

GLOBAL COMPACT NETWORK UK

England & Wales · Charity number 1202147

Details

Other names UN GLOBAL COMPACT NETWORK UK

Status Registered

Legal form Charitable company

Company number [08567552](#)

Registered 2023-03-02

Register [View on the Charity Commission register](#)

Contact

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Re-Defined-03
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London
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Email secretariat@unglobalcompact.org.uk

Website <https://www.unglobalcompact.org.uk/>

Activities

Objects: 2.1 THE OBJECTS OF THE CHARITY ARE: 2.1.1 TO PROMOTE SUSTAINABLE DEVELOPMENT FOR THE BENEFIT OF THE PUBLIC BY: (A) THE PRESERVATION, CONSERVATION AND THE PROTECTION OF THE ENVIRONMENT AND THE PRUDENT USE OF RESOURCES; (B) THE RELIEF OF POVERTY AND THE IMPROVEMENT OF THE CONDITIONS OF LIFE IN SOCIALLY AND ECONOMICALLY DISADVANTAGED COMMUNITIES; AND (C) THE PROMOTION OF SUSTAINABLE MEANS OF ACHIEVING ECONOMIC GROWTH AND REGENERATION, IN PARTICULAR, BUT NOT LIMITED TO, THROUGH THE ADVANCEMENT OF EDUCATION IN SUBJECTS RELATING TO SUSTAINABLE DEVELOPMENT. 2.1.2 TO PROMOTE ETHICAL STANDARDS OF CONDUCT AND COMPLIANCE WITH THE LAW IN THE ADMINISTRATION AND MANAGEMENT OF THE PUBLIC AND PRIVATE SECTORS WITH A FOCUS ON THE PROTECTION OF PEOPLE AND THE ENVIRONMENT. 2.2 "SUSTAINABLE DEVELOPMENT" MEANS "DEVELOPMENT WHICH MEETS THE NEEDS OF THE PRESENT WITHOUT COMPROMISING THE ABILITY OF FUTURE GENERATIONS TO MEET THEIR OWN NEEDS."

Activities: The objects of the Charity are:2.1.1 To promote sustainable development for the benefit of the public by: (a) the preservation, conservation and the protection of the environment and the prudent use of resources; (b) the relief of poverty and the improvement of the conditions of life in socially and economically disadvantaged communities; and(c) the promotion of sustainable means of achieving

Classification

- **How:** Makes Grants To Organisations, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research
- **What:** Education/training, The Prevention Or Relief Of Poverty, Environment/conservation/heritage
- **Who:** The General Public/mankind

Geography

- Northern Ireland
- Scotland
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£3,691,128	£3,585,909	£365,647	10
2023-12-31	£3,272,006	£3,107,404	£260,428	0

Trustees

Name	Role	Appointed
DAVID SCHOFIELD	Chair	2021-09-06
Charlotte Bronks		2021-06-30
Dr Samuel John Gardner		2024-06-25
Hiba Khan		2023-06-29
Matthew Sparkes		2021-06-30
Preeti Srivastav		2024-06-25
Rachel Moseley		2020-09-03
Ruth Chapman		2024-06-25

GLOBAL COMPACT NETWORK UK

England & Wales - Charity number 1202147

Accounts

UN GLOBAL COMPACT NETWORK UK

2024 ANNUAL REPORT & ACCOUNTS



Global Compact
Network UK

CONTENTS

INTRODUCTION	3
A vibrant, resilient network	
A YEAR IN REVIEW	4
ABOUT US	5
GOVERNANCE AND CHARITABLE STATUS	6
2024 AT A GLANCE	9
OUR PROGRAMMING IN 2024	10
Environment	11
Social sustainability	13
Governance and SDGs	15
Flagship events	17
ACCELERATING MEMBERS' PROGRESS	18
INSPIRING UK BUSINESSES TO TAKE ACTION	19
OUR SUSTAINABILITY EFFORTS	20
LOOKING AHEAD TO 2025	21
REPORT OF THE TRUSTEES	22
INDEPENDENT AUDITOR'S REPORT	24
FINANCIAL STATEMENTS	27
Statement of financial activities	27
Balance sheet	28
Statement of cash flows	29
Notes to the financial statements	30-38
REFERENCE AND ADMINISTRATIVE DETAILS	39
ABOUT THE UN GLOBAL COMPACT AND THE UN GLOBAL COMPACT NETWORK UK	40

INTRODUCTION

A vibrant, resilient network

Since stepping into the role of Chair of the UN Global Compact Network UK, I have been inspired by the way our community comes together to help each other address the most material sustainability challenges and opportunities of our time. Together, we are committed to continue this collaboration to shape what responsible and thriving business means in today's rapidly evolving global landscape.

2024 represented a year of structural improvements and significant growth for the Network. We've been busy improving our governance, financial processes, and talent roster to help us help our members even better. In June, we published our first Annual Report and Accounts as a Charity and appointed three strong and diverse new Trustees. In July, we welcomed our first in-house Human Resources manager, who will help the Network build on its foundations as a people-centred organisation, while enabling us to grow and evolve. Our Board Governance & Risk Committee, established at the end of 2023, is making significant progress in strengthening our risk management approach. This may not sound that exciting, but we know we need to be well set up to help our members face into more complex sustainability issues in a more complex operating environment. I believe this context presents a unique opportunity for our network as we help members translate sustainability into smart and tangible benefits for customers, businesses, communities and our economy.

2025 marks a significant year for the UN Global Compact Network UK as we conclude our 2022–2025 strategic plan. It presents an opportunity to embrace a decisive push toward achieving our goals, and a challenge to do that in a smart and strategic way that understands and works with the head and tailwinds the sustainability agenda faces. We will be making additional

investments in our operating capacity, capabilities, and the key enablers of the value our members tell us they want us to bring.

That means: driving even higher engagement that counts, with both new, growing, and leading members; expanding our reach and influence across the UK, acknowledging that many solutions are both global and local in nature; and stepping up and out to play an even more impactful role in shaping the policy environment we all operate in.

The strength of our Network lies in the active participation and commitment of our diverse membership, in our true partnership. In 2025, we will focus on deepening member engagement, with particular attention to supporting small and medium-sized enterprises (SMEs), aiming to build a vibrant, resilient network where every member feels supported, valued, and empowered to contribute to our collective goals.

Expanding our presence across the UK is crucial to amplify our impact. We will achieve this by increasing visibility in key regions and enhancing our presence outside London through in-person events and regional partnerships. Building on our long-standing SDG Roadshow, our Social Sustainability team will lead Social Mobility Regional Consultations, engaging with industry leaders and local governments to promote a fairer and more diverse workforce.

A key priority for 2025 will be the implementation of a robust advocacy strategy, supported by a newly established Advocacy Steering Group, to position the UN Global Compact Network UK as a leading voice in responsible business priorities and practices.

I would like to take this opportunity to express my deepest gratitude to our members, partners, Trustees, and Advisory Group for their continued strong engagement with the UK Network throughout 2024 and their commitment to advancing the mission of the UN Global Compact further and faster in 2025. I also wish to recognise the incredible work of our team, whose passion and expertise drive our success.

I look forward to continuing to work to serve this community to deliver on our mission to create a world we want to live and do business in.



David Schofield
Chair,
UN Global Compact Network UK

A YEAR IN REVIEW



For the past several years, our annual members' survey has revealed that the top reason companies join the UN Global Compact is to have a positive impact on people and planet, so we put a great deal of effort into inspiring and enabling our participants to do just that.

Restructuring our programme delivery capacity into Environment, Social, and Governance Teams has allowed us to increase capacity and build subject matter expertise across the spectrum of corporate sustainability issues and the UN Sustainable Development Goals. In 2024, our teams effectively identified compelling programme topics and the right speakers to bring out their material aspects. Inspiring ambition and enabling action with best practice case studies, these expert practitioners shared their experience of overcoming barriers to achieve organisational sustainability objectives.

It is truly gratifying that our programming in 2024 was so well received by Network members and the wider business community in the UK and internationally. We made a conscious decision to diversify our outputs last year, and our mix of Accelerator Programmes, Working Groups, webinars, in-person events, and reports attracted high levels of engagement. This report presents programmatic highlights from the past year. If you missed them when they were first offered, almost all can be found on our website and/or our [Sustainable Business Learning Platform](#).

Our Annual Summit at the iconic London Guildhall in October was particularly noteworthy. Partnering with the City of London, we convened 500 in-person attendees (and another 500 joined virtually) to engage with a stellar line-up of speakers. The strength of our movement was clearly evident in the enthusiasm and commitment displayed by our community that day.

Investments in our organisation's governance and operational capacity, especially in the areas of participant engagement and recruitment, contributed to our continued strong membership growth through 2024 despite some headwinds. We look forward to reaching new heights in 2025.

Any hope of the UK achieving net zero and a sustainable future relies upon engaging SMEs. Smaller companies currently make up approximately half of our membership, forming a core part of our participant constituency. We expanded our SME-targeted programming in 2024 with our Social Sustainability for SMEs webinar series, and we will continue to develop in this area going forward.

To conclude, my team and I take pride in what we achieved in 2024. The new year has brought economic and geopolitical uncertainty that have made trading conditions difficult for many companies. We remain convinced that sustainable business is good business in every sense and look forward to working with you in 2025 to help make your businesses more sustainable and successful.



Steve Kenzie
Executive Director
UN Global Compact Network UK

ABOUT US



UNITED NATIONS GLOBAL COMPACT

As a special initiative of the UN Secretary-General, the [United Nations Global Compact](#) is a call to companies to align their operations and strategies with Ten Principles in the areas of human rights, labour, environment, and anti-corruption.

25,493
global participants


63
country networks

167
countries



UN GLOBAL COMPACT NETWORK UK

As one of 63 Country Networks, the UN Global Compact Network UK connects UK-based organisations that are part of the UN Global Compact in a global movement dedicated to driving sustainable business. Through an extensive programme of activity, we promote sustainability leadership to create a world we want to live and do business in by inspiring ambition, enabling action, and collaborating to shape the business environment.

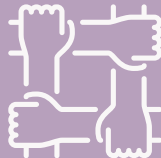
907
UK participants



862
business participants



45
non-business participants



6,157,570
UK employees



GOVERNANCE AND CHARITABLE STATUS

The UN Global Compact Network UK is governed by a Board of Trustees who are elected by Network members to oversee the running of the organisation.

Trustees also sit on the [Network Advisory Group](#), along with a diverse panel of Network members, providing invaluable guidance to the Network Secretariat on strategy, programmatic activity, and growth ambitions.

We believe that an effective Board must be diverse. Our Board is currently gender balanced and represents companies of different sizes from a range of industry sectors. Going forward, our Board have committed to strive for diversity across other protected characteristics.

Our Board



David Schofield
Sustainability Director,
Aviva



Charlie Bronks
Group Head of
Sustainability,
Crown Agents Bank



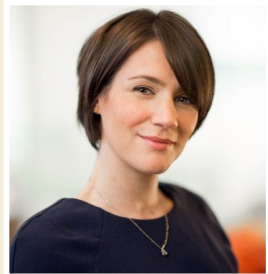
Ruth Chapman
Executive Managing
Director,
Dulas



Samuel Gardner
Head of Climate Change
and Sustainability,
ScottishPower



Hiba Khan
Civil Engineer &
Sustainability &
Social Outcomes Lead
for International
Development Services,
Mott MacDonald



Rachel Moseley
Director, Sustainability,
London Stock Exchange
Group (LSEG)



Matthew Sparkes
Sustainability Director,
Linklaters



Preeti Srivastav
Group Head of
Sustainability,
Asahi Group Holdings



The UN Global Compact Network UK was registered as a charity with the Charity Commission for England and Wales on 2 March 2023 (charity registration number 1202147).

OUR CHARITABLE OBJECTS

The objects of the Charity are to promote sustainable development for the benefit of the public by:

- (a) the preservation, conservation and the protection of the environment and the prudent use of resources;
- (b) the relief of poverty and the improvement of the conditions of life in socially and economically disadvantaged communities; and
- (c) the promotion of sustainable means of achieving economic growth and regeneration, in particular, but not limited to, through the advancement of education in subjects relating to sustainable development.

We also promote ethical standards of conduct and compliance with the law in the administration and management of the public and private sectors with a focus on the protection of people and the environment.

We use the oft-cited definition of “sustainable development” from the report of the World Commission on Environment and Development, Our Common Future (1987), which defines it as

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

PUBLIC BENEFIT STATEMENT

The Trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the Charity Commission’s general guidance on public benefit, Charities and Public Benefit.

We engage the general public, government departments, and business and non-business organisations of all sizes through our programmes. We benefit those who attend our events and access our resources, and the public more widely, by improving business practices in line with the UN’s Sustainable Development Goals and the UN Global Compact’s Ten Principles. We also engage policy-makers to advocate for increased focus on sustainable development in policy and to seek to further educate decision-makers about its importance. Promoting responsible corporate citizenship is recognised as one of the most direct ways to have an impact on the environment, on poverty, and to achieve sustainable development.

The Trustees are satisfied that any private benefit to our members from their membership in the Global Compact Network UK is incidental to the greater and wider public benefit achieved from changing these organisations’ business practices.



STRUCTURE, GOVERNANCE AND MANAGEMENT

STRUCTURE

Global Compact Network UK is a registered charity (England and Wales number: 1202147) and a company limited by guarantee (England and Wales number: 08567552) operating as UN Global Compact Network UK.

The charity's governing document is in the form of Articles of Association dated 13 June 2013 and amended by Special Resolution dated 9 February 2022.

UN Global Compact Network UK is governed by its Board of Trustees, which meets formally at least four times each year and determines the overall strategic direction of the charity. The Board must operate – and ensure that the UN Global Compact Network UK operates – within the rules set out in our [Articles of Association](#), MOUs signed with the United Nations Global Compact Office and The Foundation for the Global Compact, the Global Compact Local Network Quality Standards, and the laws set out in the Insolvency Acts, the Companies Act 2006, and Charity Acts.

The Board is supported by a Network Advisory Group. The Advisory Group provides strategic guidance to the Board of Trustees and Network Secretariat on issues including, but not limited to, the Network's programmatic priorities and delivery, communications, and member recruitment. While the Advisory Group is an important component of the UN Global Compact Network UK's governance model, it does not have legal standing. Group members do not have a formal fiduciary duty to Network members or exposure to any personal liability with regard to the UN Global Compact Network UK.

For the first eight months of the period covered by this report, the day-to-day management of UN Global Compact Network UK was delegated to another independent legal entity, The Sustainability Hub, which provided the Network Secretariat. However, the Board transferred all day-to-day management from The Sustainability Hub to Global Compact Network UK from 1st September 2024.

