GCPL ESG Factbook

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About the ESG Factbook

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About the Company

Godrej Consumer Products, a member of the 126-year-yound Godrej Group, upholds strong values like trust, integrity, and respect. As an emerging markets company, we are experiencing rapid growth and pursuing innovative goals. Our purpose is Bringing the goodness of health and beauty to consumers in emerging markets.

About the ESG Factbook

The ESG data book contains an additional of relevant information and material ESG disclosures (Environmental, Social, and Governance). It complements our Annual Integrated Report FY2023-24 and supplements our voluntary disclosures for Corporate Sustainability Assessment by S&P Global.

Scope & Reporting Boundary

The reporting boundary for this ESG factbook covers our global operations unless otherwise stated. All monetary figures, unless specifically stated, are in INR.

ECONOMIC DIMENSION

1. Corporate Governance

Board Type – One-tier system

	Number of members
Executive directors	2
Independent directors	6
Other non-executive directors	3
Total board size	11

We have a one-tier system with 11 board members, of which 2 are Executive, 3 are non-executive and rest are Independent Directors. The total size of the board is 11 members and 55% of our board is independent.

Board Effectiveness (including Board Mandates & Board Performance)

	Indicators/ Measures	Indicator/ Numerical value
Board Meeting	Average board meeting	90.26%
Attendance	attendance (% of	
	meetings of board of	
Number of meetings	directors/supervisory	
attended in percentage	board).	
last business/fiscal year.		
	Minimum of attendance	50%
	for all members required,	
	at least (in %)	
Board Mandates	Number of non-	6
	executive/independent	
Number of other	directors with 4 or less	
mandates of the board	other mandates	
of directors/supervisory	Please provide the names	Ndidi Nwuneli, Ireena Vittal, Omkar
board members. This	of these directors	Goswami, Pippa Tubman Armerding,
only applies to non-		Sumeet Narang and Shalini Puchalapalli
executive and	Number of other	7
independent directors,	mandates for non-	
not executive directors	executive/independent	
or employee	directors restricted to	
representatives.		
Board Performance	Regular self-assessment	We conduct a formal Board Effectiveness
Review	of board performance.	Review as mandated by the Companies
	Please specify or provide	Act, 2013, and the SEBI (Listing
Performance	documents	Obligations and Disclosure Requirements)
assessment of board of		Regulations 2015. This review is designed
directors/supervisory		and executed by our Corporate HR team
board members		in collaboration with the Chairperson and
		the Nomination and Remuneration
		Committee of the Board. Each Board
		member completes a confidential online
		questionnaire, providing feedback on the

		Board's operations and potential improvement areas. Additionally, they perform a self-assessment of their effectiveness, ensuring a comprehensive and balanced evaluation of the Board's performance.
	Regular independent assessment of board performance. Please specify or provide supporting documents	None
Board Election Process	Board members are elected and re-elected on an annual basis	One third of the non-executive directors (other than independent directors) retire every year and their candidature is considered for re-appointment by the shareholders.
	Board members are elected individually (as opposed to elected by slate)	Independent Directors are appointed individually by shareholders for a tenure not exceeding 5 years. Executive Directors are appointed for a term as per the individual contracts.

CEO-to-Employee Ratio

CEO Compensation	Total CEO Compensation	
Please indicate the total annual compensation*	19,02,00,000	
of the Chief Executive Officer (or any equivalent		
position):		
	Median Employee	Mean Employee
	Compensation	Compensation
Employee Compensation	INR 5,25,000	INR 20,31,000
The ratio between the total annual	362	93
compensation of the Chief Executive Officer		
and the mean or median employee		
compensation:		

Note: Total compensation includes fixed and variable compensation as well as all other parts of compensation which are required to be included in total remuneration reporting according to national accounting standards

Management ownership

Position	Names	Multiples of base salary
Chief Executive Officer	Sudhir Sitapati	7 times
Average across other	Omar Momin, Venkateshwara Y,	2 times
executive committee	Vijaykumar Kannan, Robert Menzies,	
members owning shares	and Aasif Malbari	

2. Business Ethics

2.1. Codes of conduct: systems and procedures

In our commitment to uphold the highest standards of integrity and ethical conduct, we have established a direct link between adherence to our Code of Conduct and the remuneration of our employees. We firmly believe that this linkage is essential to foster a culture of ethical behaviour and accountability across our organisation.

