IMPACT INTERNATIONAL COMMUNICATION ON PROGRESS 2015





The UN Global Compact is a strategic policy initiative for businesses that are committed to aligning their operations and strategies with ten universally accepted principles in the areas of human rights, labour, environment and anti-corruption.



Human Rights

Principle 1

Businesses should support and respect the protection of internationally proclaimed human rights; and

Principle 2

make sure that they are not complicit in human rights abuses.

Labour Standards

Principle 3

Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining;

Principle 4

the elimination of all forms of forced and compulsory labour;

Principle 5

the effective abolition of child labour; and

Principle 6

the elimination of discrimination in respect of employment and occupation.

Environment

Principle 7

Businesses should support a precautionary approach to environmental challenges;

Principle 8

undertake initiatives to promote greater environmental responsibility; and

Principle 9

encourage the development and diffusion of environmentally friendly technologies.

Anti-corruption

Principle 10

Businesses should work against corruption in all its forms, including extortion and bribery.



IMPACT: WHO WE ARE AND WHAT WE DO

Impact is a 35-year-old multi-award winning global leadership development company.

Our company began in the UK working in the English Lake District and has grown through opening offices in 17 different countries worldwide and employing a global workforce.

Today, Impact focuses on supporting all types of organisations, helping to connect their business strategy with their people strategy. Impact provides customised learning and personal development programmes that challenge mindsets, shift behaviour and liberate brilliance.

Our global reach allows us to serve multi-national clients many of whom are leading brands and who trust us to deliver results in a highly competitive market.

We are experts in learning theory and practice and are proud to be recognised as one of the top 20 leadership development companies in the world.

Over the years we continue to develop our unique approach to experiential learning that connects traditional skills and knowledge acquisition with direct real world encounters and skilled reflection into a single learning model.

Our work continues to win awards for the quality and effectiveness of our designs and delivery aimed at inspiring and developing our participants to grow as leaders, as managers, as talented employees and as people.



IMPACT



THE GLOBAL GOALS For Sustainable Development



Impact supports the United Nations, Global Goals for Sustainable Development



INTRODUCTION FROM DAVID WILLIAMS Founder and CEO, Impact International



Impact has been a signatory to the United Nations Global Compact since 2005.

Key to the progression of these principles is the commitment and support from our people.

In a recent survey (source: Great Places To Work® Survey 2015)

99% of our employees said that 'it is a physically safe place to work'
94% said that 'Impact manages its impact upon society responsibly' and
92% said that 'it is working to improve its environmental impact'

In 2015 our business operated out of 17 offices worldwide and we delivered programmes in 47 countries. We have worked with new global clients this year and we continue to review and improve our progress of the principles.

Internally, all staff have been involved in workshops and dialogue around the Sustainable Development Goals (SDGs). We will use the SDG framework to define priorities, set goals and measure performance under the the under goals which are relevant for our business.

Externally, we are developing our 'Responsible Leadership' proposition. We are in the process of designing new programmes and projects which help to bring the Sustainable Development Goals to life for our clients.



INTRODUCTION FROM DAVID WILLIAMS Founder and CEO, Impact International

I reaffirm my full support to the UNGC and the ten principles as we move into 2016.

As a global business we will continue to progress the ten principles within our operations and to influence where possible across our supply chain and client base.

In this year's report we outline progress made in the UK and some of our overseas offices.

As in previous years, our report demonstrates success and failure against our 2015 targets.

Our Report is in the public domain and can be viewed on the UNGC website or via a link on our website:

www.impactinternational.com

Cragwood House, Impact Headquaters, Windermere, Cumbria, UK





Principle 1 Businesses should support and respect the protection of internationally proclaimed human rights; and **Principle 2** make sure that they are not complicit in human rights abuse

CONTEXT: Impact International is fully supportive of the Universal Declaration of Human Rights and is committed to the implementation of all aspects of human rights within our organisation and on the programmes we deliver for our clients.

As a service organisation, we can support these principles in two tangible and measurable ways. The former is around how we engage and educate our people in this area and the latter is about providing innovative approaches to engage and influence across our clients and supply chain.

As an international organisation we seek to develop consistent best practice across all regions and work to the highest standards in terms of safe and healthy working environments, child protection and other aspects of human rights.