MEMBERS

As a company limited by guarantee, not having share capital, the members of the company Global Compact Network UK have agreed to act as guarantors of the company's liabilities. Each member undertakes to contribute up to £1 in the event of insolvency or of the winding up of the company, as specified in our Articles of Association. This is a common form for non-profit organisations (including charities) in the UK.

Participants of the UN Global Compact and UN Global Compact Network UK are not automatically members of the company. To join the company, an application must be submitted to the UN Global Compact Network UK Board for approval. While being a member of the Network gives access to all our programmes, only members of the company can vote at general meetings and sit on the Board and Advisory Group of the Global Compact Network UK. Only UK-based United Nations Global Compact participants are eligible to join the company; joining is optional, but all participants are encouraged to do so.

On 31 December 2024, there were 372 company members, representing 41% of Network participants. All company members are listed in our Register of Members.

TRUSTEES

Trustees of the UN Global Compact Network UK are committed to the principles and values of the United Nations Global Compact. The Board have overall legal responsibility for the UN Global Compact Network UK and therefore are the persons with general control and management of the administration of the Network. Trustees are also members of the UN Global Compact Network UK Advisory Group.

Trustees are nominated by the Board and their appointment confirmed by company members at the Annual General Meeting. Training is provided for all new Trustees and the current Board received formal third party training during the year to better understand their obligations and duties in applying charity law and guidance issued by the Charity Commission.

Trustees may serve for a period of three years, with the option of re-election or nomination for a further three-year term.

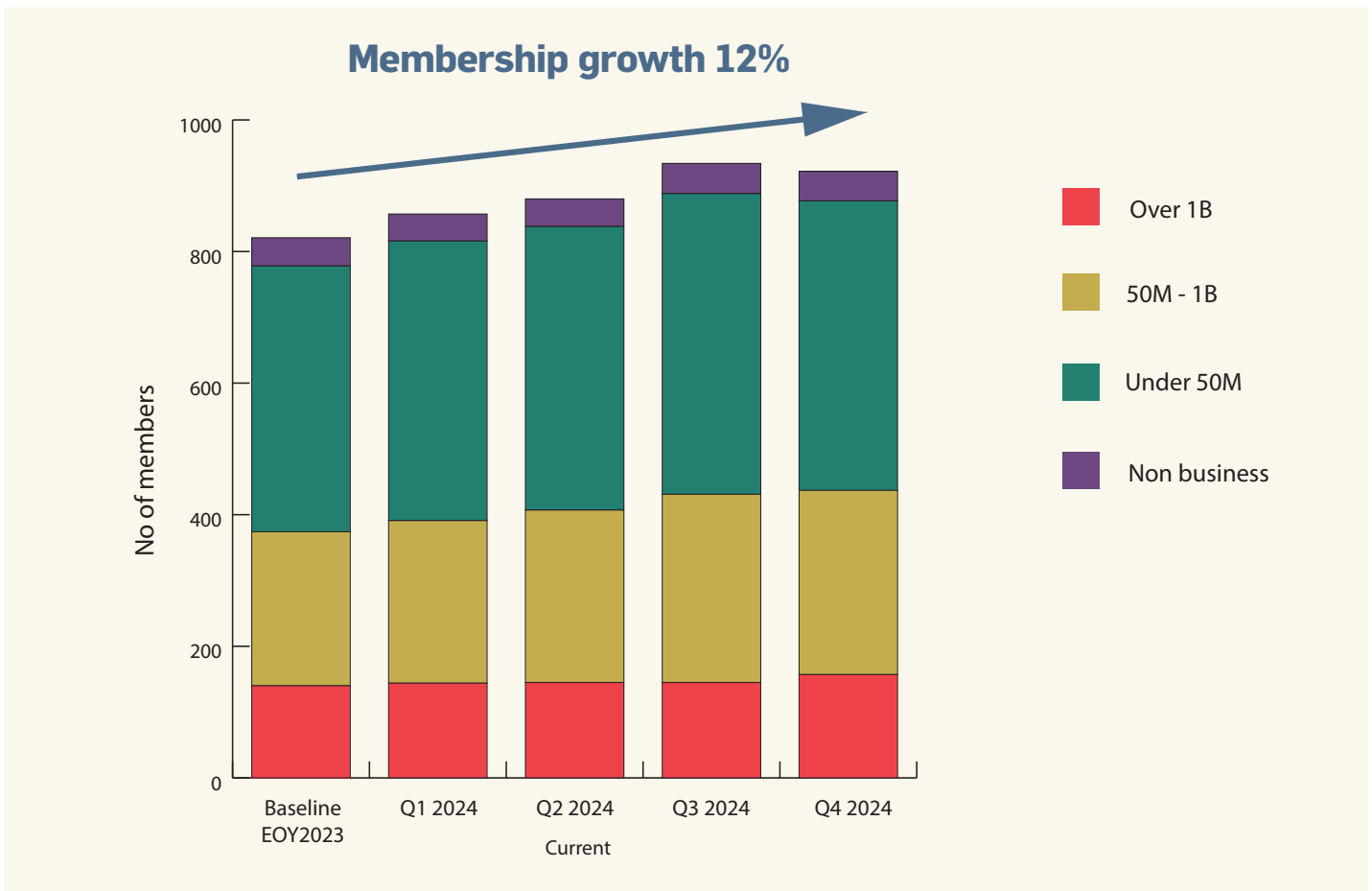
The Trustees during the year are included in the Reference and Administrative details on page 39.

2024 AT A GLANCE

The UN Global Compact Network UK Community in 2024

907 UK participants	862 business participants	45 non-business participants
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6,157,570 UK employees





Our programming in 2024

Over

15,000

attendees joined
our 64 events



114

companies participated
in our 6 accelerator
programmes

On average

89%

of event attendees were highly
satisfied by their experience and
83% were inspired to take action
after participating.



171

companies participating
in our 8
Working Groups



Environment

The UN Global Compact Network UK's Environment Programme supports businesses in setting net zero targets and implementing transition plans in line with science across climate, nature, and water, as well as connecting environment and climate issues to social, economic, and governance issues.

In 2024, over 9,000 people joined our webinar series on [Collecting Scope 3 Data](#), [Addressing Energy-Related Emissions](#), [Nature-based Solutions for Business](#), [Engaging in Corporate Climate Advocacy](#), and [Net Zero Business Transformation](#), gaining the knowledge needed to drive business action in these key areas. Over 20 members participated in our Climate Disclosures Working Group and over 50 joined our three new working groups on Circular Economy, Nature, and Climate.

We also continued to build our influence and strategic partnerships through participation in the Broadway Initiative's alliance of organisations collaborating to meet net zero, the European Peer Learning Group on Climate – a forum facilitated by European Global Compact Country Networks to share knowledge on corporate climate action – and in the UK Business Group Alliance for Net Zero (BGA).

Following our 'Engaging in Corporate Climate Advocacy' webinar series, we partnered with other leading sustainability organisations to co-author the '[Business Associations Climate Action Guide](#)', providing companies with practical guidance on how they can align their business association memberships and indirect climate policy engagement with the Paris Agreement goals.

“ An informative and interactive series on transformation, that has unlocked ideas and opened doors to new opportunities within my company.

It has broken down the complexities of transformative change for good, and enabled leverage points in every possible topic through great speakers and impressive case studies. Thank you!”

Webinar attendee

HIGHLIGHTS

[NET ZERO BUSINESS TRANSFORMATION WEBINAR SERIES](#)

In partnership with 103 Ventures, we held the Net Zero Business Transformation series, a course-style webinar series which equipped CSOs, sustainability leaders, and their teams with practical tools and knowledge needed to implement meaningful change within their companies. This series outlined a step-by-step approach to the transformation process, encompassing both business and individual actions to establish clear plans to achieve net zero. Key takeaways from the webinar series can be found [here](#).



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.

ENVIRONMENT





CLIMATE AMBITION ACCELERATOR

2024 marked the fourth Climate Ambition Accelerator programme, an ever-relevant offering as the call to action for the business community advances. The six-month programme supports organisations with setting science-based emissions reduction targets and designing a clear path to the net zero transition.

In line with our commitment to a multistakeholder approach, the UN Global Compact Network UK delivered the Accelerator to 23 member companies in partnership with the UN Global Compact Network Netherlands and with support from Patrons Ørsted and Natura & Co, and En+ Group, who sponsored the programme.

NATURE WORKING GROUP

Our newly launched Nature Working Group provides a cross-sector forum for businesses with material impacts on nature to discuss and work through ongoing challenges related to measuring, addressing, and disclosing their nature-related dependencies,

impacts, risks, and opportunities. In 2024, we guided 18 companies in enhancing their approach to addressing their impacts on nature by aligning with emerging best practices, guidance, and regulatory requirements.

C-SUITE BREAKFAST WITH PAUL POLMAN

As part of our Network Annual General Meeting, we hosted a C-suite breakfast with Paul Polman, business leader, campaigner, and co-author of "Net Positive". This roundtable-style session brought together 17 Chief Executive Officers and Executive Committee members from participating companies, to discuss the challenges and opportunities relating to setting and achieving net zero and broader sustainability targets.

The breakfast provided a unique opportunity to discuss specific barriers and concerns within the current business landscape, learn from peers, and hear directly from Paul Polman, who shared his insights and experiences as former CEO of Unilever and former Vice-Chair of the UN Global Compact Board.

“ As the call to climate action becomes more impactful for all organisations it is paramount that people understand the technical aspects of decarbonisation.

The Climate Ambition Accelerator not only gives its participants knowledge, but also the skills and confidence to be able to meet the challenges ahead. The structure, balance and information within the programme is perfect and has been invaluable to us as an industry leader to formulate our decarbonisation plan. Basically, it's a must-have for any organisation serious about Climate Change.”

Richard Lewis, Sustainable Development Lead, Toyota Material Handling UK



Social sustainability

The UN Global Compact Network UK's Social Sustainability Programme supports businesses to understand, apply, and uphold human rights and social sustainability standards in their operations and across their value chains.

In 2024, our Modern Slavery Working Group and Diversity, Equity, and Inclusion Working Group continued supporting members by providing a space to explore relevant challenges and strategies that businesses are developing on these issues.

In collaboration with the Environment team, our four-part webinar series, [Managing Climate-Related Business Risks Through a Just Transition](#), attracted almost 3,000 registrations and 1,000 attendees. We also ran a series of Q&A surgeries which provided UK members with a forum to engage with experts and leaders on a variety of social sustainability topics, including DEI, business and human rights, and decent work.

HIGHLIGHTS

SOCIAL SUSTAINABILITY FOR SMEs WEBINAR SERIES

Across seven interactive webinars, this members-only series is designed to equip SMEs with the knowledge and tools to advance social sustainability within their own operations and supply chains.

While catering to SMEs specifically, the series is also supporting larger companies in reducing risks within their supply chain and enhancing alignment with their smaller business partners and suppliers on social standards. Attracting almost 300 registrations, the series has so far covered topics such as human rights, responsible sourcing, and living wage, with more to be addressed in 2025.



HUMAN RIGHTS



LABOUR

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.

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.





TARGET GENDER EQUALITY ACCELERATOR

Building upon previous successes, the Target Gender Equality (TGE) Accelerator programme returned in 2024 for its fifth edition, providing companies with the opportunity to deepen the implementation of the [Women's Empowerment Principles](#) and strengthen their contribution to SDG targets 5.5 and 8.5. Over the course of nine months, through performance analysis, capacity-building workshops, and peer-to-peer learning sessions, 13 companies are being supported through the process of setting and reaching ambitious corporate targets for women's representation and leadership, starting with the Board and Executive Management levels.

CLIMATE AND HUMAN RIGHTS WORKING GROUP

This newly launched Working Group enabled peer learning on the interlinkages between climate action and the business & human rights agenda. The group brought together 18 large companies and one SME. Discussions covered themes of Environmental and Human Rights due diligence, the right to a clean, healthy and sustainable environment, and Nature-based Solutions and their impact on human rights.

RAPID FRAMEWORK

Funded by the Foreign, Commonwealth and Development Office (FCDO), the UN Global Compact Network UK developed the RAPID Framework, which supports institutional investors in exerting appropriate pressure on companies to end child labour in supply chains.

Our contribution encouraged the provision of better decision-critical child labour data, clarified investor requirements, and explored what best practice looks like across entire supply chains.



[...] I have led our company's successful completion of the UNGC UK TGE programme, including becoming a signatory to the WEPs. This commitment has led to a significant increase in our WEPs Gender Gap Analysis score, reflecting substantial progress in gender equality within our organisation.

Some metrics to demonstrate impact include successfully completing the TGE programme and doubling our WEPs Gender Gap Analysis score from 29% in September 2022 to 58% in March 2024."

*Raquel Gomes,
Head of Innovation at RedCompass Labs*



It is great to see a practical toolkit being developed to support investors. I particularly liked the emphasis on metrics, evidence, and transparency. But most important of all was the focus on real world change – investors can be influential in protecting the most vulnerable workers across the globe."

Dame Sara Thornton, ex-UK Independent Anti-Slavery Commissioner, Professor of Practice in Modern Slavery.



Governance and SDGs

In 2024, our Governance and SDGs team developed holistic programmes and resources for companies to embed sustainability into their strategy and take collective action to achieve the SDGs by 2030. With only five years to go until 2030, progress towards the Sustainable Development Goals (SDGs) must advance faster than ever.

HIGHLIGHTS

SDG INVESTMENT FORUM

Organised in partnership with UN Global Compact HQ and Accenture, our SDG Investment Forum brought together UK government officials, high-level representatives from leading companies, financial institutions, and international organisations to explore practical strategies for scaling up SDG-aligned investments.

SUSTAINABILITY REPORTING WORKING GROUP

Recognising the challenges posed by the rapidly evolving ESG reporting regulatory landscape, we launched a new Sustainability Reporting Working Group for 2024. The group, formed of 31 businesses, empowered participants to leverage the opportunities of integrated reports and provided a safe space for collaborative learning and knowledge exchange on the intricacies of ESG reporting. Topics covered included recent and upcoming mandatory frameworks (including CSRD) and their impact on UK companies, risk and assurance, double materiality, and data collection and value chain engagement.

FASHION BUSINESS SECTOR EXCHANGE

In July, we convened over 80 professionals from the fashion, textiles, and sustainability industries at Soho House to get ahead of the curve. Our expert speakers discussed the themes of balancing slow vs fast fashion, how to manage disruption in supply chains, and the future of sustainable fashion while attendees heard best practices from leaders in the space, inspired progress through networking, and met potential partners to accelerate collective action in the sector.

