

## THE 2030 AGENDA FOR SUSTAINABLE DEVELOPMENT

Provides a shared blueprint for peace and prosperity for people and the planet, now and into the future.

## What is Sustainability?

“Development that meets the needs of the present without compromising the ability of future generations to meet their own needs.”

(Brundtland Report, 1987)

## Sustainable Development Goals (SDGs)



In 2015, 193 countries adopted the 17 Global Goals with 169 targets and 248 indicators to achieve a better and more sustainable future for all.

The blueprint provides a coherent, holistic, integrated framework for addressing the most urgent global sustainable challenges – protecting environment, tackling climate change, ending poverty and hunger, reducing inequalities, improving access to healthcare and education as well as building strong institutions and partnership.

It calls for a joint action by governments, businesses and civil societies worldwide to solve the pressing global sustainable issues.

## Benefits of Achieving SDGs

Generate at least **USD12t** worth of market opportunities by 2030

**\$**  
**USD12t**

Unlock **50%** of the value of business opportunities in developing countries

**50%**  
**VALUE**

Create **380m** jobs by 2030, almost **90%** of which would be in developing countries

**380m**  
**JOBS**

ESG is here to stay..

## ESG IS ABOUT HOW COMPANIES:

- Respond to climate change
- Treat their workers
- Build trust and foster innovation
- Manage their supply chains



## ENVIRONMENTAL

Seek an equilibrium between economic objectives and environmental considerations while making company decisions and adopt ecologically compatible conduct, technology and methods.

*GHG emissions, Deforestation, Biodiversity, Waste Management, Pollution, Energy Efficiency & Renewable Energy*

## SOCIAL

Contribute to meaningful change in business by utilising local resources and strengthening employees, suppliers, customers and communities.

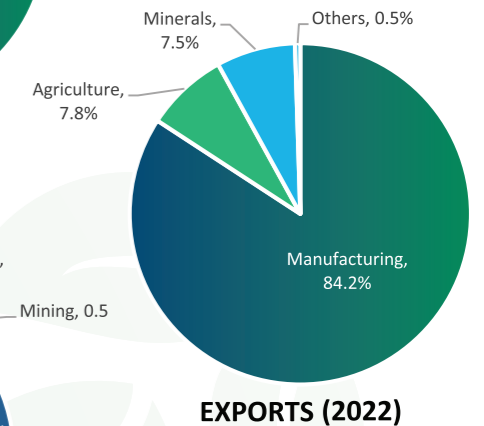
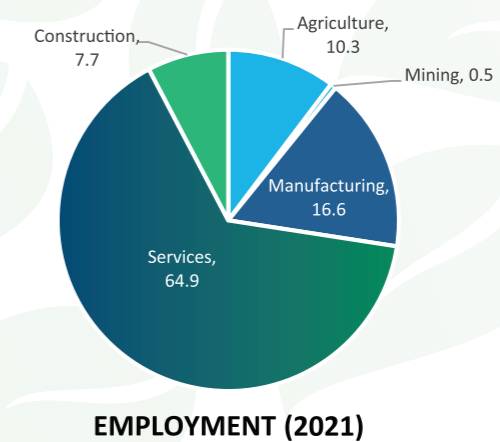
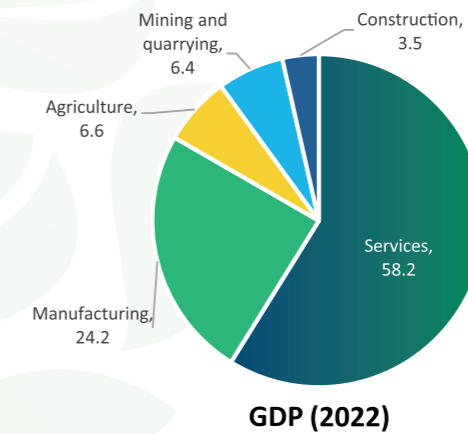
*Migrant Workers, Child Labour, Forced Labour, Working Condition, Employees Relations & Diversity, Training, Health & Safety, Local Communities*

## GOVERNANCE

Implement best practice governance principles to operate an ethical business that are trusted by stakeholders.