2015 TARGET: Proactive engagement through our internal and external activities and solutions to support the Rights of marginalised groups in our local and global communities.

PROGRESS: There are two areas we can report on. Internally through our Learning in the Community initiative and externally through our Community Action Learning Programmes for our clients.

INTERNAL: All Impact employees are expected to complete a minimum of three days working in their local community on a project of their choice which is aligned to their area of developmental need. We call this initiative 'Learning in the Community' (LiTC). This is aligned to individuals development need alongside the needs of the community partner

INTERNAL continued...

Learning in the Community is formally reviewed twice a year, during performance reviews.

Our target is to uphold 70% engagement of LiTC throughout the UK business.

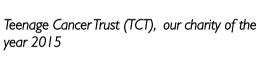
In 2015 in the UK a total of 72,5 LiTC days were achieved out of a potential 165 days = 43%

Two significant factors have contributed to a lower percentage of staff engagement during 2015, these factors include the considerable changes that took place during the company restructure and the decision to not run the annual children's holiday which on average requires 50 LiTC days to deliver. In 2016 we will deliver the children holiday for 20 - 25 deprived Cumbrian children.

In 2014 in the UK a total of **214.5** LiTC days were achieved out of a potential 270 days - **79%** In 2013 in the UK a total of **149.5** LiTC days were achieved out of a potential 210 days - **71%** In 2012 in the UK a total of **165.5** LiTC days were achieved out of a potential 243 days - **68%** In 2011 **73%** of UK staff contributed

GPTW survey said that **94%** of UK employees *'feel good about the way we contribute to our communities'*.

Through our charity, Impact Aid we were able to support, Teenage Cancer Trust throughout 2015. We've managed to raise around £6,000 for Teenage Cancer Trust (TCT) and one third of the Impact UK staff have volunteered their time and energy to engage in on going development projects, including supporting their conference, providing creativity workshops and taking part in a lots of fundraising events.



Adam Sedgwick (Impact) Vanessa Simmons (Regional Fundraising Manager) Emma Cross (Impact) & Charlene Jones (Clinical Liaison Nurse Specialist).

In 2015 Impact Raised £6,000 for TCT.

'The work that we do, developing Teenage Cancer Trust Units and Specialist Teams and services is transformational for young people with cancer, their family and friends and it could not happen without your support. You have done a wonderful thing in supporting us and on behalf of my amazing team and the young cancer patients that we work with thank you so much!' Vanessa Simmons, TCT Regional Fundraising Manager



EXTERNAL: We worked with more than 55 not-for-profit organisations through our 'Community Action Learning' (CAL) programmes in the UK. CAL aims to develop leadership capability for participants whilst providing real value to our partners.

Our principles of practice:

Integrity: we will never exploit or compromise a programme partner.

Partnership: we create programmes in which every voice is heard, every interest represented and every heart engaged.

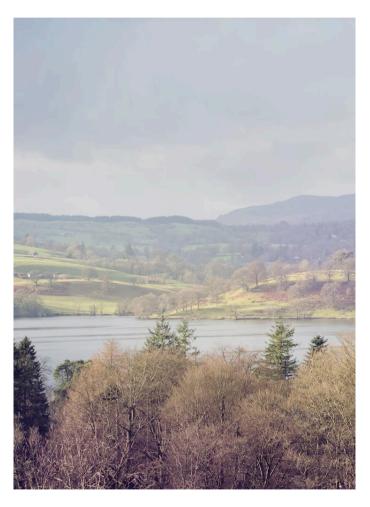
Sustainability: we strive to generate economic, social, cultural and environmental capital in all our activities and to identify and progressively reduce any detrimental impact of our activities.

Humanity: through our work, we strive to enrich and inspire and to be receptive to the richness and inspiration of our clients and partners.

Learning: learning is what we sell but it must be the product of everything we are and do, our own learning and our joint learning with our clients and partners.

Globally we designed more than 60 powerful developmental programmes for more than 600 corporate participants through our 'Community Action Learning' programmes. These programmes are designed to meet the needs of our partners and our clients. They have included the creation of social media strategies, data management systems, enterprise skills workshops, numeracy and literacy skills programmes.

