



## 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

PROVIDED BY: **Transcota Logística Ltda.**

UPDATED AS OF: **29/12/2020**

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		√
Other		√

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		√
<b>Other Disclosures</b>		
		√

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:

Transcota Logística Ltda.

UPDATED AS OF:

29/12/2020

<b>DISCLOSURE QUESTIONNAIRE CATEGORY</b>	Environmentally Intensive Industries
<b>TOPIC</b>	Energy and Emissions Intensive Industries
<b>SUMMARY OF ISSUE</b>	As a freight company whose main mode is road cargo transportation, Transcota Logística operates in an industry in which energy and carbon emissions are material environmental issues. The main factor that contributes to the company's carbon footprint is the use of vehicles powered by diesel.
<b>SIZE/SCOPE OF ISSUE</b> (e.g. \$ financial implication, # of individuals affected)	<p>88% of the company's revenue come from transportation services provided of which 90% is derived from vehicles powered by fossil fuels and 10% is derived from vehicles powered by electricity. The company owns 5% of its vehicle fleet and for the rest they hire contractors.</p> <p>The company's scope 1 and 2 emissions add up to 147 tCO<sub>2</sub>e and scope 3 emissions only related to waste generated are 14 tCO<sub>2</sub>e. The company has not benchmarked their energy intensity with that of their peers.</p>
<b>IMPACT ON STAKEHOLDER(S)</b>	The carbon emissions associated with their operations and their contribution to climate change are the potential impacts of their energy intensity.
<b>IMPLEMENTED MGT PRACTICES</b>	<p>The company has inventorized their scope 1 and 2 emissions and a part of their scope 3 emissions. While the company has a target to reduce 5% of their electricity consumption in all branches, they have not set any specific time based targets for emissions from their vehicles.</p> <p>The company is investing in a fleet powered by 100% renewable energy and is already in the process of testing the first 100% electric van to enable deliveries in mining. Further, they are conducting feasibility studies to increase the electric vehicle fleet by 2022 even though there are no formalized targets yet. When contracting services, they look for newer vehicles already suitable for the use of s10 diesel, which could be less polluting than conventional diesel vehicles.</p> <p>Besides their efforts to increase their electric vehicle fleet, the company is also investing in a project to neutralize the carbon emissions related to their scope 1 &amp; 2 emissions. For this project, they acquired an area in the city of Rio Acima / MG for replanting trees and restoring the local fauna and this area will also be the base of a photovoltaic power plant.</p>

<b>DISCLOSURE QUESTIONNAIRE CATEGORY</b>	Disclosure Mining
<b>TOPIC</b>	Company serves clients in the mining/extractives industry
<b>SUMMARY OF ISSUE</b>	Company provides transportation services to mining companies and to clients that providing support services such as construction, machine maintenance, etc. to the mining industry. The company provides these services in Parauapebas (Carajás, Brazil), a municipality in the Brazilian Amazon which contains the world's largest iron ore mine.
<b>SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)</b>	Company derives approximately 31% their annual revenue services provided to the mining industry.
<b>IMPACT ON STAKEHOLDER(S)</b>	<p>The impact of mining and extractive operations would be with the communities and the ecosystems where the company's clients are situated, should their control &amp; risk management systems fail and result in some negative social and environmental impact.</p> <p>Alcohol may have a negative impact on the health and well-being of individuals and their communities.</p>
<b>IMPLEMENTED MGT PRACTICES</b>	<p>The services provided by company are restricted to large companies which are more likely to be renowned in the sector and who operate in compliance with legislation. Company staff visit the clients frequently to check the quality of the service provided and working and safety conditions at clients' sites. To manage the impact of its own services, the company is in the process of testing the first 100% electric van to enable deliveries in mining.</p> <p>Company has no formal policy on reducing engagement with the mining industry nor has any specific policies for conducting additional customer due diligence.</p>