*Corruption, Board Diversity and Structure, Executive Remuneration, Tax Strategy, Regulatory Policies, Whistleblower Programme*

## MANUFACTURING SECTOR'S CONTRIBUTION



## ISSUES AND CHALLENGES



1. **Lack of awareness** on the impact of and the need for industries to adopt ESG practices.



2. **Difficulty in understanding, managing and quantifying ESG risks** as the topic is so broad and covers many facets.



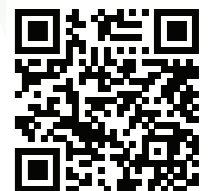
3. Training, adoption of technology and digital platform are **additional cost** to organisations, especially for MSMEs.



4. The **mix bag of competing standards and frameworks** is a big challenge for organisations as 85% of companies are using, not one, but multiple ESG reporting frameworks.

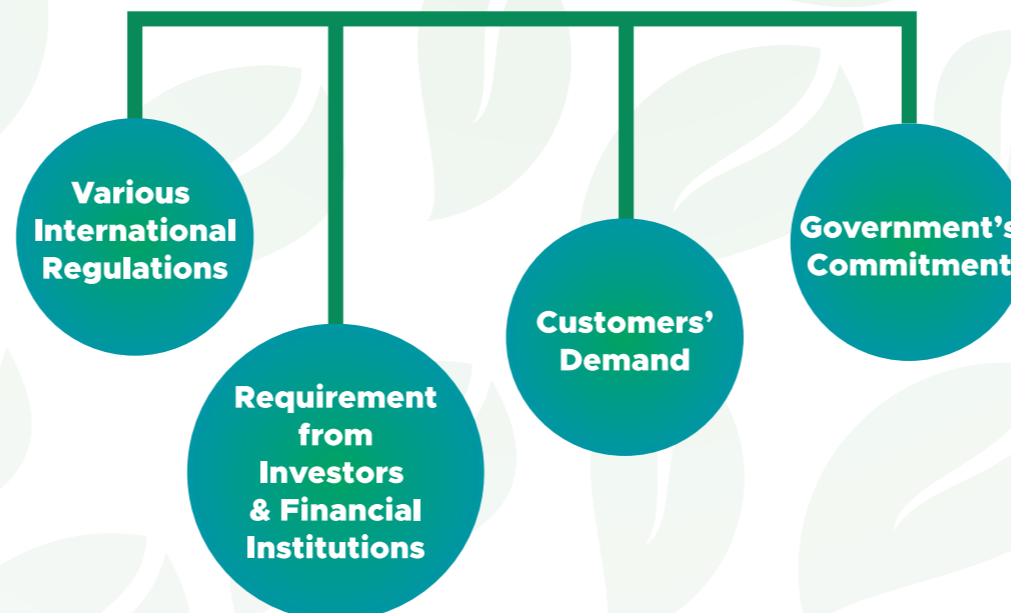


5. International standards are **quickly changing** and organisations will have to continuously update their data management and transform it into meaningful disclosure



Scan for more details

## PUSH FACTORS



## VISION

For the manufacturing sector to be economically beneficial, environmentally sustainable and socially equitable.

## MISSION

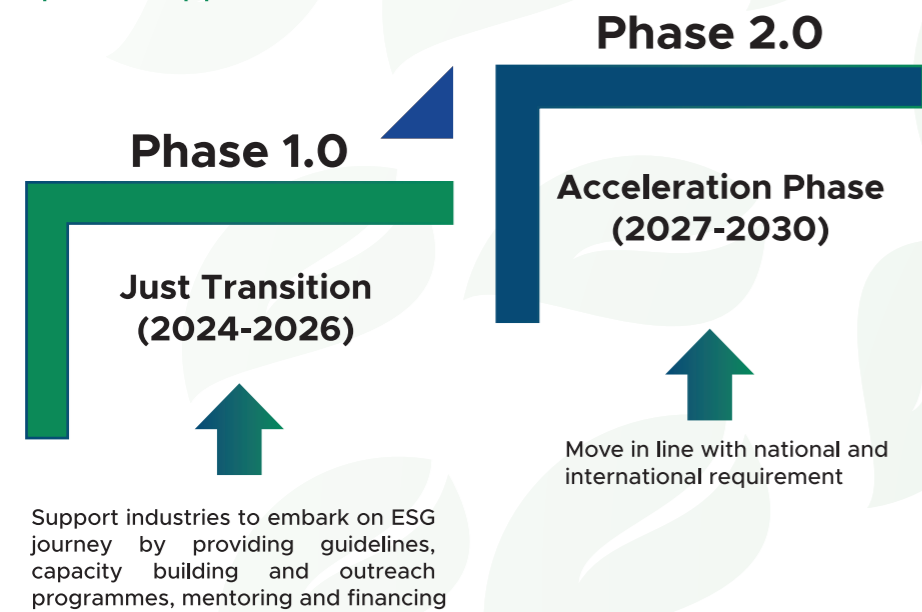
- Support manufacturing firms to learn, be agile and adopt ESG practices.
- Transform challenges into opportunities.
- Foster symbiotic public-private partnership for value creation.