Any breach of our Code of Conduct can have significant implications on various elements of the remuneration package of the concerned individual. This could range from a reduction in bonuses to a reconsideration of salary increments, among other potential consequences.

Our performance appraisal cycle also includes this measure to further reinforce the importance of our Code of Conduct and encourage all employees to act in the best interests of our stakeholders and the communities we serve.

2.2. Reporting on Breaches

Reporting areas	Number of breaches in FY 2023-24
Corruption or Bribery	0
Discrimination or Harassment	4
Customer Privacy Data	0
Conflicts of Interest	0
Money Laundering or Insider trading	0

3. Policy Influence

3.1. Contributions & Other Spending

	FY2020	FY2021	FY2022	FY2023
Lobbying,	0	0	0	0
interest				
representation				
or similar				
Local, regional	0	0	0	0
or national				
political				
campaigns /				
organizations /				
candidates				
Trade	5,26,325	2,10,307	17,60,192	1,50,87,424
associations or				
tax-exempt				
groups (e.g.				
think tanks)				
Other (e.g.	0	0	0	0
spending				
related to				
ballot				
measures or				
referendums)				

Total contributions and other spending INR - Indian	5,26,325	2,10,307	17,60,192	1,50,87,424
Rupee				
Data coverage (as % of denominator, indicating the organizational scope of the reported data) Revenues	100%	100%	100%	100%

3.2. Largest Contributions & Expenses

Issue or	Corporate	Description of Position /	Total spend in FY
Topic	position	Engagement	2023-24
Promoting safe use of household insecticides in India	Support	Promoting safe use of household insecticides in India by demanding to stop on buying or selling of illegal mosquito repellent incense sticks laced with unapproved harmful chemicals (insecticides/ pesticides). This can cause health issues such as asthma, bronchitis, reactive airways disease and other respiratory ailments.	0
Circular economy of plastics	Support	We are one of the founding members of the India Plastic Pact that aims to promote a circular economy of plastics through public-private collaboration. We collaborating to find innovative ways to eliminate, reuse, or recycle the plastic packaging across the plastics value chain and collectively achieve the long-term target of plastic intensity reduction and increasing the use of post-consumer recycled plastics in our packaging.	0

Note: We support for the above public advocacy through our trade association memberships.

Other Large Expenditures

Name of organization,	Type of organization	Total amount paid in
candidate or topic		FY 2023-24
Federation of Indian	Trade association, annual	80,45,924
Chambers of Commerce and	membership fees and	
Industry	research collaboration	
Home Insect Control	Trade association, annual	22,67,200
Association	membership fees	
Advertising Standards	Trade association, annual	19,79,400
Council of India	membership fees	

4. Supply Chain Management

4.1. KPIs for Supplier Screening

Supplier Screening	FY2023-24
1.1 Total number of Tier-1 suppliers	552
1.2 Total number of significant suppliers in Tier-	136
1	
1.3 % of total spend on significant suppliers in	76%
Tier-1	
1.4 Total number of significant suppliers in non	0
Tier-1	
1.5 Total number of significant suppliers (Tier-	136
1 and non Tier-1)	

4.2. KPIs for Supplier Assessment and/or Development

Supplier Assessment	FY 2023-24	Target for FY 2024
Total number of suppliers	136	
assessed via desk		
assessments/on-site		
assessments		
% of unique significant	100%	95%
suppliers assessed		
Number of suppliers assessed		
with substantial		
actual/potential negative		
impacts		
% of suppliers with substantial	0%	
actual/potential negative		
impacts with agreed corrective		
action/improvement plan		
Number of suppliers with	0%	
substantial actual/potential		
negative impacts that were		
terminated		

Corrective action plan support	FY 2023	Target for FY 2023
Total number of suppliers	0	
supported in corrective action		
plan implementation		
% of suppliers assessed with	0%	
substantial actual/potential		
negative impacts supported in		
corrective action plan		
implementation		

Capacity building programs	FY 2023	Target for FY 2023
Total number of suppliers in	71	Number of suppliers - 50
capacity building program		
% of unique significant	52%	
suppliers in capacity building		
programs		

5. Tax Strategy

5.1. Effective Tax Rate

Financial Reporting	FY 2022-23	FY 2023-24	Calculated Average Rate
Earnings before Tax	2,132.73	198.23	
Reported Taxes	430.27	758.78	
Cumulative acceptable adjustments* (see below)	0	0	
Effective Tax Rate (in %)	20.17%	382.78%	51.01%
Cash Taxes Paid	418.45	373.9	
Cash Tax Rate (in %)	19.62%	188.62%	33.99%

6. IT Security/ Cybersecurity Governance

The Board-level oversight on Cybersecurity governance is led by the Board Risk Management Committee, led by independent director, Dr. Omkar Goswami. Cybersecurity risks are reviewed at least twice annually.

