

A practical guide

To Greenhouse Gas ("GHG") Reporting

Overview

Certain companies are being required to report annually their total GHG emitted directly or indirectly as a result of all of their activities¹.

Who has to report?

Relevant Businesses	Exempt Businesses
All large companies or groups which lodge audited financial reports with ASIC	Small companies
	ACNC companies
	Incorporated associations
	Trust structures

What needs to be reported?

- Total GHG emitted directly or indirectly by the company as a result of all of its activities
- Detailed narrative disclosures on Governance, Strategy and Risk Management related to emitting and reporting GHG

Reporting Timetable for Relevant Businesses²

	Revenue	Assets	Employees	First year of reporting
Group 1	> \$500 million	> \$1 billion	> 500	1 January 2025
Group 2	> \$200 million	> \$500 million	> 250	1 July 2026
Group 3	> \$50 million	> \$20 million	> 100	1 July 2027

Next steps

For more information or assistance on Greenhouse Gas reporting contact Daniel Gill or Chris King on +61 7 3023 1300.

¹ AASB S2 *Climate-related Disclosures*. There is also a voluntary AASB S1 General Requirements for Disclosure of Sustainability-related *Financial Information*.

² Relevant Businesses must meet at least 2 of the 3 criteria.

Different Types of Reportable GHG Emissions

Type	Simplified Definition	Example
Scope 1	GHG emitted directly by you	Company-owned or leased vehicles, machinery or power plants
Scope 2	GHG emitted to produce the electricity your business uses	Your electricity bills
Scope 3	All indirect GHG emissions caused by the activities of your business	<ul style="list-style-type: none"> • Transport of goods in & out of your warehouse • Business travel • Employee commuting

Key Challenge

Developing compliant, best-practice and practicable policies, procedures and systems for identifying climate-related risks and opportunities and estimating and reporting emissions, especially Scope 3.

Future Developments

- Development of accessible data-sets and methodologies to assist in estimating Scope 3 emissions
- Increased availability and functionality of specialised carbon or sustainability software
- Pressure to provide data to suppliers & customers, bankers & investors who are in Group 1 or 2 prior to 1 July 2027
- The independent audit of GHG reporting to be phased in incrementally until all GHG reporting is audited by the year ending 30 June 2031.

Next steps

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³ Relevant Businesses are exempt from reporting Scope 3 emissions for 1 year after GHG reporting becomes mandatory for them.