## OBJECTIVE

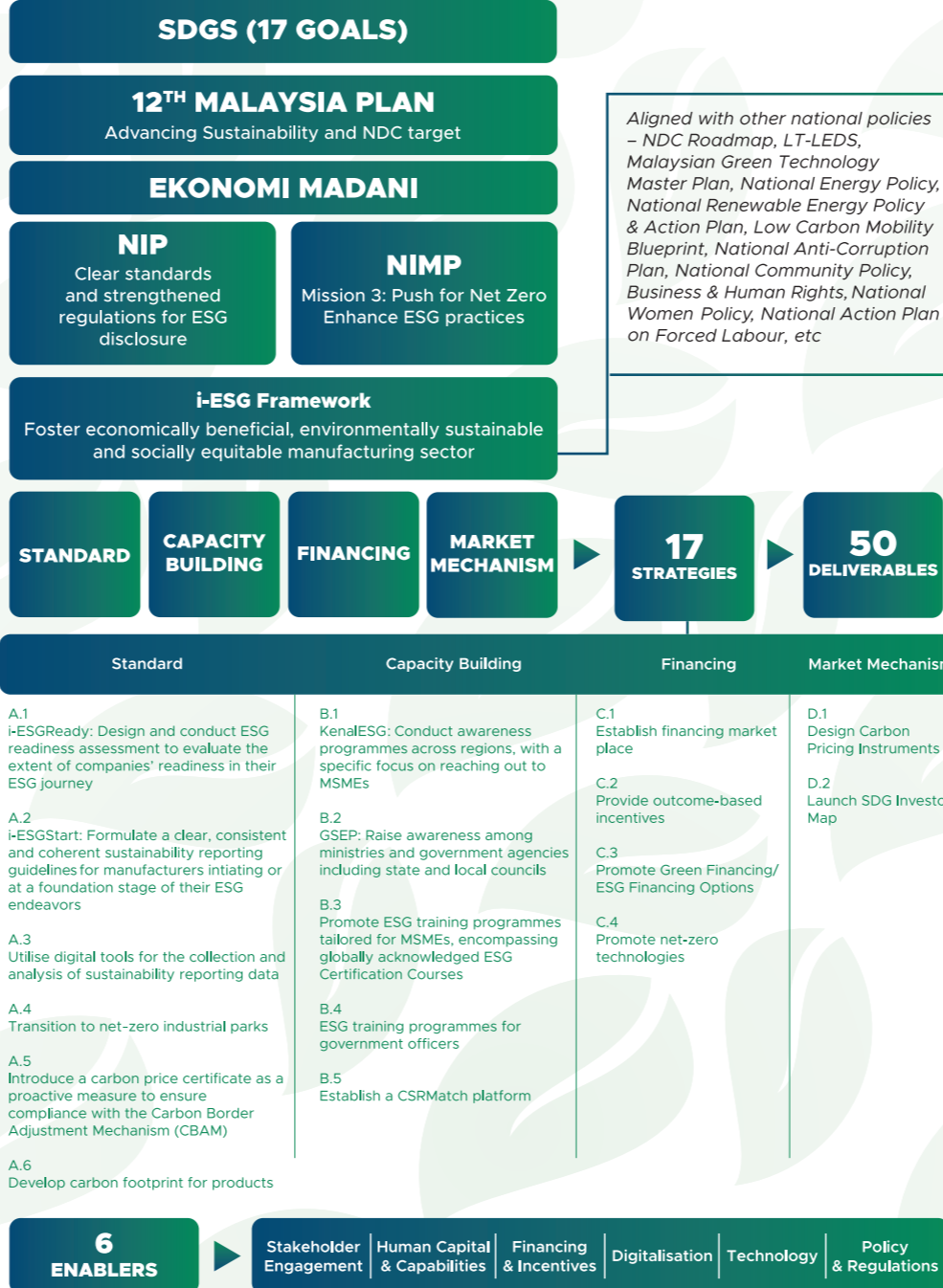
To build and strengthen a system to **encourage and enhance ESG practices** in the manufacturing sector.

