



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: Aguas Danone Argentina

Date Submitted: 07/21/2017

Disclosure Industries	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.		
Any product or activity deemed illegal under host country laws or regulations or international conventions and agreements		✓
Alcohol (excluding beer and wine)		✓
Commercial loggings and logging equipment		✓
Drift net fishing in the marine environment using nets in excess of 2.5km in length		✓
Firearms, weapons or munitions		✓
Genetically modified organisms		✓
Mining		✓
Nuclear Power		✓
Fossil fuel-based oil or coal utility		✓
Ozone depleting substances subject to international phase out		✓
Persistent organic pollutants (POPs) that are banned or scheduled to be phased out of production		✓
Pesticides/herbicides subject to international phase out or bans		✓
Pharmaceuticals subject to international phase-outs or bans		✓
Radioactive materials		✓
Tobacco		✓
Unbonded asbestos		✓
Wildlife or wildlife products regulated under the Convention on International Trade in Endangered Species of Wild Fauna and Flora (CITES)		✓

Disclosure 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.		
Diversity and equal opportunity		✓
Employee safety or workplace conditions		✓
Environmental issues		✓
Financial reporting		✓
Geographic operations or international affairs		✓
Investments or Loans		✓
Labor issues (internal and supply chain)		✓
Marketing		✓
Product Safety		✓
Political contributions		✓
Taxes		✓
Animal Welfare		✓
Bribery, Fraud or corruption		✓

Disclosure 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 "True." If false, select "False."		
Company is not formally registered in accordance with domestic regulations		✓
Company has reduced or minimized taxes through the use of corporate shells or structural means		✓
Company facilities are located adjacent to or in sensitive ecosystems	✓	
Company employs workers under the age of 15 (or other minimum work age covered by the International Labour Organization Convention No. 138) and/or company does not keep personnel records that include evidence of the date of birth of each		✓
Overtime work for hourly workers is compulsory		✓
Company uses workers who are prisoners		✓
Company prohibits workers from freely associating and bargaining collectively for the terms of one's employment		✓
Animal testing is conducted		✓
Company exploitatively operates in conflict zones		✓
Company employs individuals on zero-hour contracts		✓

Disclosure Outcomes	True	False
Please indicate if the following statements are true regarding if the company has experienced any of the following in the past 5 years. Check all that apply. If the statement is true, select "True." If false, select "False."		
Company has had an operational or on-the-job fatality		✓
Company sites have experienced accidental discharges to air, land or water of hazardous substances		✓
Construction or operation of company facilities resulted in physical resettlement or economic displacement involving 5,000 or more people near your facility		✓
Material recalls due to quality control issues		✓
Material litigation or arbitration against company	✓	
Company has filed for bankruptcy		✓
Construction or operation of company involved large scale land acquisition		✓
Construction or operation of company involved large scale land conversion and/or degradation		✓
Construction or operation of company involved the construction or refurbishment of dams		✓
Company has had material breaches of individual's confidential information		✓

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Supplier Disclosure	Yes	No	Don't Know
Please indicate if any of the following statements are true regarding your company's significant suppliers.			
Significant Suppliers employ workers under the age of 15 (or other minimum work age covered by the International Labour Organization Convention No. 138)		✓	
Significant Suppliers use any workers who are prisoners		✓	
Significant Suppliers have had an operational or on-the-job fatality		✓	
Significant Suppliers' sites have experienced accidental discharges to air, land or water of hazardous substances		✓	
Construction or operation of Significant Suppliers' facilities resulted in physical resettlement or economic displacement involving 5,000 or more people near their facility		✓	
Construction or operation of Significant Suppliers involved large scale land acquisition		✓	
Construction or operation of Significant Suppliers involved large scale land conversion and/or degradation		✓	
Construction or operation of Significant Suppliers involved the construction or refurbishment of dams		✓	
Significant Suppliers have had material fines or sanctions in the last five years regarding the issues indicated in DQ4.1		✓	
Significant Suppliers exploitatively operate in conflict zones		✓	

B Corp Certification - Disclosure Questionnaire Documentation

PROVIDED BY: **Aguas Danone Argentina**
 UPDATED AS OF: **07/21/2017**

DISCLOSURE NOTE:

B Lab's review of Aguas Danone Argentina involved a review of pending litigation involving the company. Based on the information reviewed and the unresolved nature of the cases, B Lab determined the cases were not material enough to prohibit certification. Currently, Aguas Danone Argentina is legally bound to confidentiality. B Lab will review the outcomes following the resolution of the cases and update any disclosures as necessary.