When we work outside of the UK more Health and Safety responsibilities and additional risk assessments need to be carried out as we are often working in fragile environments. We always carry out site visits to ensure we have assessed these risks for our partners, our clients and our employees and we have a process in place to review and document any learning points. These updates are shared every two months to the global business via our Health and Safety website: http://www.impactinternational.com/safety/





2015 TARGET: To share our results from the Great Places to Work® Survey paying particular focus on the areas where improvement is needed

PROGRESS; Impact restructured the UK business during 2015 and there were a number of changes to the business. Whilst we value the results from the Great Places to Work® Survey. Another Pulse survey was carried out at the end of 2015 which helped to tease out current and relevant concerns for all our employees.

There are three areas of need which will be addressed by the UK Leadership Team and the Global Leadership Team, led by Sam Carey, Head of Impact UK.

In line with our commitment to improving labour standards and ensuring our employees are supported and developed we will focus our energy in three areas:

- Wellbeing the Pulse survey highlighted higher work levels and at times a feeling of being overwhelmed with workloads.
- Leadership as a result of the restructure, people needed and still require greater levels of Leadership from the Leadership Team.
- **Cross-functional team working** again with changing roles and responsibilities the need to have more effective functional team working.

Sustainable Development Goal No. 3 is one that has been voted by Impact employees as an important goal for Impact to focus on (January 2016).



OTHER PROGRESS BEYOND TARGETS

The Global Goals for Sustainable Development.

As a global business we are committed to integrating the Sustainable Development Goals (SDGs) into our internal and external practice.

To date we have delivered 3 SDG workshops:

- December 2015 To all Impact overseas employees
- January 2016 For consultants and the UK Leadership Team
- January 2016 For all Impact UK employees

Internally

We are involving all employees in a process to decide what SDGs Impact should focus on for the next 12 months and how we can best support the goals.

Externally

We are developing new projects and programmes to help bring the SDGs to life for our clients.

THE GLOBAL GOALS





TARGETS FOR 2016

Our central purpose through 2016 in respect of our commitment to the UN Global Charter will be to engage our own employees, and influence our clients and our supply chain with regards to their practices.

To this end our specific targets in the realm of Human Rights are:

- To implement the Sustainable Development Goals into our internal and external practice.
- → Address key areas of improvement using the outcome of our Pulse Survey.
- Provide a series of workshops to ensure all full time members of staff have completed Human Rights training and understand the relevance to our business.
- ➔ To share our results from the Great Places to Work® Survey paying particular focus on the areas where improvement is needed.
- To include a clear policy not to use, be complicit in, or benefit from forced labour.
- To provide workshops to help our employees understand 'The Modern Slavery Act 2015'.





Principle 3

Business should uphold the freedom of association and the effective recognition of the right to collective bargaining

Principle 5 the effective abolition of child labour; and

Principle 4

the elimination of all forms of forced and compulsory labour;

Principle 6

the elimination of discrimination in respect of employment and occupation.

CONTEXT: Impact International recognise that our key asset is our people. Consequently Impact is committed to adhering to, and going beyond, all legal requirements to provide fair, flexible and appropriately remunerated employment to all our directly employed and freelance contract staff.

Key labour related issues for Impact involve providing a safe and healthy work environment, flexible working structures (both in terms of available contracts for staff and day to day working practices) and providing transparent remuneration and appropriate benefits for contract staff. Impact employ a large number of 'contract' or 'freelance' staff across our global offices. Because of their freelance status such staff often have the least access to representation and forms of collective bargaining.

Relevant feedback from the Great Place to Work® survey in terms of Labour standards include:

- 95% said 'people are treated fairly regardless of their age, race, sexual orientation, race or ethnic group'
- 98% said 'this is a physically safe place to work'
- 98% said 'when you join the organisation, you are made to feel right at home '

імраст

Safety at Impact continues to be a priority. Our Global Head of Safety Phillip Poole reports directly to David Williams, CEO. Updates from country managers are shared on a quarterly basis.

It is at the top of the agenda at every UK Monday morning meeting. Each month a safety update is shared globally. Every year a safety report is completed and shared online in the public domain.

2015 TARGET: Continue developing the Online Safety Training system. This will include upgrading phase one to improve the pass rate. **PROGRESS:** Done. 60% of all UK staff have successfully completed phase one.

2015 TARGET: Develop phase two of the safety system to cover client facing staff **PROGRESS:** 90% complete

2015 TARGET: Develop mobile phone friendly emergency response card that can be kept on phones **PROGRESS:** Whilst we are still aiming to complete this, our focus has been on the proactive task of competing phase one of the online health and safety training resource.

