

“Disclosures on Climate Change” Telstra’s Approach

Turlough Guerin
Group Manager Environment

May 2007

Sources & Further Information

The information provided in this presentation has been sourced from:

- *Telstra's Corporate Responsibility, Report 2005/6*
(www.telstra.com.au/abouttelstra/csr/reports.cfm)
- Telstra's website (www.telstra.com)
- Telstra Fact Sheets
(www.telstra.com.au/abouttelstra/corp/facts.cfm)
- The ACCA & NetBalance Report on *Disclosures on Climate Change (May 2007)*
(<http://australia.accaglobal.com/>)
- Further information can be obtained by contacting Turlough Guerin on turlough.guerin@team.telstra.com

Outline

- ACCA NetBalance Foundation Report (May 2007)
- Overview of Telstra
- Climate Change & Telstra
- Telstra's Approach
- Telstra's Achievements
- Importance of Corporate Disclosure on Climate Change
- Summary

ACCA NetBalance Foundation Report (May 2007)



- Telstra ranked 6th overall in ASX50 listing
 - 4th : Performance Criteria
 - 5th : Data & Indicators Criteria
 - 9th : Governance & Management Criteria
- Results reflect
 - Robust emissions management (systems & measurement)
 - Ability to respond to climate change (evidence & actions)

Overview of Telstra

- Australia's leading media & communications company
- Top 10 ASX listed & Fortune 500 company
- Scope of business:
 - Telecommunications underpin economy (contribute to 2.5 GDP)
 - 12,000 services installed daily
 - 10 million fixed lines, 8.5 million mobile & 30,000 payphones
 - 49,000 people
 - 11,000 network sites
 - 9,000 contractors & \$7 Billion spend on products and services
 - 17,000 vehicle fleet
 - \$160 million energy bill
 - 1.34 MT CO₂e emitted annually

Climate Change & Telstra

- Climate change means:
 - Increased severity and intensity of floods, storms, fires, droughts and sea level changes
- Implications?
 - **Customers**
 - Infrastructure
 - Regulatory

Telstra's Approach

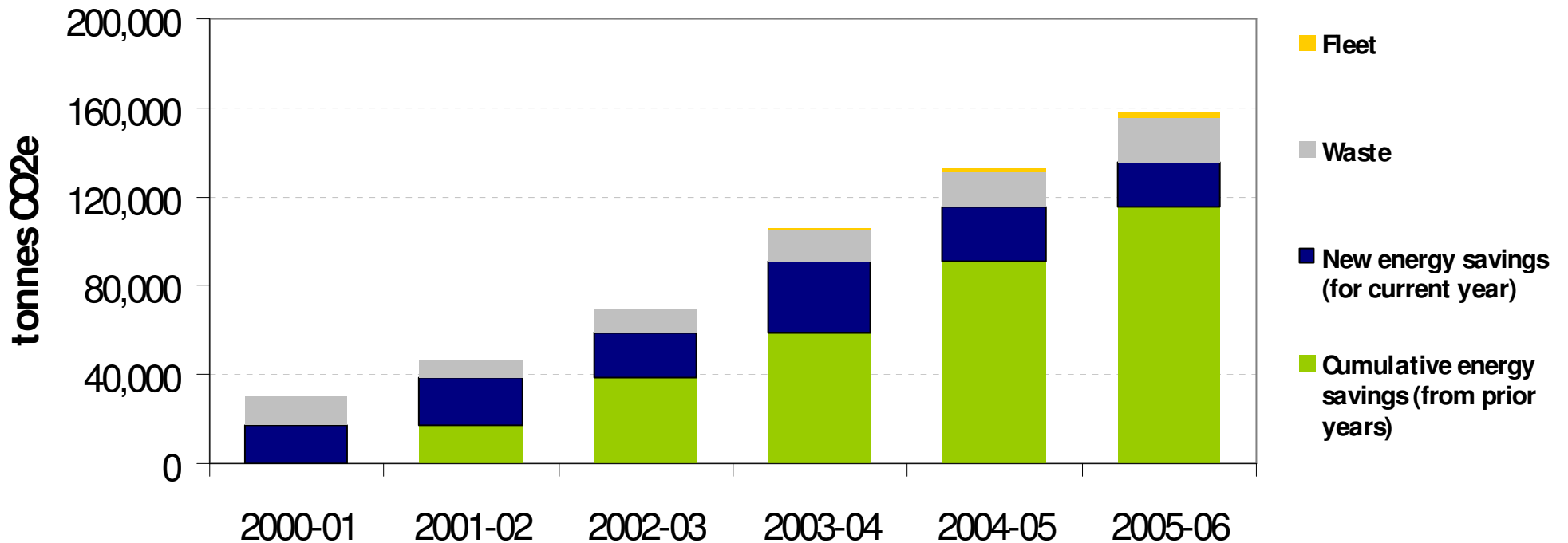
Telstra's Corporate Environment Strategy is three-fold:

- Integrating environment into business processes
 - Incl. enabling customers to reduce their carbon footprint through our products & services
- Improving operational efficiencies
 - Cost savings through focus on energy efficiency
 - Waste minimisation & increased recycling
 - EMS
- Enhancing engagement with stakeholders
 - Internal and External

Telstra's Achievements



Telstra's Greenhouse Gas Emission Savings



Importance of Corporate Disclosure on Climate Change



● Process

- Internal collate, measure, analyse and publicly report GHG emissions
- Systems for measuring & reporting has helped us prepare

● Stakeholders

- Enables investment community and other stakeholders to assess our risks and how we are managing them

● Reputation

- Communication lifts engagement
- Internal and External

Summary of Approach

- Ensure robust measurement systems in place
- Eliminate emissions
- Purchase carbon offsets (where appropriate)
 - e.g. salary sacrifice vehicles
- Recognise business opportunities
- Recognise and prepare for physical effects of climate change