7. Product Quality & Recall Management

7.1. Product Recalls

	FY2020-21	FY2021-22	FY2022-23	FY2023-24
Number of product	0	0	0	0
lines for which				
products were				
recalled:				
Expenses incurred	0	0	0	0
due to recalls				
issued in the				

corresponding fiscal				
year				
Currency:				
Revenues	110,286,200,000	122,765,000,000	133,159,700,000	1,409,611,00,000
Cost of recalls as a	0	0	0	0
percentage of				
annual revenues				

ENVIRONMENTAL DIMENSION

1.1. Energy

1.1.1. Energy Consumption

Total energy consumption	Unit	FY2020-21	FY2021-22	FY2022-23	FY2023-24	Target for FY 2024?
Total non- renewable energy consumption	MWh	2,20,716	2,17,673	2,07,730	2,18,243	2,50,000
Total renewable energy consumption	MWh	66,284	68,326	69,463	67,477	70,000
Data coverage (as % of denominator)	Percentage of revenue	100%	100%	100%	100%	100%

2. Packaging

2.1. Plastic Packaging

	FY2020-21	FY2021-22	FY2022-23	FY2023-24	What was your target for FY 2024?
Total weight (tonnes) of all plastic packaging	19,541	19,500	18,750	17,995	18,500
% of recyclable plastic packaging (as a % of the total weight of all plastic packaging	30	30	34	40	40

% of	0	0	0	0	0
compostable					
plastic					
packaging (as					
a % of the					
total weight					
of all plastic					
packaging)					
% of recycled	0	0	0	0	0
content within					
your plastic					
packaging (as					
a % of the					
total weight					
of all plastic					
packaging)					
Coverage (as	100%	100%	100%	100%	100%
a % of cost of					
goods sold)					

3. Waste & Pollutants

3.1. Waste Disposal

	Unit	FY2020-21	FY2021-22	FY2022-23	FY2023-24	Target for FY 2024
Total waste	Metric	9,529	9,973	6,688	5,768	
recycled/reused	Tonnes					
Total waste	Metric	1,437	1,257	1,128	651	800
disposed	Tonnes					
- Waste	Metric	1,216	966	887	646	
landfilled	Tonnes					
- Waste	Metric	0	0	0	0	
incinerated with	Tonnes					
energy recovery						
- Waste	Metric	221	291	241	5	
incinerated	Tonnes					
without energy						
recovery						
- Waste	Metric	0	0	0	0	
otherwise	Tonnes					
disposed						
- Waste with	Metric	0	0	0	0	
unknown	Tonnes					
disposal						
method						
Data coverage	%of:	100%	100%	100%	100%	100%

3.2. NOx Emissions

Direct NOx emissions	Unit	FY2020-	FY2021-	FY2022-	FY2023-	Target
		21	22	23	24	for FY
						2023?
Direct NOx emissions	metric	61	68	89	85	85
	tonnes					
Data coverage (as %	percentage	100%	100%	100%	100%	
denominator)	of revenue					

4. Water

4.1. Water Consumption

	Units	FY2020-21	FY2021-22	FY2022-23	FY2023-24
A. Water withdrawal	Million cubic meters	0.79	0.77	0.95	0.81
(excluding saltwater)					
B. Water discharge (excluding saltwater)	Million cubic meters	0	0	0	0
Total net fresh water consumption (A-B)	Million cubic meters	0.79	0.77	0.95	0.81
Data coverage	Percentage of	100%	100%	100%	100%

5. Climate Strategy

5.1. Direct Greenhouse Gas Emissions (Scope 1)

Direct GHG	Unit	FY2020-21	FY2021-22	FY2022-23	FY2023-24	Target for
(Scope 1)						FY 2024
Total direct	metric	33,131	34,510	36,662	40,842	41,000
GHG	tonnes					
emissions	CO2					
(Scope 1)	equivalents					
Data	percentage	100%	100%	100%	100%	
coverage (as	of					
% of						
denominator)						