The Fashion Sector Exchange highlighted the need to accelerate transformative change amongst consumers, businesses, suppliers, and policymakers by shifting the narrative, restructuring business models, collaborating for action, and driving policy forward.



The event was followed by a [Fireside Chat](#) with our members ASOS and EY, exploring the vital role of transparency in the fashion industry and its impact on sustainability and business success.



“ Loved the innovation session. Finding ways to bring participants across the value chain together is one of the ways we can accelerate progress towards the SDGs.”

Hannah Simons, Lloyds Banking

UN GLOBAL COMPACT NETWORK UK

SDG STORYTELLING FOR SUSTAINABILITY TOOLKIT

Aligning impact with purpose:
Crafting narratives that drive progress forward faster

Global Compact Network UK

Clyde & Co
FORSTER COMMUNICATIONS

USING YOUR SDG STORY TO SECURE BUY IN

Sustainability professionals often hold the responsibility for an increasingly complex, strategic, and broad range of issues, and must effectively engage a wide number of stakeholders on sustainability challenges.

However, stakeholders are more likely to buy-in to an idea if they connect with the idea on a deeper level, appreciate how actions relate to company philosophy, and understand the challenges and opportunities presented.

Stories can spark curiosity, inform stakeholders how a business affects the world, build emotional connections, and persuade people to take ambitious action. By combining the building blocks of storytelling with the fundamental tenets of building a business case, companies can create a powerful narrative that aligns with the SDGs and meets stakeholder expectations.

SDG STORYTELLING FOR SUSTAINABILITY

UNDERSTAND THE BUSINESS VALUE DRIVERS

A sustainability business case involves a holistic view of the business opportunity.

- Revenue Generation:** Sustainable business practices can increase revenue by modifying existing products or developing new ones. They can also appeal to a wider customer base and provide a competitive edge.
- Brand Enhancement and Trust:** Sustainable business practices boost reputation and employee retention while attracting loyal customers and investors who value ESG performance.
- Risk Reduction:** Companies around the world are facing increased risk throughout their operations, revenues, and expenses. Sustainable solutions can minimise exposure to regulatory and political risk as well as mitigate reputational risk and negative public perception.
- Cost Savings:** Many sustainable alternatives can result in cost savings by improving operational efficiencies, such as minimising waste and improving the management of natural resources such as water and energy.

DEVELOP A VALUE TREE

A value tree is a visual representation of the smaller components of a business initiative. This tool serves as a mapping exercise to help visually decode where your SDG impacts can create value across four drivers.

Global Compact Network UK

REVENUE GENERATION / INCREASED SALES

- Differentiate products and services from competition
- Improve market access
- Customer acquisition
- Extended product portfolio

BRAND ENHANCEMENT / TRUST

- Improve customer loyalty
- Employee branding
- Employee engagement and retention
- ESG performance and investor attraction

SUSTAINABILITY DRIVEN VALUE CREATION

COST SAVINGS

- Resources, energy, and CO2 emissions
- Labour costs
- Selling, general, and administrative expenses

REDUCTION OF RISK / HARM

- Disruption to operations
- Market disruption
- Regulatory, regulatory, and political risk
- People and planet
- Protection and fulfilment of human rights

CALCULATE BENEFITS AND INVESTMENTS

This section involves taking the initial value drivers and turning them into a quantitative analysis. This includes conducting internal and external research as well as setting initial assumptions. You will then need to build some part of your company's financials to do this analysis.

Global Compact Network UK

SHARE YOUR OUTPUTS WITH SDG STAKEHOLDERS

To mobilise business resources behind SDG commitments, it's important to present and frame initiatives towards both sustainability and business benefits.

The key takeaway is to talk your findings – it's important to use language and metrics relevant to the individual(s) you are sharing with so that they can understand and support the initiative.

Global Compact Network UK

TIPS FOR BUILDING AND PRESENTING A SUCCESSFUL BUSINESS CASE

BE HELD BY THE SDGS
Try to use clear, relevant, and interesting statistics, rather than the opportunity which would potentially lead to more commercial outcomes.

DO NOT RELY TOO HEAVILY ON METRICS
Use this approach as a starting point. Look beyond just numbers and tell a story. It's not about the numbers, it's about the people. It's about the impact.

BE READY TO DISCUSS AND EXPLORE
It is likely that you will be asked to discuss and explore the data. Be prepared to discuss the data and what it means for your business.

BE HELD BY THE SDGS
Try to use clear, relevant, and interesting statistics, rather than the opportunity which would potentially lead to more commercial outcomes.

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Use this approach as a starting point. Look beyond just numbers and tell a story. It's not about the numbers, it's about the people. It's about the impact.

BE READY TO DISCUSS AND EXPLORE
It is likely that you will be asked to discuss and explore the data. Be prepared to discuss the data and what it means for your business.

SDG STORYTELLING FOR SUSTAINABILITY

2024 saw the launch of SDG Storytelling for Sustainability, a year-long series exploring how the SDGs can be used as a holistic framework for storytelling to meaningfully communicate ESG strategies.

The UN Global Compact Network UK, supported by Clyde & Co. and Forster Communications, curated an interview series with industry leaders discussing topics such as partnerships and investor perspectives, disseminated action-oriented infographics on building buy-in and double materiality, led a hands-on workshop on finding the thread in sustainability storytelling, and published a comprehensive toolkit, to help organisations craft impactful sustainability narratives and accelerate progress toward the SDGs.

SDG SHOWCASE

HOW COMPANIES ARE CONTRIBUTING TO ACHIEVING AGENDA 2030

Global Compact Network UK

SDG SHOWCASE

Our SDG Showcase report is a tool for businesses to assess material SDG impacts which highlights good practice examples of the private sector working with a clear plan to advance the SDGs for the future we want. To date, the report has been downloaded by nearly 1,500 individuals.

THE SUSTAINABLE DEVELOPMENT GOALS

DECENT WORK AND ECONOMIC GROWTH

With their coverage of human rights, the Ten Principles of the UN Global Compact include specific labour rights considerations. Principles 3 to 6 obligate participating companies to support the freedom of association and collective bargaining as well as to fight forced and compulsory labour, especially child labour.

TIED TO PRINCIPLE 1
TIED TO PRINCIPLE 2
TIED TO PRINCIPLE 3
TIED TO PRINCIPLE 4
TIED TO PRINCIPLE 5
TIED TO PRINCIPLE 6

PROMOTE DIVERSE, INCLUSIVE AND SUSTAINABLE ECONOMIC GROWTH, FULL AND PRODUCTIVE EMPLOYMENT AND DECENT WORK FOR ALL

By 2030, the UN Department for Economic and Social Affairs (DESA) estimates that 585 million people will be in need of decent work. This is a significant challenge for the world, as decent work is essential for sustainable economic growth and social stability.

Employment, Decent Work, and Sustainable Economic Growth (DESA) are key to achieving the Sustainable Development Goals (SDGs) and the 2030 Agenda for Sustainable Development.

Private Sector Action on SDG 8

A 2022 survey revealed that although nearly 70% of respondents have an inclusion statement, only half of them have a specific plan to address the needs of vulnerable groups. This highlights the need for more targeted and effective strategies to support these groups.

TOOLS AND RESOURCES TO ACCELERATE ACTION

UN LEARNING PRINCIPLES ON BUSINESS AND HUMAN RIGHTS
The UN Learning Principles on Business and Human Rights provide a framework for companies to understand and address human rights issues in their operations.

CEO GUIDANCE FOR MULTINATIONAL ENTERPRISES ON BUSINESS AND HUMAN RIGHTS
This guidance provides CEOs with practical advice on how to integrate human rights into their business strategy and operations.

UN GLOBAL COMPACT BUSINESS & HUMAN RIGHTS GUIDANCE
The UN Global Compact Business & Human Rights Guidance provides a framework for companies to understand and address human rights issues in their operations.

INTERNATIONAL LABOUR ORGANISATION (ILO) GUIDANCE
The ILO provides guidance on labour rights and standards, which are essential for decent work and sustainable economic growth.

UN GLOBAL COMPACT
The UN Global Compact is a voluntary initiative through which companies and organizations commit to upholding the principles of human rights, labour rights, and environmental protection.

REDUCED INEQUALITIES

The Ten Principles of the UN Global Compact require businesses to include social sustainability considerations into their operations with human rights Principles 1 and 2 as the cornerstone of corporate responsibility. Added to that, labour rights should be respected and diversity, equity, and inclusion measures implemented to reduce inequality.

TIED TO PRINCIPLE 1
TIED TO PRINCIPLE 2
TIED TO PRINCIPLE 4
TIED TO PRINCIPLE 5
TIED TO PRINCIPLE 6

REDUCE INEQUALITY WITHIN AND AMONG COUNTRIES

After nearly a decade of pandemic-related economic challenges, the world is still facing significant inequality. The UN Global Compact is committed to addressing this issue through its Ten Principles and the Sustainable Development Goals (SDGs).

The UN Global Compact is committed to addressing this issue through its Ten Principles and the Sustainable Development Goals (SDGs).

Private Sector Action on SDG 10

Businesses can implement targeted measures to build an inclusive workforce, such as apprenticeships and skills-based learning programmes, to support the needs of vulnerable groups.

BURRES SALMON'S REVERSE DEI MENTORING PROGRAMME

Contributing to SDG TARGETS 4.7, 5.5, 10.4, 10.5, 10.6, 10.7, 10.8, 10.9, 10.A, 10.B, 10.C, 10.D, 10.E, 10.F, 10.G, 10.H, 10.I, 10.J, 10.K, 10.L, 10.M, 10.N, 10.O, 10.P, 10.Q, 10.R, 10.S, 10.T, 10.U, 10.V, 10.W, 10.X, 10.Y, 10.Z

Flagship events

2024 was marked by three flagship events, representing a unique opportunity for participants of the UN Global Compact Network UK to come together and discuss the most pressing ESG issues

JUNE



ANNUAL GENERAL MEETING – 25 JUNE

The Annual General Meeting (AGM) provides an opportunity for Network members to reflect on the past year and discuss how we can continue to support sustainability progress. Hosted in person at Accenture’s offices in London, as well as online, this year’s AGM featured a fireside chat with Paul Polman, business leader, campaigner, and co-author of “Net Positive”. The meeting also featured a panel discussion with speakers from Diageo, the London Stock Exchange Group, Ingka Group (IKEA), and Ørsted UK, focused on navigating the challenges of delivering climate ambition, and the [SDG Pioneers](#) Award Ceremony, an annual celebration of leaders using business as a force for good towards achieving the SDGs.

FEBRUARY



2024 KICK-OFF EVENT – 2 FEBRUARY

Held at the beginning of the year, our annual kick-off event is a key opportunity for members of the UN Global Compact Network UK to learn how to maximise the value of their participation by connecting with peers and hear about upcoming engagement opportunities around environmental, social, governance, and cross-cutting themes. Hosted for the first time in hybrid format, the event brought together 100 members in person and over 200 online.

ANNUAL SUMMIT – 1 OCTOBER

As we entered the last quarter of 2024, the UN Global Compact Network UK returned to the Guildhall in the City of London for the 2024 edition of its Annual Summit, convening an open forum for trailblazers from business, government, and civil society to explore strategies for bridging the ambition to action gap. More than 1,000 dedicated individuals joined us, with over 500 senior executives at the Guildhall.

Attendees participated in panel discussions, fireside chats, and hands-on workshops aimed at empowering businesses to bridge the ambition-to-action gap, transforming operations for the benefit of people and the planet. We heard from more than 35 sustainability leaders across the UK’s largest companies, including Aviva, ASOS, Haleon, SUEZ, SSE, Unilever, and WHSmith.

As the world navigates complex issues such as resource scarcity, social instability, and a rapidly evolving policy environment, the Summit explored several key themes, including the necessity for stronger supply chain relationships, effective climate resilience strategies, innovative sustainability reporting, and the critical role of worker engagement in driving social sustainability.

Participants also had the opportunity to network and share insights and expertise with industry professionals, fostering collaboration among leading business figures. You can download our key takeaways [here](#).

OCTOBER



ACCELERATING MEMBERS' PROGRESS



The UN Global Compact Network UK empowers its members to accelerate action towards operationalising the Ten Principles and achieving the SDGs. In addition to our programming, we provide tailored support and guidance to advance our members' sustainability goals, as well as networking opportunities independent of our core thematic streams.

NEW JOINER BRIEFINGS

In 2024, we introduced 'New Joiner Briefings' to support new members, or individuals from existing ones who are new to the UN Global Compact, in navigating the wide range of programmes, activities, and resources available to them. Run quarterly, these briefings equipped over 80 individuals with best practices to start making the most of their participation in the UN Global Compact.

MEMBERS' BREAKFASTS

We continued hosting our Members' Breakfasts to provide a safe and informal forum where members can share and discuss ideas, challenges, and experiences with peers. Over the course of 9 sessions, bringing together over 150 sustainability professionals, participants discussed a wide range of topics, including the challenges and opportunities of the evolving reporting frameworks landscape, supply chain sustainability and due diligence, social value programmes and how to measure social impact, and best practices on diversity, equity, and inclusion. In 2025, we are aiming to leverage these sessions to explore hot sustainability topics not covered through existing programming.

“ Informative and direct. Just the right level for new joiners.”

New Joiner Briefing attendee 1

“ Lovely introduction to the joys of the Global Compact.”

New Joiner Briefing attendee 2

“ These breakfast meetings are wonderful... open discussions from a mutually supportive group of professionals all willing to share experiences and ideas with their fellow attendees.”

Members' Breakfast attendee

INSPIRING UK BUSINESSES TO TAKE ACTION



2024 saw an increased effort to reach more businesses and stakeholders in the UK to further advance our strategic goals to raise awareness of the responsible business agenda, promote the Network as a credible and reliable source of information, and establish ourselves as the space for businesses to convert ambition into action. Over the course of the year, we held a total of 42 open events, doubling efforts from 2023, and launched several resources open to the public. Below we highlight some of these.

ACCELERATE SUSTAINABLE ACTION INFO-SESSIONS

These engaging webinars were held throughout the year to help businesses explore how joining the UN Global Compact can drive sustainable growth, while addressing evolving sustainability challenges. They showcased the benefits of being part of the world’s largest corporate sustainability initiative and provided valuable insights into the tools, resources, and support available to accelerate sustainability efforts and achieve commercial success.

In 2024, we hosted two webinars, reaching over 600 individuals.

SUSTAINABLE BUSINESS LEARNING PLATFORM

Launched in November, our Sustainable Business Learning Platform provides users with access to an exclusive selection of UN Global Compact Network UK resources on-demand.

