



ESG Due Diligence and Health Checks



*Informing effective **ESG** risk mitigation
and value creation opportunities*

The importance of ESG Due Diligence

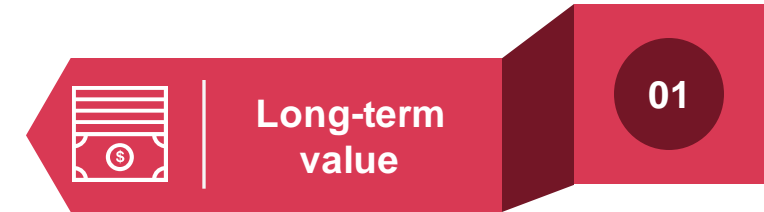
Any organisation considering a transaction, whether on the buy or sell side, needs to ensure that there are no environmental showstoppers (e.g. contaminated land), no social red flags (e.g. human rights issues) and no inherent governance problems (e.g. bribery and corruption).

For stakeholders to ensure that full value creation is both achieved and preserved over the long term, E, S and G considerations need to be adequately assessed and thoroughly understood. Whilst these issues may not be immediately apparent at the point of transaction, they will significantly impact operations and potential exit values.



There is an accelerating case for ESG Due Diligence in transaction processes:

Managing ESG issues can create long-term value for GPs (General Partners) and their portfolio companies, especially if transformed into a source of competitive advantage.



Ignoring ESG issues now may significantly impact not only your future exit value, but also reduce the universe of potential buyers.



LPs (Limited Partners) are prioritising the understanding of ESG impacts, and, in response, GPs are creating more structured ESG programmes.



PwC has the tools, methods and experience to enable clients to effectively drive incremental value from ESG, mitigate risks and ensure long-term value creation both within and outside of the Deals context.

How we can help you

We combine ESG subject matter expertise with a Deals mindset, allowing us to deliver high-quality ESG due diligence addressing the considerations key to transaction stakeholders.

Our diligence informs effective ESG risk mitigation and value creation opportunities, supported by our deep economic and commercial understanding fundamental to any successful transaction.

Your key objectives

Understand a target's ESG positioning to inform effective ESG risk mitigation and value creation opportunities.



Ensure that all stakeholder ESG-related material concerns are identified and addressed.



Drive ESG thinking into the overall investment process in order to create long-term value.



Protect and enhance the firm's reputation and investment portfolio.



Our solution

ESG Health Checks

<i>Time / effort</i>	🕒
<i>Fee:</i>	\$

- Provide a high-level view of key stakeholders.
- Understand key stakeholders' material issues.
- Assess ESG maturity to identify strengths, gaps, and areas of improvement.

Traditional ESG Due Diligence

<i>Time / effort</i>	🕒
<i>Fee:</i>	\$\$

- Understand and assess materiality, risks, opportunities, financial implications and / or societal impacts.
- Assess a target's practices and market dynamics, including comparably company analysis.
- Recommend priorities for a post-acquisition ESG implementation roadmap.

SHERQ Due Diligence

<i>Time / effort</i>	🕒
<i>Fee:</i>	\$\$\$

- Review all Safety, Health, Environment, Risk and Quality (SHERQ) management elements.
- Policy and governance compliance (ISO standards, etc.).



Thank you

Contact us

To discuss any of our ESG Due Diligence services, please contact Rob Beighton or Lullu Krugel



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