DISCLOSURE QUESTIONNAIRE CATEGORY	Marketing
ISSUE DATE	Last 5 years
TOPIC	Marketing
SUMMARY OF ISSUE	Due to confidentiality agreements and privacy rights related to the Argentinian court system, the files referring to the case are reserved to the Court only and no further information can be provided at this time.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	same as above
IMPACT ON STAKEHOLDER(S)	same as above
RESOLUTION	The case is open and a resolution has not been made.
IMPLEMENTED MGT PRACTICES	same as above
REPORT	N/A
OTHER MANAGEMENT COMMENTS	
RELATED INCIDENTS (YES/NO)	same as above

DISCLOSURE QUESTIONNAIRE CATEGORY	Marketing
ISSUE DATE	Last 5 years
TOPIC	Intellectual Property
SUMMARY OF ISSUE	Due to confidentiality agreements and privacy rights related to the Argentinian court system, the files referring to the case are reserved to the Court only and no further information can be provided at this time.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	same as above
IMPACT ON STAKEHOLDER(S)	same as above
RESOLUTION	The case is open and a resolution has not been made.
IMPLEMENTED MGT PRACTICES	same as above
REPORT	N/A
OTHER MANAGEMENT COMMENTS	
RELATED INCIDENTS (YES/NO)	same as above

DISCLOSURE QUESTIONNAIRE CATEGORY	Environment
ISSUE DATE	N/A
TOPIC	Company facilities are located adjacent to or in sensitive ecosystems
SUMMARY OF ISSUE	Aguas Danone Argentina (ADA) owns 72,000 hectares of a Natural Protected Area in Mendoza where they have one of their 2 bottling plants.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	N/A
IMPACT ON STAKEHOLDER(S)	<p>One of ADA's sources of water, Villavicencio, is currently an official Natural Protected Area declared by the Government of Mendoza, Argentina. ADA had owned the land prior to this designation, and was responsible for promoting its declaration as a reserve. According to the management plan of the natural reserve, it is the first case in the Mendoza province of a protected area located in private lands, with its management falling to state responsibility. The Natural Reserve's mission is to:</p> <ul style="list-style-type: none"> (1) Protect natural ecosystems and species of flora and fauna (2) Preserve water resources, particularly the underground aquifers of natural mineral water, and wetlands. (3) Protect and deepen the knowledge of the archaeological and historical heritage
RESOLUTION	N/A
IMPLEMENTED MGT PRACTICES	Aguas Danone Argentina has rangers in the Natural Protected Area and invests in wildlife conservation, scientific research, environmental education. The area is also used for low-impact tourism (not operated by Aguas Danone Argentina) and receives 250,000 visitors every year. Revenues collected from tourism activities are reinvested in the reserve for its conservation.
REPORT	N/A
OTHER MANAGEMENT COMMENTS	In 2000, the government decided to designate the land and protected area. ADA invested in an educational plan and conversion of the land to a reserve.
RELATED INCIDENTS (YES/NO)	N/A

DISCLOSURE QUESTIONNAIRE CATEGORY	Other
ISSUE DATE	N/A
TOPIC	<p>B Lab review of Bottled Water Industry as controversial industry</p> <p>Independent of any activities of ADA, the bottled water industry faces controversy over unsustainable management, the waste it produces, and, more broadly, its commodification and access to a scarce and essential public good. This concern has only been intensified with increased information about water scarcity around the world.</p> <p>B Lab identified the bottled water industry among the topics considered as Controversial Issues. Companies in this industry are eligible for B Corp Certification with additional review by the Standards Advisory Council (SAC). The below document outlines B Lab's rationale and framework for evaluating bottled water companies: https://www.bcorporation.net/sites/default/files/documents/faqs/BottledWaterContrroversialIndustry.pdf</p>
SUMMARY OF ISSUE	<p>The SAC reviewed 2 main topics related to ADA's practices in the bottled water industry for ADA's sources of water as summarized below:</p> <p>1) Water access and usage ADA accesses water through two different sources: natural springs in Villavicencio (which represents 25% of volume sold) and watershed reserves in Chascomús. In Villavicencio ADA collects the natural spring water as it flows out from its natural rate, thereby not diminishing the water table. In this location, ADA pays a tax based on volume sold in the market. For ADA's other bottling plant in Chascomús, water is extracted through boreholes with permission given by local authorities. In Chascomús, ADA pays a monthly fee for access to water in addition to license renewal fees. The Argentinian government is in the process of converting this fee method to be based on volume in the future.</p> <p>2) Waste Management Material environmental concern in the bottled water industry comes from waste generated from packaging. Villavicencio's bottles use 51% recycled input material while bottles for Levite utilize 20%, both of which are well above the industry average since the vast majority of the industry uses none at all. In addition to using recycled input materials, ADA created a formal relationship with waste pickers cooperatives to promote plastic recycling in their market.</p>
IMPACT ON STAKEHOLDER(S)	Environmental / social
RESOLUTION	N/A
IMPLEMENTED MGT PRACTICES	<i>Aguas Danone Argentina Practices</i>
REPORT	See above
OTHER MANAGEMENT COMMENTS	<i>Aguas Danone Argentina Practices</i>
RELATED INCIDENTS (YES/NO)	N/A