The platform allows users to easily navigate our offering and access key resources to help tackle their business sustainability challenges. The platform is accessible to all.

SUSTAINABLE SUPPLIERS TRAINING PROGRAMME

Our newly launched Sustainable Suppliers Training Programme supports UN Global Compact Network UK member companies that want to drive sustainability through their supply chain by helping them educate their suppliers – whether or not those supplier companies are UN Global Compact participants.

The training programme, delivered in collaboration with the UN Global Compact Network Spain, will engage 1,000 suppliers of large enterprises headquartered in the UK on the Ten Principles of the UN Global Compact, the SDGs, and sustainable business development. It will enable businesses that supply large enterprises to gain the knowledge and skills that are fundamental to complying with the national, European, and international regulatory frameworks regarding sustainability.

EXTERNAL NEWSLETTER

Our external newsletter, launched in 2023, continued to update the UK business community on upcoming events and activities, share the latest sustainability developments, initiatives, resources, and tools, as well as showcase our members’ achievements.

OUR SUSTAINABILITY EFFORTS

Our commitment to sustainability is aligned with the dedication and standards we expect from our members. Integrating social and environmental sustainability into our own organisation gives us a better understanding of what we're asking of our participant companies while also demonstrating our commitment to creating a more sustainable world.

DIVERSITY, EQUITY, AND INCLUSION

We are committed to promoting and respecting diversity, equity, and inclusion in our workforce and our external stakeholder community. We believe that having a diverse workforce and fostering an inclusive culture where everyone feels valued and able to fully express themselves is a key element of a successful business. The UK Network has a [Diversity, Equity, and Inclusion Policy](#) that outlines our commitments.

INCLUSIVE COMMUNICATIONS AND MARKETING

We prioritise inclusive and accessible digital marketing and communication materials. For example, our website uses EqualWeb, an accessibility widget that allows users to adapt web content to their individual accessibility needs.

SPEAKER DIVERSITY

The UK Network organises over 100 events every year, each providing a platform for our speakers to inspire and share their knowledge with hundreds of people. To ensure that we provide equal opportunities for speaking roles and share a wide range of perspectives at our events, we send a bi-annual anonymous Speaker Diversity Monitoring Survey to our presenters. We track a range of diversity indicators including ethnicity, gender, sexuality, disability, and socio-economic background.

DIVERSITY AND INCLUSION GROUP

The UK Network is a member of the Diversity and Inclusion Group on the UN Global Compact Country Network Hub. This allows us to communicate our practices with other Country Networks around the world, as well as share national and company examples, spark conversation, and share outcomes with others.

LIVING WAGE EMPLOYER

The UN Global Compact Network UK has been an accredited Living Wage employer since 2019. All Secretariat staff are paid at least the London Living Wage. We recognise that paid internships are key to enabling decent work, equal opportunity for employment, and growth within the organisation for young people, particularly for candidates of varying socio-economic backgrounds.

RECRUITMENT VIA APPLIED

Since 2019, we have used Applied's blind hiring platform to eliminate bias from our staff recruitment process. Using anonymised applications and predictive, skill-based assessments, we identify talent that might have been overlooked by reviewing CVs alone. Each job posting includes diversity disclaimers and, where possible, we use gender and ethnically diverse interview panels.

NET ZERO TARGET

The UN Global Compact Network UK has made a commitment through the [SME Climate Hub](#) to:

- Halve our carbon emissions before 2030;
- Cut emissions to zero before 2050; and
- Share our progress on a yearly basis.

In support of these efforts, we have formed a cross-functional team to conduct quarterly monitoring, risk assessments, and annual reporting on our net zero progress. Our Net Zero Taskforce, led by the Head of the Environment team, is comprised of one team member from each of our programming teams, one member from the Participant Engagement and Impact teams, and our Chief of Staff. The Taskforce is currently working on our second Net Zero Report, which we will publish in the spring.



LOOKING AHEAD TO 2025



2025 marks a milestone year as we conclude our 2022–2025 strategic framework and embrace an ambitious push toward achieving our goals. Building on the structural improvements and strategic advancements of 2024, we are well-positioned to deepen our impact in the year ahead.

Our focus for 2025 includes driving member engagement, particularly among SMEs, expanding our reach across the UK to amplify our impact, and implementing a robust advocacy strategy to position the UN Global Compact Network UK as a leading voice in promoting responsible business practices.

To advance these goals, we are developing several programmes and initiatives. A new Programme Navigator Tool will help members and prospective members identify the most relevant programmes and resources for their needs. We are increasing the number of in-person events, especially outside London, while continuing to diversify our programme outputs. Members-only programming will include a four-part in-person workshop on [Sustainability Essentials for Core Functions](#). Our Environment team will launch two open webinar series on adaptation and resilience and advanced scope 3 emissions. Within our Governance & SDGs programme, the [2030 Vision: Uniting Europe in the Fight Against Illicit Financial Flows](#) initiative will bring together UN Global Compact private sector participants, civil society, government, and academia. The initiative will embed business integrity principles across company operations, advocate and advance policy recommendations, and foster international standards to improve economic, political, and social conditions across Europe.

Our [Social Mobility Regional Consultations](#) will engage with industry leaders and local governments across UK cities to promote a fairer and more diverse workforce in the UK. Finally, a newly established Advocacy Steering Group will help us operationalise our advocacy strategy. This will include assisting us with formulating appropriate KPIs and taking forward policy asks.

Notwithstanding the economic headwinds and pushback against corporate sustainability, we look forward to making 2025 our most impactful year yet, working together to create a world we want to live and do business in.



United Nations
Global Compact



For 25 years, our Ten Principles on human rights, labour, the environment, and anti-corruption have helped define corporate responsibility and influence global policy and practice.

For 2025, we join CEO and Executive Director of the United Nations Global Compact, Sanda Ojiambo, in calling on all participants to accelerate your engagement with our global sustainability movement. This call to action is clear: we must all move forward much faster to meet the pace and scale the future requires. The needs are unprecedented, but so are the opportunities.

REPORT OF THE TRUSTEES



FINANCIAL REVIEW

RESULTS FOR THE YEAR

Income for the year totalled £3,691,128 (2023: £3,272,006) of which income from membership fees was £3,022,632 (2023: £2,697,347).

After total expenditure of £3,585,909 (2023: £3,107,404) the years activities showed a surplus for the year of £105,219 (2023: £164,602) which, when accumulated with the funds brought forward from previous years, leaves the charity with total funds at the year-end of £365,647 (2023: £260,428).

All funds held at the year end are unrestricted (2023: all funds held were unrestricted).

RESERVES POLICY

In establishing a Reserves Policy, the Trustees considered income risk, expenditure risk, general operating environment,

and cost of closure. After a formal assessment of these considerations, the Trustees determined that UN Global Compact Network UK requires reserves equal to at least 3 months of operating expenses.

As of 31 December 2024, UN Global Compact Network UK held unrestricted reserves of £365,647, representing approximately 2.1 months of the budget for 2025.

With activity and membership numbers continuing to increase in 2025 the Trustees remain confident that the reserves of the charity will be sufficient to meet at least 3 months of operating expenses by the latter half of 2025.

RISK REVIEW

UN Global Compact Network UK has a Governance & Risk Committee of the Board with robust processes for identifying, analysing, and mitigating material risks. The Trustees confirm that controls are in place to mitigate the current major risks identified which are:

RISK CATEGORY:	RISK:	MITIGATION:
Operational	Loss of key staff, resulting in additional workload pressures, and loss of institutional memory	Consultant engaged to undertake culture review. System for regular performance appraisals implemented to monitor job satisfaction. Job descriptions being updated to clarify roles. Remuneration benchmarked and updated. Increased focus on career progression and professional development.
Financial	Inadequate reserves; Errors in budget forecasts.	Forecasts scrutinised by Board. Regular reviews of key financial indicators to ensure early warning of developing problems.
Compliance	Inadvertent failure to comply with regulations.	Identifying key requirements for an organisation of our size and type and assigning responsibility for compliance.

COMPLAINTS

The charity received no complaints during the year (2023: none).

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of the legal entity Global Compact Network UK for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

During the year Mercer & Hole LLP were re-appointed as auditors of the charitable company and will be proposed for re-appointment at the next Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the Board of Trustees, as the company directors, on 29 May 2025 and signed on the Board's behalf by:

D G Schofield – Chair of Trustees

DocuSigned by:

David Schofield

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INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Report to the Trustees and Members of Global Compact Network UK Limited

OPINION

We have audited the financial statements of Global Compact Network UK Limited for the year ended 31 December 2024 which comprise the statement of financial activities, incorporating the income and expenditure account, the balance sheet, the cash flow statement and the related notes numbered 1 to 15. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2024, and of the charitable company's incoming resources and application of resources, including the charitable company's income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees, with respect to going concern, are described in the relevant sections of this report.

OTHER INFORMATION

The Trustees are responsible for the other information. The other information comprises the information included in the Report of the Trustees' including the Directors' and Strategic Report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report to the Trustees and Members of Global Compact Network UK Limited (continued)

OPINIONS ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report, including the Directors' and Strategic Report for the financial period for which the financial statements are prepared, is consistent with the financial statements; and
- the Report of the Trustees', including the Directors' and Strategic Report, has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees' Report including the Directors' and Strategic Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 require us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept by the charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the Directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

We have been appointed as auditor under the Companies Act 2006 and report in accordance with regulations made under that act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report to the Trustees and Members of Global Compact Network UK Limited (continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

- we gained an understanding of the legal and regulatory framework applicable to the charitable company and the industry in which it operates, and considered the risk of acts by the charitable company that were contrary to applicable laws and regulations, including fraud. These included, but were not limited to, the Companies Act 2006.
- we evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements and the financial report (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate entries including journals to overstate income or understate expenditure and management bias in accounting estimates.

Audit procedures performed by the engagement team included:

- discussions with management, including considerations of known or suspected instances of non-compliance with laws and regulations and fraud;
- gaining an understanding of management's controls designed to prevent and detect irregularities; and
- identifying and testing journal entries.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the

less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at [frc.org.uk/auditorsresponsibilities](https://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members and Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Jolene Upshall - Senior Statutory Auditor
29 May 2025

Mercer & Hole LLP
Statutory Auditor
Trinity Court
Church Street
Rickmansworth
WD3 1RT

FINANCIAL STATEMENTS



Global Compact
Network UK

Statement of financial activities incorporating income and expenditure account for the year ended 31 December 2024

	NOTES	31.12.24 UNRESTRICTED TOTAL FUNDS £	31.12.23 TOTAL FUNDS £
INCOME AND ENDOWMENTS FROM			
Charitable activities	2		
Membership fees		3,022,632	2,697,347
Sponsorship		162,502	246,642
Projects		273,708	183,256
Programmes and Working Groups		198,569	115,240
Other trading activities	3	18,217	25,420
Investment income	4	15,500	4,101
TOTAL		3,691,128	3,272,006
EXPENDITURE ON			
Raising funds	5	5,446	6,754
Charitable activities	6		
Membership fees		2,983,716	2,554,570
Sponsorship		150,345	249,887
Projects		275,102	183,216
Programmes and Working Groups		171,300	112,977
TOTAL		3,585,909	3,107,404
NET INCOME		105,219	164,602
RECONCILIATION OF FUNDS			
Total funds brought forward		260,428	95,826
TOTAL FUNDS CARRIED FORWARD	13	365,647	260,428

The statement of financial activities includes all gains and losses recognised in the period. All income and expenditure derives from continuing operations.

The notes on pages 30 to 38 form part of these financial statements.



Global Compact Network UK

Balance Sheet as at 31 December 2024

	NOTES	31.12.24 £	31.12.23 £
FIXED ASSETS			
Tangible assets	10	7,834	0
CURRENT ASSETS			
Debtors	11	1,213,669	1,157,007
Cash in hand		978,941	713,475
		2,192,610	1,870,482
CREDITORS			
Amounts falling due within one year	12	(1,834,797)	(1,610,054)
		357,813	260,428
NET CURRENT ASSETS			
		365,647	260,428
TOTAL ASSETS LESS CURRENT LIABILITIES			
		365,647	260,428
NET ASSETS			
		365,647	260,428
FUNDS			
Unrestricted funds		365,647	260,428
TOTAL FUNDS	13	365,647	260,428

The financial statements on pages 27 to 38 were approved and authorised for issue by the Board of Trustees on 28 May 2025.

D G Schofield - Chair of Trustees

DocuSigned by:

David Schofield

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The notes on pages 30 to 38 form part of these financial statements.

UN Global Compact Network UK is the operating name of Global Compact Network UK, a charity registered in England and Wales (1202147) and a company limited by guarantee in England and Wales (company number 08567552).



	NOTES	31.12.24 £	31.12.23 £
Cash flows from operating activities			
Net cash provided by operating activities	a	(249,966)	(50,651)
Cash flows from investing activities			
Investment income		15,500	4,101
Net cash provided by investing activities		15,500	4,101
Change in cash and cash equivalents in the year		265,466	(46,550)
Cash and cash equivalents at the beginning of the year		713,475	760,025
Cash and cash equivalents at the end of the year	b	978,941	713,475

a. Reconciliation of net income to net cash flow from operating activities

	31.12.24 £	31.12.23 £
Net Income for the year (as per the statement of financial activities)	105,219	164,602
Interest from investments	(15,500)	(4,101)
Depreciation charges	953	0
Purchase of tangible fixed assets	(8,787)	0
Decrease/(Increase)in Debtors	(56,662)	133,086
(Decrease)/Increase in Creditors	224,743	(344,238)
Net cash provided by operations	249,966	(50,651)

b. Analysis of cash and cash equivalents

	31.12.24 £	31.12.23 £
Cash at bank and in hand	978,941	713,475

	01.01.24 £	Movement £	31.12.24 £
Cash at bank and in hand	713,475	265,466	978,941



1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). UN Global Compact Network UK meets the definition of a public benefit entity under FRS102 and has therefore prepared the financial statements in accordance with the Statement of Recommended Practice (second edition - October 2019) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (The FRS 102 Charities SORP) and the Charities Act 2011. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

GOING CONCERN

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable company to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. The Trustees have reviewed the charity's forecasts and concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Membership fees are recognised in the period for which the membership relates.

Sponsorship income is only received from organisations that are registered participants of the UN Global Compact Network UK.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Fees due to the UN Global Compact Head Office in New York on subscriptions are recognised in the period for which the subscription relates.

JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In applying the charitable company's accounting policies, the Trustees are required to make judgements, estimates and assumptions in determining reliable evidence available at the time when the decisions are made, and are based on historical experience and other factors that are considered to be applicable. Due to inherent subjectivity involved in making such judgements, estimates and assumptions, the actual results and outcomes may differ.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

TAXATION

The charity was granted charitable status on 2 March 2023 and is exempt from corporation tax on its charitable activities from this date. The organisation is liable to corporation tax on the profits arising up to and including 1 March 2023.

FINANCIAL INSTRUMENTS

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.



1. ACCOUNTING POLICIES (CONTINUED)

DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

CASH AT BANK AND IN HAND

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

FUND ACCOUNTING

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Throughout the year the charity did not hold any Restricted funds.



2. INCOME FROM CHARITABLE ACTIVITIES

	31.12.24 £	31.12.23 £
Membership fees	3,022,632	2,697,347
Sponsorship	162,502	246,642
Projects	273,708	183,256
Programmes and Working Groups	198,569	115,240
	3,657,411	3,242,485

3. OTHER TRADING ACTIVITIES

	31.12.24 £	31.12.23 £
Sales of flags and pins	18,217	25,420
	18,217	25,420

4. INVESTMENT INCOME

	31.12.24 £	31.12.23 £
Deposit account interest	15,500	4,101
	15,500	4,101

5. RAISING FUNDS

	31.12.24 £	31.12.23 £
Purchases	5,446	6,754
	5,446	6,754



6. CHARITABLE ACTIVITIES COSTS

	NOTES	FEES PAYABLE TO HEAD OFFICE £	UK NETWORK SECRETARIAT FEES* £	DIRECT COSTS*	SUPPORT COSTS	TOTAL
2024						
Membership Fees		1,307,371	1,017,467	559,969	98,909	2,983,716
Sponsorship		79,502	0	67,352	3,491	150,345
Projects		0	47,881	220,239	6,982	275,102
Programmes and Working Groups		0	83,791	80,527	6,982	171,300
		1,386,873	1,149,139	928,087	116,364	3,580,463
UK Network Secretariat - time on indirect activities (4%)	7		47,881			
Total UK Network Secretariat Fees	15		1,197,020			
2023						
Membership Fees		1,080,586	1,258,170	123,868	91,946	2,554,570
Sponsorship		246,642	0	0	3,245	249,887
Projects		0	81,411	95,315	6,490	183,216
Programmes and Working Groups		0	81,411	25,076	6,490	112,977
		1,327,228	1,420,992	244,259	108,171	3,100,650
UK Network Secretariat - time on indirect activities (4%)	7		59,208			
Total UK Network Secretariat Fees	15		1,480,200			

* - All staff and operations previously carried out by the UK Network Secretariat were transferred to the charity on 1 September 2024



7. SUPPORT COSTS

Support costs are allocated to the core activities of the charity based on an estimate of time spent supporting each workstream.

	31.12.24 £	31.12.23 £
Staff costs	19,077	0
Advertising & Marketing	147	2,490
Training	278	0
Office rent	1,760	0
Depreciation	953	0
Audit	9,000	9,825
Accountancy	16,958	15,188
Bank Fees	5,578	3,725
Insurance	3,376	2,941
Legal	237	1,097
IT costs	11,119	5,601
Corporation tax on profits to date of Charitable Status on 2 March 2023	0	8,096
	68,483	48,963
UK Network Secretariat - estimate of time on indirect activities (support) - 2024 4% (2023 4%)	47,881	59,208
	116,364	108,171
Membership Fees - 2024: 85% (2023: 85%)	98,909	91,946
Sponsorship - 2024: 3% (2023: 3%)	3,491	3,245
Projects - 2024: 6% (2023: 6%)	6,982	6,490
Programmes - 2024: 6% (2023: 6%)	6,982	6,490
	116,364	108,171



8. EMPLOYEE REMUNERATION

	31.12.24 £	31.12.23 £
Salaries	413,777	0
Employer's national insurance	43,653	0
Employer's pension contributions	19,490	0
	476,920	0
Staff costs are allocated based on time spent by staff supporting the charity's activities:		
Membership Fees	405,382	0
Sponsorship	0	0
Projects	19,077	0
Programmes	33,384	0
Support costs	19,077	0
	476,920	0

Until 31 August 2024 all operations of the charity were delegated to The Sustainability Hub. On 1 September 2024 all operations and staff contracts were transferred to Global Compact Network UK Limited with the above costs being for the period 1 September 2024 to 31 December 2025. During this period the average number of staff employed was 30 (year to 31/12/23: nil). No staff received remuneration of more than £60,000 in the year to 31/12/24 or the year to 31/12/23.

9. TRUSTEES' REMUNERATION AND BENEFITS

No trustees received any remuneration or benefits in the year to 31 December 2024 nor in the year to 31 December 2023.

Trustees' expenses

There were no Trustees' expenses paid in the year to 31 December 2024 nor in the year to 31 December 2023.



10. TANGIBLE FIXED ASSETS

	Year to 31.12.24 £
Cost - computer equipment	
At 1 January 2024	0
Additions	8,787
At 31 December 2024	<u>8,787</u>
Depreciation - computer equipment	
At 1 January 2024	0
Charge for year	953
At 31 December 2024	<u>953</u>
Net book value	
At 31 December 2024	7,834
At 31 December 2023	<u>0</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	As at 31.12.24 £	As at 31.12.23 £
Trade debtors	774,728	738,467
Amounts recoverable on contract	12,883	4,567
Other debtors	415,058	413,973
Prepayments and accrued income	11,000	0
	<u>1,213,669</u>	<u>1,157,007</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	As at 31.12.24 £	As at 31.12.23 £
Payments on account	1,092,605	911,882
Trade creditors	595,270	626,601
Taxation and Social Security	50,730	8,096
VAT	63,639	41,071
Other creditors	19,553	7,303
Accruals and deferred income	13,000	15,101
	<u>1,834,797</u>	<u>1,610,054</u>



13. MOVEMENT IN FUNDS

	At 1.1.24 £	NET MOVEMENT IN FUNDS £	At 31.12.24 £
Unrestricted funds			
General fund	260,428	105,219	365,647
TOTAL FUNDS	260,428	105,219	365,647

Net movement in funds, included in the above are as follows:

	INCOMING RESOURCES £	RESOURCES EXPENDED £	MOVEMENT IN FUNDS £
Unrestricted funds			
General fund	3,691,128	(3,585,909)	105,219
TOTAL FUNDS	3,691,128	(3,585,909)	105,219

Comparative net movement in funds, included in the above are as follows:

	At 1.1.23 £	NET MOVEMENT IN FUNDS £	At 31.12.23 £
Unrestricted funds			
General fund	95,826	164,602	260,428
TOTAL FUNDS	95,826	164,602	260,428

Net movement in funds, included in the above are as follows:

	INCOMING RESOURCES £	RESOURCES EXPENDED £	MOVEMENT IN FUNDS £
Unrestricted funds			
General fund	3,272,006	(3,107,404)	164,602
TOTAL FUNDS	3,272,006	(3,107,404)	164,602



13. MOVEMENT IN FUNDS (CONTINUED)

A current year 12 month and prior year 12 month combined position is as follows:

	At 1.1.23 £	NET MOVEMENT IN FUNDS £	At 31.12.24 £
Unrestricted funds			
General fund	95,826	269,821	365,647
TOTAL FUNDS	95,826	269,821	365,647

A current year 12 month and prior year 12 month combined net movement in funds, included in the above are as follows:

	INCOMING RESOURCES £	RESOURCES EXPENDED £	MOVEMENT IN FUNDS £
Unrestricted funds			
General fund	6,963,134	(6,693,313)	269,821
TOTAL FUNDS	6,963,134	(6,693,313)	269,821

14. COMMITMENTS UNDER OPERATING LEASES

The total future minimum lease payments under non-cancellable operating leases are as follows

	31.12.24 £	31.12.23 £
Land and buildings - amounts falling due:		
within one year	196,000	0
between one and five years	18,000	0
after five years	0	0
	214,000	0

15. RELATED PARTY DISCLOSURES

During the period to 31 August 2024, and throughout 2023, the Trustees delegated the day-to-day operations to a third party, The Sustainability Hub Limited, of which the Company Secretary of the charity (S E Kenzie) was the majority shareholder.

During this period, The Sustainability Hub Limited was solely responsible for the cost of providing all Secretariat services to the charity, including the employment of staff delivering these services. The cost of providing these services to the charity in the period to 31 August 2024 was £1,197,020 (excluding VAT) (2023: £1,480,000 (excluding VAT)).

At 31 December 2024, £33,868 was due from The Sustainability Hub Limited (at 31 December 2023 £nil was due to/from The Sustainability Hub Limited). At the date of signing this report £nil was due to/from The Sustainability Hub Limited.

On 1 September 2024 all the Secretariat functions previously provided by The Sustainability Hub Limited, including the employment of staff, were transferred to the charity and the previous arrangement with The Sustainability Hub Limited ceased.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company name

Global Compact Network UK (operating as UN Global Compact Network UK)

Registered Company number

08567552 (England and Wales)

Registered Charity number

1202147 (England and Wales)

Governing document

The charity is controlled by its articles of association and operates as a company, limited by guarantee, as defined by the Companies Act 2006.

Registered office

7 Bell Yard
London
WC2A 2JR

Trustees

C Bronks
R Chapman (appointed 25.6.24)
Dr S J Gardner (appointed 25.6.24)
H A Khan
R H Moseley
D G Schofield (Chair)
M J Sparkes
P Srivastav (appointed 25.6.24)

Company Secretary

S E Kenzie

Auditors

Mercer and Hole LLP
Registered Auditor
Chartered Accountants
72 London Road
St Albans
Hertfordshire
AL1 1NS

ABOUT THE UNITED NATIONS GLOBAL COMPACT

As a special initiative of the United Nations Secretary-General, the UN Global Compact is a call to companies worldwide to align their operations and strategies with Ten Principles in the areas of human rights, labour, environment, and anti-corruption.

Its ambition is to accelerate and scale the global collective impact of business by upholding the Ten Principles and delivering the Sustainable Development Goals through ambitious, accountable companies, and environments that enable change. With more than 22,000 companies and 3,000 non-business signatories based in over 160 countries, and 62 Local Networks, the UN Global Compact is the world's largest corporate sustainability initiative — one Global Compact uniting business for a better world.

For more information, visit www.unglobalcompact.org

ABOUT THE UN GLOBAL COMPACT NETWORK UK

The UN Global Compact Network UK connects UK companies and other organisations in a global movement dedicated to driving sustainable growth. Through an extensive programme of activity, it promotes sustainability leadership to create a world we want to live and do business in, by inspiring ambition, enabling action, and collaborating to shape the business environment.

The Ten Principles of the UN Global Compact, rooted in UN treaties, provide a robust foundation for corporate sustainability and business action on the Sustainable Development Goals (SDGs).

For more information, follow us on [LinkedIn](#) (UN Global Compact Network UK) or visit unglobalcompact.org.uk

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Global Compact
Network UK

GLOBAL COMPACT NETWORK UK

England & Wales - Charity number 1202147

Accounts

UN GLOBAL COMPACT NETWORK UK

2023 ANNUAL REPORT & ACCOUNTS



Global Compact
Network UK

CONTENTS

INTRODUCTION	3
It has to be about impact	
A YEAR IN REVIEW	4
ABOUT US	5
GOVERNANCE AND CHARITABLE STATUS	6
2023 AT A GLANCE	9
2023 PROGRAMMING	10
Environment	11
Social sustainability	13
Governance and SDGs	15
Annual summit 2023	17
ACCELERATING MEMBERS' PROGRESS	18
INSPIRING UK BUSINESSES TO TAKE ACTION	19
OUR SUSTAINABILITY EFFORTS	20
LOOKING AHEAD TO 2024	21
REPORT OF THE TRUSTEES	22
INDEPENDENT AUDITOR'S REPORT	24
FINANCIAL STATEMENTS	27
Statement of financial activities	27
Balance sheet	28
Statement of cash flows	29
Notes to the financial statements	30-37
REFERENCE AND ADMINISTRATIVE DETAILS	38
ABOUT THE UN GLOBAL COMPACT AND THE UN GLOBAL COMPACT NETWORK UK	39

INTRODUCTION



It has to be about impact

Since taking on the role of Chair of the UN Global Compact Network UK in September 2023, I have seen how we continue to grow our community, wrestling together with the challenges and opportunities of sustainability, and what responsible and thriving business looks like in today's complex world. As we progress through 2024, we do so with an ongoing commitment to driving impact and maintaining our bold ambition, paired with our trademark focus on pragmatism and helping people with real-world implementation.

Our focus remains on our strategic plan to shape a world where we want to live and do business; inspiring business ambition, enabling action, and collaborating to shape the business environment.

In 2023, the Network achieved charity status in the UK, with formal charitable objectives encompassing the promotion of sustainable development, poverty alleviation, environmental

preservation, and the advancement of ethical standards and conduct within businesses and the private sector in the UK.

Looking ahead, our programming will continue to assist our members in responding to current and emerging sustainability issues such as climate, nature, human rights, living wage, reporting, and sustainable finance. Responding to insight from our membership, we will continue to broaden our offering to better serve the needs of our SME participants, as well as increase our presence across the UK with planned in-person events in Scotland, Northern Ireland, and Wales.

In my term as Chair of the Global Compact Network UK, I look forward to working with you to grow our community, promote the values we share, and drive real-world impacts that advance corporate sustainability and the UN Sustainable Development Goals.

Finally, I would like to thank my predecessor as Chair of the UN Global Compact Network UK, Dr Márcia Balisciano, and acknowledge her myriad contributions to the success of our organisation over many years of selfless service.



David Schofield
Chair, UN Global Compact Network UK

A YEAR IN REVIEW



2023 gave the UN Global Compact Network UK much to celebrate. Over the course of the year, we welcomed 230 new members, including 110 SMEs seeking to embed sustainability into their strategies and operations; we organised more than 130 events covering a wide range of topics, including human rights, living wage, nature, climate, and the Sustainable Development Goals. These numbers reflect increasing UK business engagement with all aspects of corporate sustainability.

And whilst significant political and economic disruptions affected UK businesses – sadly continuing the trend established in 2020 by the COVID pandemic – addressing environmental, social, and governance (ESG) risks became even more essential for fostering resilience and long-term sustainability for businesses. The UN Global Compact Network UK has been proud to support UK businesses with setting ambitious goals and transforming risks into opportunities for bold action.