- Assess readiness of manufacturing companies, especially MSMEs towards embracing ESG principles.
- Provide clear, consistent and coherent guidelines for industries in transitioning towards ESG practices.
- Put in place appropriate enablers to assist manufacturers to adopt ESG practices.
- Estimate annual GHG reduction by manufacturing subsectors in line with nation's climate goals.

## i-ESG Framework: A phased approach



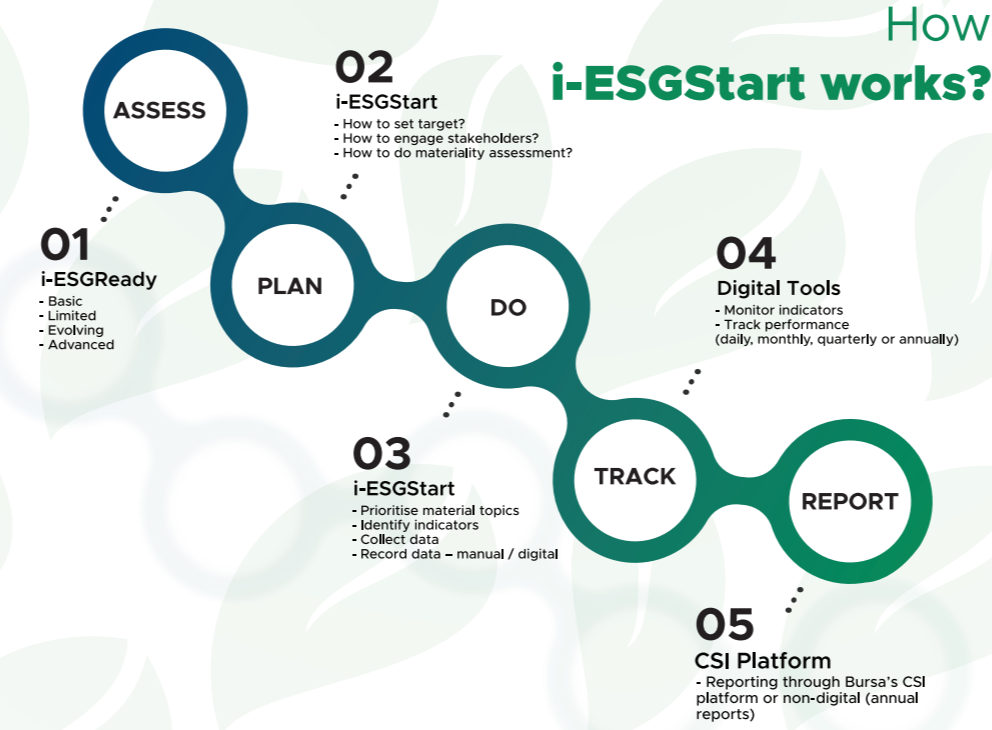
## i-ESG FRAMEWORK: AN OVERVIEW



Aligned with other national policies – NDC Roadmap, LT-LEDS, Malaysian Green Technology Master Plan, National Energy Policy, National Renewable Energy Policy & Action Plan, Low Carbon Mobility Blueprint, National Anti-Corruption Plan, National Community Policy, Business & Human Rights, National Women Policy, National Action Plan on Forced Labour, etc



## NATIONAL INDUSTRY ENVIRONMENTAL, SOCIAL & GOVERNANCE FRAMEWORK



## Phase 1.0: "Just Transition"

