



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.

Certified



Corporation

DISCLOSURE QUESTIONNAIRE

Company Name: Madeira Wine Company

Date Submitted: 08/01/2022

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:

Madeira Wine Company

UPDATED AS OF:

08/01/2022

DISCLOSURE QUESTIONNAIRE CATEGORY	Environmentally Intensive Industries
TOPIC	Biodiversity Impact and Monoculture Agriculture
SUMMARY OF ISSUE	As a vineyard and winery, Madeira Wine Company operates in an industry in which biodiversity impact and monoculture agriculture are material environmental issues.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	<p>In the previous fiscal year, 92% of Madeira Wine Company's revenue was earned from the sale of wine.</p> <p>76% of the land under the company's control is cultivated as vineyard and 24% is uncultivated. New crop plantation is restricted to new wines and cover crops are planted in between the rows. The uncultivated land consists of woodland containing native "Laurisilva" trees and fruit trees that have been planted to increase diversity of flora.</p>
IMPACT ON STAKEHOLDERS	Agriculture, particularly in cases where a single crop is cultivated at a time, poses a risk to local flora and fauna ecosystems as well as the potential to degrade cultivated land.
IMPLEMENTED MGT PRACTICES	<p>On the majority of cultivated land, the company uses ducks, chickens and sheep in the vineyards to minimize human intervention, reduce the use of pesticides and to allow for beneficial bacteria and microflora that is put back into the vineyard through their waste. In 2022 the company initiated the process for an Integrated Production Management of its vineyards, as defined by the Regional Director of Agriculture and Rural Development.</p> <p>In addition to that, cover crops are used to conserve moisture, combat erosion and ensure a greater biodiversity within the vineyards. The cover is maintained throughout the year and "fava beans" are planted between the rows in winter and then incorporated into the soil (at flowering).</p>



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DISCLOSURE QUESTIONNAIRE CATEGORY	Environmentally Intensive Industries
TOPIC	Water Intensive Industries
SUMMARY OF ISSUE	<p>"In the production of Madeira Wine and DOP Madeirense, water is used in all production processes, from the winemaking to the bottling process, namely: Production /Pavilions T &S:</p> <ul style="list-style-type: none"> - Vinification process: washing of tanks, equipment and harvest boxes, and floors. - Wine warehouses: it is present to help with refrigeration, heating, vacuum filtration, plate filtration (when placing the plates) and soil filters processes, as well as in the washing and disinfection of equipment, hoses, tanks, work (jugs, vats, among others) and washing of warehouse floors. - In the bottling line, water is also used to wash and disinfect equipment and to rinse bottles in a rinser. - Water analysis laboratory, in the cooling columns of the stills, in obtaining distilled water and in the washing of laboratory materials. - Watering gardens - Sanitary facilities and cafeteria <p>At Blandy's Wine Lodge: Consumption is concentrated in the social areas, namely, sanitary facilities and the cafeteria and pantry. Likewise, it is used in watering plants. In aging warehouses, water is used to wash pumps, hoses and work tools.</p>
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	<p>"In the previous fiscal year, 92% of Madeira Wine's revenue was earned from the sale of wine 100% of the company's vineyards are irrigated. The type of irrigation used is drip technology. - 5,42 L of water per liter of wine produced</p>
IMPACT ON STAKEHOLDERS	<p>The water used comes from the public supply network, supplied by ARM- Águas e Residues da Madeira. ARM is responsible for supplying drinkable water based on a multi-municipal water system, acting in an integrated manner in its various aspects, under the terms of the concession contract and applicable legislation, within a framework of environmental, economic and social sustainability, contributing for improving the quality of life of the population and for the development of the Autonomous Region of Madeira. In the case of Pavillions T and S, there are located in an industrial park, therefore it does not affect other interested parties.</p>



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DISCLOSURE QUESTIONNAIRE CATEGORY	Environmentally Intensive Industries Cont.
TOPIC	Water Intensive Industries Cont.
IMPLEMENTED MGT PRACTICES	<p>Steps/measures taken:</p> <ul style="list-style-type: none"> - Water consumption monitoring - Optimize cleaning efficiency: washing with a simple jet of water consumes more than washing with a brush or with water under pressure - Use of nozzles at the ends of the hoses; - Use of pressure washing machines that reduce water consumption by about half (whenever is possible) - Avoid unnecessary flushing in the cistern, adjust the flushing volume and install selective flushing systems; - Ensuring the maintenance of equipment (taps, storage devices and pipes); - Sensibilization work about rational water use among workers, visitors and users. <p>Under analyses for future implementation:</p> <ul style="list-style-type: none"> - Use of the water used in the Analysis Laboratory to cool the distillation columns - Capture and reuse of rainwater for watering the gardens. <p>A consultation carried out by the Madeira Wine Company regarding the ideal ratio of liters of water used per liter of wine produced shows that 3 to 5 liters of water are used, mainly in washing (without accounting vineyard irrigation). However, it is possible to greatly reduce this ration to 1 liter of water per 1 liter of bottled wine (considered the most efficient ratio),</p> <p>When we compare our ratio with other companies in the sector/market, per example the largest producer of Premium Port wine and also owner of vineyards in Portugal, we verified a ratio of 2.80 liters of water consumer per liter of bottled wine produced. Therefore, there is an enormous potential to reduce Madeira Wine's production ratio.</p>



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DISCLOSURE QUESTIONNAIRE CATEGORY	Alcohol
TOPIC	Company produces alcohol products
SUMMARY OF ISSUE	Madeira Wine Company is a winery that earns a material amount of revenue from the sale of alcohol.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	In the previous fiscal year, 92% of Madeira Wine Company's revenue was earned from the sale of alcohol.
IMPACT ON STAKEHOLDERS	Alcohol may have a negative impact on the health and well-being of individuals and their communities.
IMPLEMENTED MGT PRACTICES	<p>Madeira Wine Company complies to all legal requirements and regulations applicable. All of their global partners are licensed to buy and sell alcoholic beverages and follow the rules and regulations as determined in each country.</p> <p>All Madeira wines are produced with a reference that women should not drink alcoholic beverages during pregnancy.</p> <p>All Madeira wines sold to the USA contain a reference that the consumption of alcoholic beverages impairs one's ability to drive a car or operate machinery, and may cause health problems.</p> <p>All employees receive training on the law regarding serving alcohol to the public. The current legislation is exhibited in our wine bar outlets and no wine is served to underage drinkers or anyone under the influence of alcohol or drugs.</p> <p>All websites contain an entry check point to verify visitor's age.</p> <p>The company became a registered supporter of the Wine in Moderation Association on the 3rd of March 2022 and is implementing the recommendations related to communication in the products.</p>