A few highlights from 2023:

- Our [Sustainability Reporting](#) series (1,700 attendees) helped companies navigate the rapidly evolving world of corporate sustainability disclosures;
- Our [Transitioning to a Circular Economy](#) series (2,300 attendees) shared good practice for implementing circular economy principles across seven key sectors;

- Our [Climate Transition Plans](#) webinar series (1,790 attendees), held in partnership with the Transition Plan Taskforce, provided early guidance for companies on creating solid climate transition plans;
- Our first ever webinar series exclusively for SMEs, [Environmental Sustainability for SMEs](#) (345 attendees), offered them support in developing comprehensive environmental strategies and making progress towards reaching Net Zero;
- In partnership with Unilever and The Living Wage Foundation, we organised a national roundtable discussion to explore how UK businesses can advance the living wage agenda nationally and globally.
- The high point of the year was our Annual Summit, held at the iconic London Guildhall in October. Over two days, our hybrid event united more than 3,000 business and civil society representatives, fostering inclusive, solutions-based discussions on the most pressing ESG challenges facing companies today.

It was also a year of significant changes for the Network Secretariat. In March 2023, the UN Global Compact Network UK became a registered charity, recognising our contribution to the public good. We also welcomed David Schofield as the new Network Chair. Under his leadership, we look forward to expanding the impact and reach of our Network.

We have an exciting programme of work planned in 2024 in support of our mission to build a world we all want to live and do business in. We look forward to working with you.



Steve Kenzie
Executive Director
UN Global Compact Network UK

ABOUT US

UNITED NATIONS GLOBAL COMPACT

As a special initiative of the UN Secretary-General, the [United Nations Global Compact](#) is a call to companies to align their operations and strategies with Ten Principles in the areas of human rights, labour, environment, and anti-corruption.

24,625

Global participants

167

Countries

62

Country networks

UN GLOBAL COMPACT NETWORK UK

As one of 62 Country Networks, the UN Global Compact Network UK connects UK based organisations that are part of the UN Global Compact in a global movement dedicated to driving sustainable business. Through an extensive programme of activity, we promote sustainability leadership to create a world we want to live and do business in by inspiring ambition, enabling action, and collaborating to shape the business environment.

1,001

UK participants

856

Business participants

145

Non-business participants

5,407,606

UK employees

For more information, visit unglobalcompact.org.uk

“Signing up to the UN Global Compact should be action number one for businesses seeking to sort their impact on the world. The Ten Principles are just the start, the UN Global Compact is as much a community as a commitment. You will meet executives facing the exact same challenges, finding the same opportunities, and solving sustainability together.”

Solitaire Townsend, Co-Founder & Chief Solutionist, Futerra

GOVERNANCE AND CHARITABLE STATUS

The UN Global Compact Network UK is governed by a Board of Trustees who are elected by Network members to oversee the running of the organisation. Trustees also sit on the Network Advisory Group, along with a diverse panel of Network members, providing invaluable guidance to the Network Secretariat on strategy, programmatic activity, and growth ambitions.

We believe that an effective Board must be diverse. Our Board is currently gender balanced and represents companies of different sizes from a range of industry sectors. Going forward, our Board have committed to have more than one Trustee from an underrepresented ethnic group and that no gender represents more than 60% of Trustees. We will seek to add 2-4 new Trustees to the Board in 2024 and will continue to review these targets as the Network grows and evolves.

Our Board



David Schofield
Sustainability Director,
Aviva



Charlie Bronks
Head of ESG,
Crown Agents Bank



Hiba Khan
Civil Engineer & Sustainability
& Social Outcomes Lead for
International Development
Services, Mott MacDonald



Rachel Moseley
Director, Sustainability
London Stock Exchange
Group (LSEG)



Matthew Sparkes
Sustainability Director,
Linklaters



The UN Global Compact Network UK was registered as a charity with the Charity Commission for England and Wales on 2 March 2023 (charity registration number 1202147).

OUR CHARITABLE OBJECTS

The objects of the Charity are to promote sustainable development for the benefit of the public by:

- (a) the preservation, conservation and the protection of the environment and the prudent use of resources;
- (b) the relief of poverty and the improvement of the conditions of life in socially and economically disadvantaged communities; and
- (c) the promotion of sustainable means of achieving economic growth and regeneration, in particular, but not limited to, through the advancement of education in subjects relating to sustainable development.

We also promote ethical standards of conduct and compliance with the law in the administration and management of the public and private sectors with a focus on the protection of people and the environment.

We use the oft-cited definition of “sustainable development” from the report of the World Commission on Environment and Development, Our Common Future (1987), which defines it as

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

PUBLIC BENEFIT STATEMENT

The Trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the Charity Commission’s general guidance on public benefit, Charities and Public Benefit.

We engage the general public, government departments, and business and non-business organisations of all sizes through our programmes. We benefit those who attend our events and access our resources, and the public more widely, by improving business practices in line with the UN’s Sustainable Development Goals and the UN Global Compact’s Ten Principles. We also engage policy-makers to advocate for increased focus on sustainable development in policy and to seek to further educate decision-makers about its importance. Promoting responsible corporate citizenship is recognised as one of the most direct ways to have an impact on the environment, on poverty, and to achieve sustainable development.

The Trustees are satisfied that any private benefit to our members from their membership in the Global Compact Network UK is incidental to the greater and wider public benefit achieved from changing these organisations’ business practices.

STRUCTURE, GOVERNANCE AND MANAGEMENT

STRUCTURE

Global Compact Network UK is a registered charity (England and Wales number: 1202147) and a company limited by guarantee (England and Wales number: 08567552) operating as UN Global Compact Network UK.

The charity's governing document is in the form of Articles of Association dated 13 June 2013 and amended by Special Resolution dated 9 February 2022.

UN Global Compact Network UK is governed by its Board of Trustees, which meets formally at least four times each year and determines the overall strategic direction of the charity. The Board must operate – and ensure that the UN Global Compact Network UK operates – within the rules set out in our [Articles of Association](#), MOUs signed with the United Nations Global Compact Office and The Foundation for the Global Compact, the Global Compact Local Network Quality Standards, and the laws set out in the Insolvency Acts, the Companies Act 2006, and Charity Acts.

The Board is supported by a Network Advisory Group. The Advisory Group provides strategic guidance to the Board of Trustees and Network Secretariat on issues including, but not limited to, the Network's programmatic priorities and delivery, communications, and member recruitment. While the Advisory Group is an important component of the UN Global Compact Network UK's governance model, it does not have legal standing. Group members do not have a formal fiduciary duty to Network members or exposure to any personal liability with regard to the UN Global Compact Network UK.

Throughout the period covered by this report the day-to-day management of UN Global Compact Network UK has been delegated to another independent legal entity, The Sustainability Hub, which provides the Network Secretariat. The Board are currently in the process of transferring all day-to-day management from The Sustainability Hub to Global Compact Network UK and anticipates this transition will be completed in September 2024.

MEMBERS

As a company limited by guarantee, not having share capital, the members of the company Global Compact Network UK have agreed to act as guarantors of the company's liabilities. Each member undertakes to contribute up to £1 in the event of insolvency or of the winding up of the company, as specified in our Articles of Association. This is a common form for non-profit organisations (including charities) in the UK.

Participants of the UN Global Compact and UN Global Compact Network UK are not automatically members of the company. To join the company, an application must be submitted to the UN Global Compact Network UK Board for approval. While being a member of the Network gives access to all our programmes, only members of the company can vote at general meetings and sit on the Board and Advisory Group of the Global Compact Network UK. Only UK-based United Nations Global Compact participants are eligible to join the company; joining is optional, but all participants are encouraged to do so.

On 31 December 2023, there were 364 company members, representing 44% of Network participants. All company members are listed in our Register of Members.

TRUSTEES

Trustees of the UN Global Compact Network UK are committed to the principles and values of the United Nations Global Compact. The Board have overall legal responsibility for the UN Global Compact Network UK and therefore are the persons with general control and management of the administration of the Network. Trustees are also members of the UN Global Compact Network UK Advisory Group.

Trustees are nominated by the Board and their appointment confirmed by company members at the Annual General Meeting. Training is provided for all new Trustees and the current Board received formal third party training during the year to better understand their obligations and duties in applying charity law and guidance issued by the Charity Commission.

Trustees may serve for a period of three years, with the option of re-election or nomination for a further three-year term.

The Trustees during the year are included in the Reference and Administrative details on page 38.

2023 AT A GLANCE

The UN Global Compact Network UK Community in 2023...

930

participants, including 788 business participants and 142 non-business participants, with over 5,407,606 UK employees.

142

of our members had signed up to the Science-based Targets Initiative and have made commitments to reduce their GHG emissions in line with the Paris Agreement goals.

56

of our Members had signed up to the Women's Empowerment Principles and made commitments to advance gender equality and women's empowerment in the workplace, marketplace, and community.

Our programming in 2023

Over

6,800

employees attended our seven webinar series to build knowledge on topics including Reporting, Inclusion & Occupational Safety and Health, and Transitioning to a Circular Economy, and more.

127

companies participated in our five Accelerator programmes to embed SDG-aligned practices into their business operations and across the value chain.

119

companies joined our five Working Groups on Modern Slavery, Child Labour, SDGs, Climate Disclosures, and Diversity, Equity and Inclusion to discuss with experts and peers challenges and best practices.

2023 PROGRAMMING





Environment

The UN Global Compact Network UK's Environment Programme aims to support businesses in setting net zero targets and implementing transition plans in line with science across climate, nature, and water, as well as connecting environment and climate issues to social, economic, and governance issues.

In 2023, our Environment Programming continued to aid businesses in setting ambitious emissions reductions targets through our successful [Climate Ambition Accelerator](#). We also expanded the scope of our 2022 activities, including through our [Environment Q&A Surgeries](#).

We continued to build our influence and strategic partnerships by joining the Broadway Initiative's alliance of organisations collaborating to meet net zero. We renewed participation in the European Peer Learning Group on Climate, a forum facilitated by European Global Compact Local Networks to share knowledge on corporate climate management, and in the UK Business Group Alliance for Net Zero (BGA).

HIGHLIGHTS

TRANSITIONING TO A CIRCULAR ECONOMY

During the Spring, we held a six-part webinar series which dove into the specific challenges and opportunities related to implementing circular economy principles in key issue areas including the built environment, critical metals & minerals, electronics, packaging, food & agriculture, and fashion & textiles. The series attracted over 7,000 registrants and featured 23 expert speakers from leading companies.

ENVIRONMENTAL SUSTAINABILITY FOR SMEs

We launched a series of 11 interactive webinars to equip small- and medium-sized enterprises in the Network with the knowledge, tools, and resources to help them develop comprehensive environmental strategies. Supported by **mdsustain**, the series provided SMEs with a peer-learning forum through which they could engage with experts and learn from one another about how smaller businesses can identify, disclose, and address their various environmental impacts in a manner aligned with stakeholder expectations. The sessions included case studies of how leading SMEs are making progress on the environmental sustainability agenda.

"I can confidently say this training is vital for any SME in the UK that isn't 100% clear on how to measure, reduce, and report on their environmental impact."

Mark Roberts, CEO, Conscious Creatives



CREATING IMPACTFUL CLIMATE TRANSITION PLANS

In May we hosted a three-part interactive webinar series in collaboration with the Transition Plan Taskforce (TPT) to aid businesses with developing and publishing detailed net zero transition plans as soon as possible.

This series provided early guidance on the TPT's framework and a platform for companies to share their challenges, solutions, and good practices in developing transition plans. Participants heard from early adopters of the TPT's guidance discussing their approach to the transition, the importance of starting early, and actions they are taking to achieve their goals.

"I have noticed that I engage better with my peers at work, I am more confident and make impactful contributions in official meetings. In a nutshell, this works!"

Dialogue for Growth participant, Mills & Reeve

DIALOGUE FOR GROWTH

Recognising the growing need for organisations to embed sustainability and business transformation across their operations and broader value chains, the UN Global Compact Network UK and [Impact](#) have designed '[Dialogue for Growth](#)', an eight-week programme designed for senior sustainability professionals that are looking to improve how they educate, engage, and influence individuals and stakeholders to support action on sustainability within the business.

The first cohort ran from September to November, receiving extremely positive feedback, and the programme will continue to run through 2024.



Social sustainability

The UN Global Compact Network UK's [Social Sustainability Programme](#) supports businesses to understand, apply, and uphold human rights and social sustainability standards in their operations and across their value chains.

In 2023, our successful [Target Gender Equality Accelerator](#) offered Members the opportunity to deepen implementation of the [Women's Empowerment Principles](#). Our three working groups on [Child Labour, Diversity, Equity, and Inclusion \(DEI\)](#), and [Modern Slavery](#) provided space for members to explore relevant challenges and the strategies businesses are developing on these issues.



We published our [LGBTIQ+ Inclusion in the Workplace](#) report in 2023. The brief builds on our 2022 [Pride Plus: Building LGBTIQ+ Inclusive Business](#) webinar series and provides useful recommendations and guidelines to help companies accelerate LGBTIQ+ acceptance and inclusion in their workplaces.

HIGHLIGHTS

BUSINESS & HUMAN RIGHTS ACCELERATOR

In 2023, we launched our new Business & Human Rights Accelerator programme to activate businesses to move from commitment to action on human rights through identifying salient impacts, establishing an ongoing due diligence process, and developing an actionable plan. Over six months, participants gained a clear understanding of how to identify their human rights and labour rights responsibilities, the ability to prioritise actions and implement grievance mechanisms and remedies, and an invaluable network of peers, partners, and experts with which to join forces.

22 companies joined us to advance their human rights journey across their operations, supply chains, and beyond.

“Fighting for Gender Equality is an absolute must have mission that all companies need to honestly address. The Target Gender Equality Accelerator programme provides invaluable insights into gender equality and diversity, which has enabled dialogue and direction.”

Kusum Prabhakar, Partner, Chief Operating Officer, RedCompass Labs



INCLUSION AND OCCUPATIONAL SAFETY & HEALTH: NEW APPROACHES FOR BUSINESS

The UK Network presented a four-part webinar series on inclusive approaches to occupational safety and health (OSH) to support businesses to level up their OSH agendas and seize the opportunity by emphasising the importance of Diversity, Equity, and Inclusion (DEI). The series built upon existing approaches to OSH and delved into issues relating to mental health, gender, and disabilities and neurodiversity in the workplace. Participants developed a nuanced understanding of OSH through a DEI lens and the knowledge and practical tools to address gaps in existing OSH policies and programmes within business.

CONSORTIUM CONTRE L'ESCLAVAGE MODERNE



The 'Consortium Contre l'Esclavage Moderne' (CEEM) is a collaboration between international human rights experts and data scientists from [Trilateral Research](#) and the UN Global Compact Network UK, in strategic

partnership with the largest business association in the Democratic Republic of Congo (DRC) – the [Fédération des Entreprises du Congo](#) (FEC) – and the Labour Inspectorates of North and South Kivu.