5.2. Indirect Greenhouse Gas Emissions (Scope 2)

GHG (Scope 2)	Unit	FY2020-21	FY2021-22	FY2022-23	FY2023-24	Target for FY 2024
Location- based	metric tonnes of	53,131	51,331	42,544	44,221	45,000
based	CO2					
Data	percentage	100%	100%	100%	100%	
coverage (as						
% of						
denominator)						
Market-	metric					
based	tonnes of					
	CO2					
	equivalents					
Data	percentage					
coverage (as						
% of						
denominator)						

Note: We use location-based method with respective national emission factors

5.3. Indirect Greenhouse Gas Emissions (Scope 3) (with applicable scope 3 categories)

IGHG (Scope 3)	Unit	FY2020-21	FY2021-22	FY2022-23	FY2023-24	Target for FY 2024
Total	metric					
indirect	tonnes of		16,46,782	13,33,796	14,82,327	15,00,000
GHG	CO2					
emissions	equivalents					
(Scope 3)						

Scope 3 Category	Emissions in the reporting year (Metric tons CO2e)	Emissions calculation methodology and exclusions
Cat 1. Purchased	2,34,836	Supplier specific method
Goods and Services		
Cat 3. Fuel-and-	56,776	Fuel based method
energy-related-		
activities (not included		
in Scope 1 or 2)		
Cat 4. Upstream	60,256	Distance, Supplier, Fuel based method
transportation and		
distribution		
Cat 5. Waste	3,372	Waste type specific method
generated in		
operations		
Cat 6. Business Travel	1,437	Distance - based method

Cat 7. Employee	35,994	Distance, Fuel based method
commuting		
Cat 8. Upstream	658	Assets specific method
leased assets		
Cat 11. Use of sold	10,56,320	Direct use phase emission
products		
Cat 12. End of life	32,678	Waste-type-specific method
treatment of sold		
products		

5.4. Climate Related Management Incentives

Who is entitled to benefit from this incentive?	Type of incentive	Incentivized KPIs:
Chief Executive officer	Monetary	Emission reduction
		At GCPL, the executive compensation of all leaders comprises of 15% of people & planet goals. They are in line with the company's vision to foster an inspiring workplace and build an equitable and greener planet. The financial incentives component of salaries (Performance Linked Variable Remuneration or PLVR) is directly linked to the achievement of the KPIs.
		The CEO's goals include climate related targets such as emissions reduction in line with publicly stated climate targets, and net zero scope 1 & 2 emissions by 2035.
Other named executive officers –	Monetary	Energy reduction
Manufacturing Head		GCPL manufacturing head is responsible for the performance of the plants on climate change front along with the operations. Currently, the KPIs for the Manufacturing Head include climate related goals such as energy efficiency measures, increasing use of renewable energy, and emission reduction in line with publicly stated climate targets.
Employees –	Monetary	Energy reduction
Green champions		Green champions (sustainability managers) are recognized and rewarded for the initiatives taken and for implementation of innovative projects in the direction to address climate change issues. Their performance is measured against the achievement of annual emission reduction, energy reduction targets and efficiency improvements.

SOCIAL DIMENSION

1. Labour Practices

1.1. Workforce Breakdown: Gender

Diversity Indicator	Percentage
Share of women in total workforce (as % of total workforce)	48%
Share of women in all management positions, including junior, middle and top	31%
management (as % of total management positions)	
Share of women in junior management positions, i.e. first level of management	33%
(as % of total junior management positions)	
Share of women in top management positions, i.e. maximum two levels away	23%
from the CEO or comparable positions (as % of total top management positions)	
Share of women in management positions in revenue-generating functions (e.g.	22%
sales) as % of all such managers (i.e. excluding support functions such as HR, IT,	
Legal, etc.)	
Share of women in STEM-related positions (as % of total STEM positions)	41%

1.2. Workforce Breakdown: Nationality

Breakdown	Share in total workforce (as % of total workforce)	Share in all management positions, including junior, middle and senior management (as % of total management workforce)
Argentines	7%	1%
Nigerians	3%	2%
South	1%	1%
Africans		
Indians	63%	64%
Indonesians	14%	27%

1.3. Freedom of Association

% of employees represented by an	90%
independent trade union or covered by	
collective bargaining agreements	

