

AR ESG™

Strengthen your Risk Management Strategy

Argos Risk offers ESG scoring that measures a company's exposure to long-term **E**nvironmental, **S**ocial, and **G**overnance risks. Our evaluations and scores can help gain a better understanding of a company's long-term viability.

The AR Surveillance™-ESG Scores, are based on financially relevant environmental, social, and governance (ESG) criteria and cover approximately 20 million companies worldwide.

ESG risks can have a significant financial impact on a company, yet they are often overlooked during traditional financial analysis.

We provide Risk Managers with actionable insights so they can make informed decisions. With our platform, you can quickly and easily see how a company's ESG score compares to its peers and understand the potential financial consequences of poor environmental and social management.

Risk Managers are increasingly looking at environmental, social, and governance risks when making decisions about which companies they want to work with.



IMPROVED REGULATORY COMPLIANCE WITH ESG DATA

When organizations strive for improved governance, enterprise risk management and compliance with regulations, automation is the only feasible approach to accomplish these goals. AR Surveillance is a key element and structured approach to accomplishing practical business objectives, while effectively managing risk and helping to meet compliance requirements.

ESG IS IMPORTANT IN THIRD-PARTY RISK INTELLIGENCE

The strength and viability of a commercial third-party is influenced by many factors. In addition to financial performance, recent studies have shown that constituents, ranging from investors to consumers, are directing their influence and dollars to those organizations that exhibit practices and behaviors that support strong ethical and sustainable behavior.

The addition of ESG Scores enables AR Surveillance to provide a broader holistic outlook into a company's long-term viability in the marketplace. With ESG, subscribers can "build a bigger picture" by including quality measurements of a third-party's governance, resiliency, and sustainability into their third-party risk assessments and decisions.

ESG DATA ARCHITECTURE

A significant number of leading ESG standards were referred to in the development of the ESG architecture, including the SASB, the Global Reporting Initiative (GRI), the Task Force on Climate-related Financial Disclosures (TCFD), the CDP (formerly the Carbon Disclosure Project), the UN SDGs, and other notable sustainability reporting frameworks. In addition to specific themes identified for each of the environmental (E), social (S), and governance (G) dimensions, there is also a layer of specified topics related to each of the general themes. Using this framework, hundreds of variables can be incorporated into each of the ESG themes.

Once the data points have been ingested, they are subject to quality control processes. Data is further normalized, processed, and weighted in preparation for analytical modeling and calculations. An overall score and ESG-related rankings are generated as a result of the analysis.

ENVIRONMENTAL

NATURAL RESOURCES	<ul style="list-style-type: none"> • Energy Management • Water Management • Materials Sourcing and Management • Waste & Hazards Management • Land Use and Biodiversity • Pollution Prevention and Management
GHG EMISSIONS AND CLIMATE IMPACT	<ul style="list-style-type: none"> • GHG Emissions • Climate Risk
ENVIRONMENTAL RISK FACTORS	<ul style="list-style-type: none"> • Environmental Compliance
ENVIRONMENTAL CERTIFICATIONS	<ul style="list-style-type: none"> • Environmental Opportunities • Environmental Certifications

SOCIAL

HUMAN CAPITAL	<ul style="list-style-type: none"> • Labor Relations • Health and Safety • Training and Education • Diversity and Inclusion • Human Rights Abuses
PRODUCT QUALITY MANAGEMENT	<ul style="list-style-type: none"> • Cyber Risk • Product Quality Management
CUSTOMER ENGAGEMENT	<ul style="list-style-type: none"> • Products and Services • Data Privacy
COMMUNITY ENGAGEMENT	<ul style="list-style-type: none"> • Corporate Philanthropy • Community Engagement
SUPPLIER ENGAGEMENT	<ul style="list-style-type: none"> • Supplier Engagement
CERTIFICATIONS	<ul style="list-style-type: none"> • Social-Related Certifications

GOVERNANCE

CORPORATE GOVERNANCE	<ul style="list-style-type: none"> • Business Ethics • Board Accountability • Shareholder Rights • Business Transparency
CORPORATE BEHAVIORS	<ul style="list-style-type: none"> • Corporate Compliance Behaviors • Governance-related Certifications
BUSINESS SUSTAINABILITY	<ul style="list-style-type: none"> • Business Resilience and Sustainability

DATA DEPTH SCORES

Argos Risk provides “data depth” scores as an additional means of maintaining transparency and providing information about the availability of data that fuels the ESG scores. The data depth is provided for each separate E, S, and G score, which indicates the extent of the ESG data behind the corresponding score. The data depth for each topic is determined by the sources and data points that are available for the calculation.

GETTING STARTED WITH AR SURVEILLANCE IS EASY



32+ Million

Companies Available to Monitor



10K

Data Points Analyzed



500K+

Annual Alerts



7.5 Million

Updates Yearly

Call or email today for more information on how Argos Risk can help you manage and mitigate third-party risk relationships.