The UK Network and these strategic partners are supporting the strengthening of social norms around non-use of modern slavery in Eastern DRC and implementing training and capacity building to operationalise global frameworks and legislation. The CCEM is developing methodologies for businesses to conduct human rights assessments and understand their supply chain risks against modern slavery issues in compliance with international standards and legislation.

LIVING WAGE PROGRAMMING

On 3 October 2023, the UK Network, together with living wage ambassadors Unilever and The Living Wage Foundation, organised a national roundtable discussion to explore how UK businesses can advance the living wage agenda nationally and globally. The discussion was multi-stakeholder and included representatives from companies, investment groups, worker organisations, and civil society groups actively working on living wage issues. The objective of the roundtable was to identify challenges and best practices with selected stakeholders, particularly focusing on the role of the private sector in delivering living wages within their own operations and supply chains.

With support from the other European Country Networks, the UK Network co-hosted the 2023 UN Global Compact European Peer Learning Meeting on Business and Human Rights in Copenhagen. The meetings were an opportunity for leading European companies in human rights to share knowledge, experiences, and challenges on specific areas of business and human rights. The focus of the meeting in November 2023 was on living wages across supply chains and UK Network members Unilever, Lloyds Banking Group, and Lego joined us.

We look forward to expanding our Living Wage Programming in 2024.



“The programme took a complex subject and broke it down into a manageable and understandable process. As a result of this learning, I feel more confident to implement an HR due diligence framework that is pragmatic, considered, and effective.”

BHR Accelerator participant

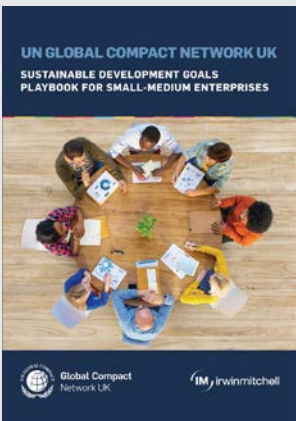


Governance and SDGs

The [UN Sustainable Development Goals](#) (SDGs) outline a collective vision of the future we want. Strengthening the institutional arrangements used to deliver on the SDGs is essential to achieve these ambitions. The SDGs and good governance principles are integrated into all our programming, and we encourage our members to use the SDGs as a comprehensive roadmap to responsible business.

The [Governance Programme](#) was introduced in 2023 as an independent workstream to support our members in driving more accountable, ethical, inclusive, and transparent business, and becoming industry leaders on transformational governance, anti-corruption, sustainability reporting, and sustainable finance.

SDG PLAYBOOK FOR SMEs



The UN Global Compact Network UK, in partnership with the law firm Irwin Mitchell, developed the [SDG Playbook for SMEs](#): a step-by-step guide to help smaller companies unlock the competitive advantages associated with embracing the SDGs.

In 2015, the UK Government joined every other country worldwide and committed to [Transforming our world: the 2030 Agenda for Sustainable Development](#) and through it the 17 SDGs. We have now passed the halfway point and if we are to achieve the Goals by 2030, we need to raise our ambitions.

The SDGs provide a unique chance for all sectors to rally around a common global agenda. The private sector was at the table in 2015 and remains a vital catalyst for global action. Companies – no matter how big or small – need to engage with the SDGs, not just for society and the planet, but because future success will only be the reward of those who place sustainability at the core of their business model.

By integrating the SDGs into their business strategy and operations, SMEs can lower costs and risk, strengthen customer loyalty, unlock new revenue streams, and improve relations with employees, suppliers, and other stakeholders. Research shows that sustainability strategies offer SMEs a competitive advantage; however, they consistently report difficulties taking action in this area. The SDG Playbook for SMEs provides the building blocks for small- and medium-sized enterprises to integrate the SDGs into core business functions.

Vicky Brackett, Group Chief Commercial Officer at Irwin Mitchell, launched the SDG Playbook for SMEs at our Annual Summit in October 2023. With over 1,200 downloads, the SME Playbook has become the UK Network's most downloaded resource.



Our [Sustainability Reporting Week](#), hosted in partnership with ERM, was the first activity of the new programme and dove into the European Green Deal finance package and the specifics of the new reporting regulations, and discussed how they will impact businesses. The series drew in more than 1,790 attendees.

The UN Global Compact Network UK's [Sustainable Development Goals Programme](#) supports businesses in comprehending and applying the goals and setting ambitious targets in line with priority SDGs. This year, the programme continued to support members through our [Global Goals Working Group](#) and two successful accelerators, [SDG Innovation Accelerator for Young Professionals](#) and [SDG Ambition](#).

HIGHLIGHTS

[SDG FLAG CAMPAIGN](#)

25 September marked the eighth anniversary since the world adopted the UN Sustainable Development Goals. For our second annual SDG Flag Day, organisations displayed their commitment to the Global Goals and the action that they're already taking to combat major global challenges, including climate change, gender inequality, and poverty by raising an SDG flag. This year, over 650 SDG flags were raised across the UK by businesses, charities, civil society organisations, and schools in our global movement working #TogetherForTheSDGs.

The Rt Hon Andrew Mitchell MP, Minister for Development, announced the UK Government's support for our 2023 SDG Flag Campaign at the APPG for the UN Global Goals' Annual Private Sector Conference, and the [Foreign, Commonwealth and Development Office was lit up](#) in the colours of the SDGs to mark the occasion.

[SDG PIONEERS](#)

Each year the UN Global Compact recognises a class of SDG Pioneers — business leaders working at any level of their company who are using business as a force for good to advance the 17 SDGs. In 2023, the UK Network identified two leaders who are advancing the Sustainable Development Goals through a principles-based approach.

Solitaire Townsend, Co-founder & Chief Solutionist at Futerra, was our 2023 SDG Pioneer representing an SME. At Futerra, Solitaire advises the world's most influential organisations to activate the Sustainable Development Goals. Solitaire was named a Sustainability Leader of 2023 by Ad Week, and Positive News calls her one of the leading voices changing the climate narrative.

Uzma Hamid-Dizier, Director of Responsible Business and Inclusion at Slaughter and May, was our 2023 SDG Pioneer representing a large company. Uzma leads the firm's Responsible Business Committee and the implementation of the responsible business strategy. She also spearheaded a collaboration with seven other founding firms to launch Legal CORE and co-chairs the leadership-led, cross-firm collective, which is aimed at tackling the underrepresentation of ethnic minority groups in the UK legal sector.

As the winner of the UK Round, Uzma competed in the Global Round and was named the SDG Pioneer for Large National and Multinational companies in the Western Europe and North America region at the UN Global Compact Leaders' Summit in September.

“Taking part in the SDG Ambition Accelerator provided us with a concrete toolkit and detailed understanding of how to set and embed ambitious sustainability goals in a business – including best practices across sectors. This has informed our own journey and also links back to our services on how boards and senior management should provide direction, oversight, and control over sustainability issues.”

Angelina Magal, Manager, Nestor Advisors



Annual Summit 2023

The UN Global Compact Network UK Annual Summit 2023, held at the iconic Guildhall in the City of London, and online, brought together leaders from business, government, and civil society for solutions-based discussions on the most pressing ESG challenges. Over the two days of the Summit, more than 3,000 attendees heard fascinating insights on how advancing sustainable business practices can shape a more inclusive, equitable future, and how businesses – both large and small – can benefit by fully integrating sustainability into their operations.

HIGHLIGHTS

[Driving a Just and Green Transition](#) saw a panel of industry experts focus on the challenges and opportunities of achieving a sustainable, resilient, and inclusive zero-carbon economy. They talked of the need to remove tribal rifts and depoliticise the transition, emphasising the importance of integrating carbon, environment, and people, and tackling all three together.

In [Addressing the Barriers to Diversifying Senior Leadership Roles](#), attendees heard first-hand experiences of leading diverse teams and the benefits of having a range of perspectives in

decision-making positions. The panellists spoke about effective strategies, such as setting targets and accountability measures, and integrating diversity into broader business plans, and the need to build environments that provide people from disadvantaged backgrounds the chance of an equal shot at success.

[Advancing Culture Change for Transformational Governance](#) discussed the importance of foresight and horizon scanning in transformational governance and the need to harness both innovation and long-term thinking. Anticipatory governance, which involves looking at signals of change and multiple plausible futures, was presented as a way to navigate the complex challenges of the future.

[Raising Ambitions for Sustainable Development](#) discussed the transformation process businesses need to go through to effectively integrate the SDGs into their strategy. This will involve normalising the conversation around sustainability and embedding it into company culture, decision-making processes, and governance. It also requires a strong business case, building a coalition of stakeholders, choosing which SDGs align with their business, measuring progress, and embedding sustainability into reward and recognition programmes.



ACCELERATING MEMBERS' PROGRESS



The UN Global Compact Network UK empowers its members to accelerate action towards the Ten Principles and the SDGs. In addition to our programming, we provide tailored support and guidance to advance our members' sustainability goals as well as networking opportunities independent of our core thematic programme streams.

HIGHLIGHTS

COMMUNICATION ON PROGRESS SUPPORT

One of the key requirements of being a UN Global Compact business participant is to submit an annual [Communication on Progress \(CoP\)](#). This annual report serves multiple purposes including promoting learning, driving improved sustainability performance, and fostering accountability.

In 2023, the UN Global Compact launched a new enhanced CoP format to streamline reporting on the Ten Principles and

the SDGs and to align with the evolving reporting landscape. In addition to communicating updates about the new changes, the UK Network hosted biweekly drop-in sessions to answer member queries and better support them during this transition. These sessions will continue in 2024.

2023 KICK-OFF EVENT

Navigating the wide range of engagement opportunities offered by the Network can be challenging. To support members in identifying relevant programmes and maximising their membership value, the Network hosted its very first kick-off event at the beginning of the year. The event featured a presentation of upcoming programming across Environment, Social, and Governance themes and provided an opportunity for members to ask questions and meet the UK Network team. This event will be repeated annually.

UN GLOBAL COMPACT NETWORK UK MEMBERS' AND SME BREAKFASTS

We continued to host our monthly Members' Breakfasts – informal, interactive morning sessions offering members a forum to share ideas, challenges, and experiences with peers. Our SME Members' Breakfasts offered a space for smaller companies to discuss the particular challenges they face when tackling sustainability issues.

We hosted 18 breakfasts in total, bringing together over 120 individuals.

“The UNGC offers a safe space for having the challenging, yet courageous conversations needed to make a real difference. It's given us access to a network of sustainability professionals and industry experts from different backgrounds to learn from through the SDG Ambition Accelerator Programme. This year, thanks to their Climate Accelerator Programme, we've gained the knowledge we needed to accelerate our journey towards net-zero. We know they'll be there to support us every step of the way.”

Kathryn McConnell, Head of Brand Marketing & Community, Monica Vinader Limited

INSPIRING UK BUSINESSES TO TAKE ACTION



In line with its vision for all UK businesses to take ambitious actions to create the world we want to live and do business in, in 2023 the UN Global Compact Network UK increased its efforts to reach more businesses and stakeholders in the UK.

We hosted 21 open events to engage with the wider UK business community on how to identify business solutions to tackle challenges on climate, nature, circular economy, reporting, governance, and social impacts.

In September we launched our [external newsletter](#) to update external stakeholders on upcoming events and activities and share the latest sustainability developments, initiatives, resources, and tools. Our external newsletter is also an opportunity for the UK Network to spotlight our members' achievements.



OUR SUSTAINABILITY EFFORTS



Our commitment to sustainability is aligned with the dedication and standards we expect from our members. By integrating social and environmental sustainability into our organisation, we embody and action our values, demonstrating our own commitment to creating a more sustainable world.

DIVERSITY, EQUITY, AND INCLUSION

We are committed to promoting and respecting diversity, equity, and inclusion in our workforce and our external stakeholder community. We believe that having a diverse workforce and fostering an inclusive culture where everyone feels valued and able to fully express themselves is a key element of a successful business. The UK Network has a Diversity, Equity, and Inclusion Policy that outlines our commitments.

INCLUSIVE COMMUNICATIONS AND MARKETING

We prioritise inclusive and accessible digital marketing and communication materials. For example, our website uses EqualWeb, an accessibility widget that allows users to adapt web content to their individual accessibility needs.

SPEAKER DIVERSITY

The UK Network organises over 100 events every year, each providing a platform for our speakers to inspire and share their knowledge with hundreds of people. To ensure that we provide equal opportunities for speaking roles and share a wide range of perspectives at our events, we send an annual anonymous Speaker Diversity Monitoring Survey to our presenters. We track a range of diversity indicators including ethnicity, gender, sexuality, disability, and socio-economic background.

DIVERSITY AND INCLUSION GROUP

The UK Network is a member of the Diversity and Inclusion Group on the UN Global Compact Country Network Hub. This allows us

to communicate our practices with other Local Networks around the world, as well as share national and company examples, spark conversation, and share outcomes with others.

LIVING WAGE EMPLOYER

The UN Global Compact Network UK has been [Living Wage accredited employer](#) since 2019. All Secretariat staff are paid at least the London Living Wage. We recognise that paid internships are key to enabling decent work, equal opportunity for employment, and growth within the organisation for young people, particularly for candidates of varying socio-economic backgrounds.

RECRUITMENT VIA APPLIED

Since 2019, we have used [Applied's blind hiring platform](#) to eliminate bias from our staff recruitment process. Using anonymised applications and predictive, skill-based assessments, we identify talent that might have been overlooked by reviewing CVs alone. Each job posting includes diversity disclaimers and, where possible, we use gender and ethnically diverse interview panels.

NET ZERO TARGET

In line with the UK Government's ambitions laid out in the Net Zero Strategy, the UN Global Compact Network UK has made a commitment through the SME Climate Hub to:

- Halve our carbon emissions before 2030;
- Cut emissions to zero before 2050; and
- Share our progress on a yearly basis.

We published our first Net Zero Progress Report this year to understand the source and magnitude of our carbon emissions. We will be forming a cross-functional net-zero team to conduct quarterly monitoring and risk assessments and to oversee the completion of our annual [Net Zero Progress Report](#) moving forwards.

LOOKING AHEAD TO 2024



We entered 2024 with a renewed focus on our strategic goals. We are committed to evolving our current initiatives to provide continuing support and inspiration to our members on key sustainability issues. We have also increased our efforts to shape the business environment through a new advocacy strategy.

