the EU REACH Candidate list and listed on the Authorisation list (Annex XIV).
	The company has plans to phase out this substance during the first half of 2024.



Size/Scope of Issue (e.g. \$ financial implication, # of individuals affected)	During the fiscal year 2023, 30% of the company's revenue was earned from the sale of products with red raw materials.
Impact on Stakeholders	As a chemical-intensive industry, the manufacturing and use of paint and wallpapers products pose risks to the environment such as pollution of air, land, and water, as well as potential human health risks to those exposed to harmful chemicals.
Implemented Management Practices	In 2010, Farrow & Ball Ltd ceased the production of solvent-based paints, which reduced their chemical emissions from paint. The company's manufacturing facility has an effluent plant located adjacent to the factory, which allows them to clean the water prior to it being sent to drain and separate out and capture the process waste. The company transfers water and paint waste from the wallpaper factory and adds it to the effluent system. To ensure the quality of water waste, the company raises awareness through training regarding water usage when cleaning, has a planned maintenance schedule that reduces the risk of equipment failure creating water waste, and encourages staff to report issues such as leaking taps. Farrow & Ball Ltd has set a target to reduce their Scope 3 Carbon emissions by 50% by the year 2030, based on their 2022 baseline. Raw materials, including chemicals, account for approximately 72% of their Scope 3 emissions. To achieve this target, Farrow & Ball Ltd plans to use lower carbon-intensive raw materials such as bio-sourced or recycled materials and lower carbon formulations. Their parent company ensures that their suppliers adopt sustainable practices, including energy, waste, and transportation, and undergo sustainability screening.



Disclosure Questionnaire Category: Litigation

Issue Date	Case 1: May 2021 Case 2: June 2021 Case 3: June 2021 Case 4: August 2020 Case 5: March 2022
Topic	Litigation due to claim of unfair dismissal
Summary of Issue	The company has had five cases related to claims of unfair dismissal. The company claims the dismissals were due to inappropriate behavior in the workplace, breach of the company's guidelines, and misconduct
Size/Scope of Issue (e.g. \$ financial implication, # of individuals affected)	The total value of the claims represented less than 1% of the total revenues for the fiscal year 2023.
Impact on Stakeholders	These cases have impacted the company's former employees.
Resolution	All cases were settled with payment.
Management Practices	Following legal advice on risk and process duration, the company has implemented a settlement agreement. In addition, since the departure of the former employees involved in the cases, a new management structure has been established, featuring a direct reporting line to the UK director.
Related Incidents (Yes/No)	Yes



Disclosure Questionnaire Category: Energy and Emissions Intensive Industry

Farrow & Ball Ltd is involved in the production/sale of products, or is part of an industry that can potentially be classified as energy and emission-intensive, meaning that they are more likely to have significant impacts on the environment based on their carbon emissions associated with their operations and their contribution to climate change. Certified B Corps are required to make transparent their involvement in such activities or industries.

For more information about the company's practices, please visit the company's webpage/ sustainability report, accessible here.



Disclosure Questionnaire Category: Water Intensive Industry

Farrow & Ball Ltd is involved in the production/sale of products, or is part of an industry that can potentially be classified as water intensive, meaning that they are more likely to have significant impacts on the environment, such as water stress or depletion of local water sources if water use is not appropriately managed. Certified B Corps are required to make transparent their involvement in such activities or industries.

For more information about the company's practices, please visit the company's webpage/sustainability report, accessible here.