1.4. Gender Pay Indicators

Indicator	Difference between men and women employees (%)
Mean gender pay gap	(-)8%
Median gender pay gap	2%
Mean bonus gap	(-)4%
Median bonus gap	14%

2. Human Capital Development

2.1. Training and Development Inputs

	FY 2024
Average hours per FTE of training and development	22
Average amount spent per FTE on training and development.	39,758

2.2. Human Capital Return on Investment

	FY2020-21	FY2021-22	FY2022-23	FY2023-24
a) Total Revenue	110,286,200,000	122,765,000,000	133,159,700,000	140,961,100,000
b) Total				
Operating	78,523,000,000	90,340,000,000	97,912,900,000	96,895,300,000
Expenses				
c) Total				
employee-related				
expenses	11,233,400,000	11,041,400,000	11,114,800,000	12,493,400,000
(salaries +				
benefits)				
Resulting HC	3.827	3.937	4.171	4.527
ROI (a - (b-c)) / c	3.027	3.73/	4.1/1	4.327
Total Employees	10,000	9,488	8,580	8,670

2.3. Hiring

	FY2020-21	FY2021-22	FY2022-23	FY2023-24
Total number of new employee hires	261	462	481	406
Percentage of open positions filled by internal candidates (internal hires)	7.8	5.4	11.9	35.2
Average hiring cost/FTE	1,11,000	1,66,965	56,772	34,553

Hiring data breakdown by gender and management level

Hiring		
	Male	Female
Level 1 new hires	249	94
Level 2 new hires	37	15
Level 3 new hires	4	4
Level 4 new hires	3	0

Note: Level 1 is junior management, Level 2 and 3 are middle management, Level 4 is senior management

2.4. Employee Turnover Rate

	FY 2020-21	FY2021-22	FY2022-23	FY2023-24
Total employee	11.5	23	26	22
turnover rate	11.5	23	20	22
Voluntary				
employee	4.9	15	15.8	14.7
turnover rate				
Data coverage	100%	100%	100%	100%
(as % of all FTEs				
globally)				

Employee turnover rate by level

	Level 1	Level 2	Level 3	Level 4
Employee	25%	16%	16%	13%
turnover				
rate				

Note: Level 1 is junior management, Level 2 and 3 are middle management, Level 4 is senior management

Employee turnover rate by gender

	Male	Female	Total
Employee turnover rate	22%	26%	22%

2.5. Trend of Employee Wellbeing

Core Focus	Unit	FY2020- 21	FY2021-22	FY2022-23	FY2023-24	Target for FY 2023- 24
	% of employees with top level of engagement, satisfaction, wellbeing, or employee net promoter score (eNPS)	86	86	85	86	85

3. Occupational Health and Safety

3.1. Fatalities

Fatalities	FY2020-21	FY2021-22	FY2022-23	FY2023-24
Employees	0	0	0	0
Contractors	0	0	0	0

3.2. LTIFR Employees:

LTIFR	Unit	FY2020-21	FY2021-22	FY2022-23	FY2023-24
Employees:	LTIFR (n/million hours worked) LTIR (n/200,000 hours worked)	0.185	0.716	0.987	0.45
Data coverage (as % of employees, operations or revenues)	percentage of:	100%	100%	100%	100%

4. Customer Relations

4.1. Online Strategies & Customers Online

Online Customers

	FY2020-21	FY2021-22	FY2022-23	FY2023-24	Target
% of total	100%	100%	100%	100%	100%
customers					
using your					
online services					
solutions/sales					
platform					

Online Revenues

	FY2020-21	FY2021-22	FY2022-23	FY2023-24	Target for FY 2023
% of revenues generated online (e.g. through direct sales, advertising, etc.)	3.7%	4.34%	4.97%	6.5%	5.5%

4.2. Customer Satisfaction Measurement

Satisfaction Measurement	Unit	FY2020- 21	FY2021-22	FY2022-23	FY2023-24	Target for FY 2023
Satisfaction Measurement	Net promoter score (NPS = Promoters- Detractors)	50%	50%	50%	51%	50%
Data coverage	% of	100%	100%	100%	100%	

4.3. Incentives for Distribution Networks

We incentivise our distributors in the form of payout against their performance. The performance is evaluated on the basis of parameters such as secondary sales value and driving newer SKUs/lines. Payout and reward programmes are applicable to urban distributors and rural distributors. The incentives are run periodically in order to keep the motivation high and encourage top performers.