2015 TARGET: Continue to encourage other countries to adopt a consistent approach to safety. Whilst all countries carry out a high level of safety, very little information is provided to ensure that actions and procedures are consistent and in line with our global safety standards.

PROGRESS: Still continuing to encourage and support countries in terms of safety. There is now a quarterly safety update provided by each country. This update is assessed by our Global Head of Safety who records, monitors and manages all safety activity.

EXTERNAL SAFETY AUDITS:

Legislation changes - We continue to monitor changes and updates to legislation and guidance.



Phil Poole Global Head of Safety, Impact



Total accidents:

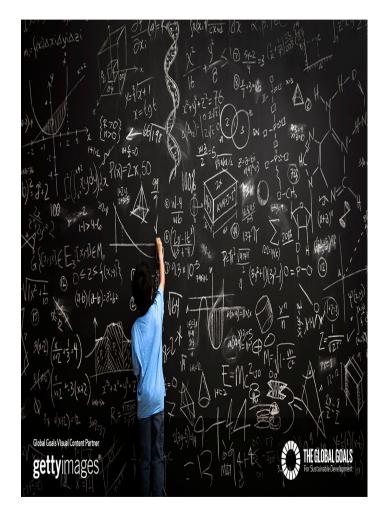
- In 2015 our total accidents went up 1 from 8 to 9 these were all for 'participants on our programmes'. There were no accidents to staff in 2015.
- In 2014 the number of accidents to participants went up from 6 to 7. Our total accidents went up 1 from 7 to 8.
- Accidents to Impact staff this year was I which is the same for 2013.

Statutory Reportable Incidents - We had one RIDDOR report this year. This was on the children's holiday when one of the children slipped on a low wet wall and hit his head. He was taken to hospital for a check up and discharged.

PROGRESS BEYOND TARGETS:

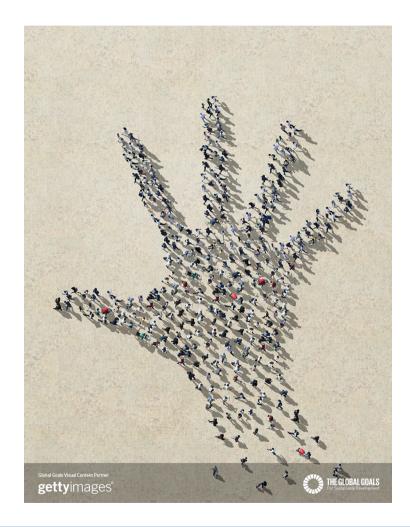
We have completed numerous staff safety training events this year including:

- Risk assessment training for key staff in the Japan office.
- I I training webinars for customer facing staff covering programme safety as well as duty of care and Programme Directors safety responsibilities.
- 60% of staff with logins have completed the online Phase One safety training to date
- <u>http://www.impactinternational.com/safety/</u> here you can see our 2015 Annual safety Report
- Online Safety Training we have developed a new three phase online safety training tool to enable our associates to be fully up to speed with how to operate in a safe way, whether they be in the office environment or leading a group in an outdoor arena.



TARGETS FOR 2016

- → Review the working of the People Bank to accurately record progress on the safety
- → Reviewing and revising the Impact Staff Handbook
- → Training for the 'learning management system' (LMS)
- ightarrow Develop the functionality of the LMS on the safety training system
- → Review the Emergency Response Team training and test systems





Principle 7 Businesses should support a precautionary approach to environmental challenges; **Principle 8**

undertake initiatives to promote greater environmental responsibility; and

Principle 9

encourage the development and diffusion of environmentally friendly technologies.

CONTEXT: Like all businesses Impact face considerable environmental challenges. As a service organisation our key challenges are around resource usage in our programmes, office energy efficiency and transport.

95% of our employees believe that we are working to reduce our environmental impact (source: Great Place to Work® Survey 2015).

INTERNAL:

2015 TARGET: Increase international office engagement in environmental issues affecting Impact and qualify progression of country specific environmental policies.

PROGRESS: Responsible Leadership proposition launched during face to face session involving representatives from each region and most of our country offices. Next steps: complete gap analysis for each country, map out activities and share information on a common platform



2015 TARGET: Create better access to the estate woodlands to encourage hotel guests and Impact staff/participants to get closer to the woodland and increase awareness of environmental issues through involving partners (and maybe local school children) to produce information boards around the trails. **PROGRESS:** We have scheduled work activity dependent upon the grants and funding we have received for this work which has involved the removal of invasive species and establishment of protection zones for new growth. Next steps: creation of pathways and information boards

2015 TARGET: Gain a new award for the Impact International Environment Management System. PROGRESS: No viable alternative to ISO 14001 available. Next steps: review cost-benefit analysis of ISO 14001

2015 TARGET: Update the London Office Code of Practice for environmental performance. **PROGRESS:** Complete



Scott Rose, Head of Engagement with responsibilities for the environmental strategy

EXTERNAL:

2015 TARGET: Work with at least one of our suppliers to help them deliver their services or products in a more environmentally sound method. **PROGRESS:** This has not been able to be achieved through a lack of relevant suppliers in need of our help.

2015 TARGET: Clearer communication, including the website, of environmental position for internal staff and external stakeholders including clients and auditors.

PROGRESS: Our internal Environment Team reviewed how we engage with our internal and external stakeholders in early 2015. However, a company restructure has resulted in this group no longer existing. With the creation of a new company website, our Responsible Leadership proposition has been developed which includes our environmental position. We have also not been able to publish our Annual Environmental Performance Report. Next steps: establish and empower a new focus group to progress environmental activity and re-launch the annual reports.

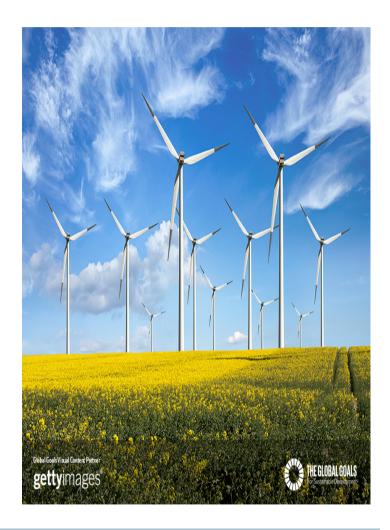
TARGETS FOR 2016

INTERNAL

- ➔ Increase international office engagement in environmental issues affecting Impact through access to information and qualify progression of country specific environmental policies
- ➔ Empower a new internal focus group to deliver at least 3 projects for the business, integrating environmental issues into daily working life for all staff through team days, regular updates, newsletters and meetings
- → Review adoption of ISO 14001

EXTERNAL

- → Re-launch the annual environmental report, providing data in more usable formats for different stakeholders including alignment with our Responsible Leadership proposition and the Sustainable Development Goals
- ➔ Each country office to partner with a local environmental NGO or charity to deliver a needed service through the Impact volunteering initiative Learning In The Community





Principle 10 Business should work against corruption in all its forms, including extortion and bribery.

CONTEXT

Impact firmly believes that all businesses should work against corruption. We have strong internal policies communicated to all staff (through our staff handbook) about expectations for professional and ethical behaviour.

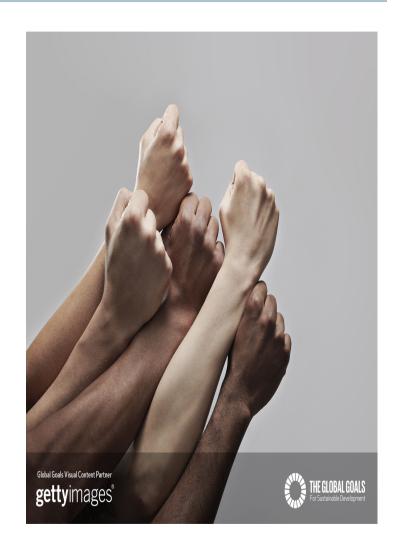
2015 TARGET: To review our global policy on anti-corruption and report on any changes made to our policy.

PROGRESS: Completed. Leza Davies, Head of Commercial. Works on all UK contracts from a commercial angle. She works closely with all Country Managers on Global contracts. There is a system in place to review work contracts if they compromise our policy.

In 2015 there were no incidents where our policy was compromised.

TARGETS FOR 2016

To provide a training workshop for all Impact employees on our global policy.



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