Our new programming will respond to emerging sustainability trends and the evolving demands of the global business landscape. In the spring, we launched the [Collecting Scope 3 Data Webinar Series](#), which supported businesses to efficiently collect Scope 3 emissions data from across their value chain. Under our Environment Programme, three new groups — the Circular Economy Working Group, the Climate-Peer Learning Group, and the Nature Working Group — have been introduced to support members in these challenging areas. Additionally, we are delivering innovative programming focusing on Climate and Human Rights, Male Allyship, and SDG Storytelling.

We encourage our SME participants to download our [SDG Playbook for SMEs](#), a step-by-step guide to help smaller companies unlock the competitive advantages associated with embracing the SDGs. Recognising the unique challenges faced by smaller companies, we continue to provide tailored support for SMEs in 2024. Our upcoming Sustainable Suppliers project will deliver training and education to SMEs in the supply chains of larger enterprises.

We look forward to continuing to work with our community to create a world we want to live and do business in.

REPORT OF THE TRUSTEES



FINANCIAL REVIEW

RESULTS FOR THE YEAR

Income for the year totalled £3,272,006 (2022: £2,210,335) of which income from membership fees was £2,697,347 (2022: £1,758,962).

After total expenditure of £3,107,404 (2022: £2,144,060) the years activities showed a surplus for the year of £164,602 (2022: £66,275) which, when accumulated with the funds brought forward from previous years, leaves the charity with total funds at the year-end of £260,428 (2022: £95,826).

All funds held at the year end are unrestricted (2022: all funds held were unrestricted).

RESERVES POLICY

In establishing a Reserves Policy, the Trustees considered income risk, expenditure risk, general operating environment, and cost of closure. After a formal assessment of these

considerations, the Trustees determined that UN Global Compact Network UK requires reserves equal to at least 3 months of operating expenses.

As of 31 December 2023, UN Global Compact Network UK held unrestricted reserves of £260,428 representing approximately 1.7 months of the budget for 2024 (an increase from less than 1 month's coverage at 31 December 2022).

With activity and membership numbers continuing to increase in 2024 the Trustees remain confident that the reserves of the charity will be sufficient to meet at least 3 months of operating expenses by the end of September 2024 to allow the transfer of all operations from The Sustainability Hub to UN Global Compact Network UK.

RISK REVIEW

UN Global Compact Network UK has a Governance & Risk Committee of the Board with robust processes for identifying, analysing, and mitigating material risks. The Trustees confirm that controls are in place to mitigate the current major risks identified which are:

RISK CATEGORY:	RISK:	MITIGATION:
Operational	Loss of key staff, resulting in additional workload pressures, and loss of institutional memory	Consultant engaged to undertake culture review. System for regular performance appraisals implemented to monitor job satisfaction. Job descriptions being updated to clarify roles. Remuneration benchmarked and updated. Increased focus on career progression and professional development.
Financial	Inadequate reserves; Errors in budget forecasts.	Forecasts scrutinised by Board. Regular reviews of key financial indicators to ensure early warning of developing problems.
Compliance	Inadvertent failure to comply with regulations.	Identifying key requirements for an organisation of our size and type and assigning responsibility for compliance.



COMPLAINTS

The charity received no complaints during the year (2022: none).

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of the legal entity Global Compact Network UK for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

During the year Mercer & Hole LLP were re-appointed as auditors of the charitable company and will be proposed for re-appointment at the next Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the Board of Trustees, as the company directors, on 4 June 2024 and signed on the Board's behalf by:

D G Schofield – Chair of Trustees

INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Report to the Trustees and Members of Global Compact Network UK Limited

OPINION

We have audited the financial statements of Global Compact Network UK Limited for the year ended 31 December 2023 which comprise the statement of financial activities, incorporating the income and expenditure account, the balance sheet, the cash flow statement and the related notes numbered 1 to 12. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2023, and of the charitable company's incoming resources and application of resources, including the charitable company's income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees, with respect to going concern, are described in the relevant sections of this report.

OTHER INFORMATION

The Trustees are responsible for the other information. The other information comprises the information included in the Report of the Trustees' including the Directors' and Strategic Report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report to the Trustees and Members of Global Compact Network UK Limited (continued)

OPINIONS ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report, including the Directors' and Strategic Report for the financial period for which the financial statements are prepared, is consistent with the financial statements; and
- the Report of the Trustees', including the Directors' and Strategic Report, has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees' Report including the Directors' and Strategic Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 require us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept by the charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the Directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

We have been appointed as auditor under the Companies Act 2006 and report in accordance with regulations made under that act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report to the Trustees and Members of Global Compact Network UK Limited (continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

- we gained an understanding of the legal and regulatory framework applicable to the charitable company and the industry in which it operates, and considered the risk of acts by the charitable company that were contrary to applicable laws and regulations, including fraud. These included, but were not limited to, the Companies Act 2006.
- we evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements and the financial report (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate entries including journals to overstate income or understate expenditure and management bias in accounting estimates.

Audit procedures performed by the engagement team included:

- discussions with management, including considerations of known or suspected instances of non-compliance with laws and regulations and fraud;
- gaining an understanding of management's controls designed to prevent and detect irregularities; and
- identifying and testing journal entries.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the

less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at [frc.org.uk/auditorsresponsibilities](https://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members and Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Jolene Upshall - Senior Statutory Auditor
4 June 2024

Mercer & Hole LLP
Statutory Auditor
Trinity Court
Church Street
Rickmansworth
WD3 1RT

FINANCIAL STATEMENTS



Global Compact
Network UK

Statement of financial activities incorporating income and expenditure account for the year ended 31 December 2023

	NOTES	31.12.23 UNRESTRICTED TOTAL FUNDS £	31.12.22 TOTAL FUNDS £
INCOME AND ENDOWMENTS FROM			
Charitable activities	2		
Membership fees		2,697,347	1,758,962
Sponsorship		246,642	290,000
Projects		183,256	97,039
Programmes and Working Groups		115,240	55,625
Other trading activities	3	25,420	8,467
Investment income	4	4,101	242
TOTAL		3,272,006	2,210,335
EXPENDITURE ON			
Raising funds	5	6,754	4,525
Charitable activities	6		
Membership fees		2,554,570	1,696,405
Sponsorship		249,887	293,238
Projects		183,216	95,281
Programmes and Working Groups		112,977	54,611
TOTAL		3,107,404	2,144,060
NET INCOME		164,602	66,275
RECONCILIATION OF FUNDS			
Total funds brought forward		95,826	29,551
TOTAL FUNDS CARRIED FORWARD		260,428	95,826

The statement of financial activities includes all gains and losses recognised in the period. All income and expenditure derives from continuing operations.

The notes on pages 30 to 37 form part of these financial statements.



	NOTES	31.12.23 £	31.12.22 £
CURRENT ASSETS			
Debtors	9	1,157,007	1,290,093
Cash in hand		713,475	760,025
		<hr/>	<hr/>
		1,870,482	2,050,118
CREDITORS			
Amounts falling due within one year	10	(1,610,054)	(1,954,292)
		<hr/>	<hr/>
NET CURRENT ASSETS		260,428	95,826
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		260,428	95,826
		<hr/>	<hr/>
NET ASSETS/(LIABILITIES)		260,428	95,826
		<hr/>	<hr/>
FUNDS			
	11		
Unrestricted funds		260,428	95,826
		<hr/>	<hr/>
TOTAL FUNDS		260,428	95,826
		<hr/>	<hr/>

The financial statements on pages 27 to 37 were approved and authorised for issue by the Board of Trustees on 4 June 2024.

.....
D G Schofield - Chair of Trustees

The notes on pages 30 to 37 form part of these financial statements.

UN Global Compact Network UK is the operating name of Global Compact Network UK, a charity registered in England and Wales (1202147) and a company limited by guarantee in England and Wales (company number 08567552).



	NOTES	31.12.23 £	31.12.22 £
Cash flows from operating activities			
Net cash provided by operating activities	a	(50,651)	(125,732)
Cash flows from investing activities			
Investment income		4,101	242
Net cash provided by investing activities		4,101	242
Change in cash and cash equivalents in the year		(46,550)	(125,490)
Cash and cash equivalents at the beginning of the year		760,025	885,515
Cash and cash equivalents at the end of the year		713,475	760,025

a. Reconciliation of net income to net cash flow from operating activities

		31.12.23 £	31.12.22 £
Net Income for the year (as per the statement of financial activities)		164,602	66,275
Interest from investments		(4,101)	(242)
Decrease/(Increase)in Debtors		133,086	(976,170)
(Decrease)/Increase in Creditors		(344,238)	784,405
Net Cash provided by operations	b	(50,651)	(125,732)

b. Analysis of cash and cash equivalents

		31.12.23 £		31.12.22 £
Cash at bank and in hand		713,475		760,025
		01.01.23 £	Movement £	31.12.23 £
Cash at bank and in hand		760,025	(46,550)	713,475

The charitable company does not have any financial debts such as overdrafts or bank loans.

The notes on pages 30 to 37 form part of these financial statements.



1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). UN Global Compact Network UK meets the definition of a public benefit entity under FRS102 and has therefore prepared the financial statements in accordance with the Statement of Recommended Practice (second edition - October 2019) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (The FRS 102 Charities SORP) and the Charities Act 2011. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

GOING CONCERN

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable company to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. The Trustees have reviewed the charity's forecasts and concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Membership fees are recognised in the period for which the membership relates.

Sponsorship income is only received from organisations that are registered participants of the UN Global Compact Network UK.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Fees due to the UN Global Compact Head Office in New York on subscriptions are recognised in the period for which the subscription relates.

JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In applying the charitable company's accounting policies, the Trustees are required to make judgements, estimates and assumptions in determining reliable evidence available at the time when the decisions are made, and are based on historical experience and other factors that are considered to be applicable. Due to inherent subjectivity involved in making such judgements, estimates and assumptions, the actual results and outcomes may differ.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

TAXATION

The charity was granted charitable status on 2 March 2023 and is exempt from corporation tax on its charitable activities from this date. The organisation is liable to corporation tax on the profits arising up to and including 1 March 2023.

FINANCIAL INSTRUMENTS

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.



1. ACCOUNTING POLICIES (CONTINUED)

DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

CASH AT BANK AND IN HAND

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

FUND ACCOUNTING

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Throughout the year the charity did not hold any Restricted funds.



2. INCOME FROM CHARITABLE ACTIVITIES

	31.12.23 £	31.12.22 £
Membership Fees	2,697,347	1,758,962
Sponsorship	246,642	290,000
Projects	183,256	97,039
Programmes and Working Groups	115,240	55,625
	3,242,485	2,201,626

3. OTHER TRADING ACTIVITIES

	31.12.23 £	31.12.22 £
Sales of flags and pins	25,420	8,467
	25,420	8,467

4. INVESTMENT INCOME

	31.12.23 £	31.12.22 £
Deposit account interest	4,101	242
	4,101	242

5. RAISING FUNDS

	31.12.23 £	31.12.22 £
Other trading activities		
Purchases	6,754	4,525
	6,754	4,525



6. CHARITABLE ACTIVITIES COSTS

	NOTES	FEES PAYABLE TO HEAD OFFICE £	UK NETWORK SECRETARIAT FEES £	DIRECT COSTS	SUPPORT COSTS (NOTE 7)	TOTAL
2023						
Membership Fees		1,080,586	1,258,170	123,868	91,946	2,554,570
Sponsorship		246,642	0	0	3,245	249,887
Projects		0	81,411	95,315	6,490	183,216
Programmes and Working Groups		0	81,411	25,076	6,490	112,977
		1,327,228	1,420,992	244,259	108,171	3,100,650
UK Network Secretariat - estimate of time on indirect activities (support) (4%)			59,208			
Total UK Network Secretariat Fees	12		1,480,200			
2022						
Membership Fees		685,130	872,850	46,694	91,731	1,696,405
Sponsorship		290,000	0	0	3,238	293,238
Projects		0	40,480	48,326	6,475	95,281
Programmes and Working Groups		0	37,950	10,186	6,475	54,611
		975,130	951,280	105,206	107,919	2,139,535
UK Network Secretariat - estimate of time on indirect activities (support) (6%)			60,720			
Total UK Network Secretariat Fees	12		1,012,000			



7. SUPPORT COSTS

Support costs are allocated to the core activities of the charity based on an estimate of time spent supporting each workstream.

	NOTES	31.12.23 £	31.12.22 £
Advertising & Marketing		2,490	1,274
Audit		9,825	6,000
Accountancy		15,188	5,354
Bank Fees		3,725	820
Insurance		2,941	2,300
Legal		1,097	11,361
IT costs		5,601	4,544
Corporation tax on profits to date of Charitable Status (2023: to 2 March; 2022: full year)		8,096	15,546
		48,963	47,199
UK Network Secretariat - estimate of time on indirect activities (support) - 2023 4%; (2022 6%)		59,208	60,720
	6	108,171	107,919
Membership Fees - 2023: 85% (2022: 85%)		91,946	91,731
Sponsorship - 2023: 3% (2022: 3%)		3,245	3,238
Projects - 2023: 6% (2022: 6%)		6,490	6,475
Programmes - 2023: 6% (2022: 6%)		6,490	6,475
	6	108,171	107,919

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

There were no Trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.



9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.23 £	31.12.22 £
Trade debtors	738,467	787,695
Amounts recoverable on contract	4,567	80,955
Other debtors	413,973	297,155
Prepayments and accrued income	-	124,288
	<u>1,157,007</u>	<u>1,290,093</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.23 £	31.12.22 £
Payments on account	911,882	619,745
Trade creditors	626,601	691,170
Corporation Tax	8,096	15,546
VAT	41,071	52,706
Other creditors	7,303	-
Accruals and deferred income	15,101	575,125
	<u>1,610,054</u>	<u>1,954,292</u>



11. MOVEMENT IN FUNDS

	AT 1.1.23 £	NET MOVEMENT IN FUNDS £	AT 31.12.23 £
Unrestricted funds			
General fund	95,826	164,602	260,428
TOTAL FUNDS	95,826	164,602	260,428

Net movement in funds, included in the above are as follows:

	INCOMING RESOURCES £	RESOURCES EXPENDED £	MOVEMENT IN FUNDS £
Unrestricted funds			
General fund	3,272,006	(3,107,404)	164,602
TOTAL FUNDS	3,272,006	(3,107,404)	164,602

Comparative net movement in funds, included in the above are as follows:

	AT 1.1.22 £	NET MOVEMENT IN FUNDS £	AT 31.12.22 £
Unrestricted funds			
General fund	29,551	66,275	95,826
TOTAL FUNDS	29,551	66,275	95,826

Net movement in funds, included in the above are as follows:

	INCOMING RESOURCES £	RESOURCES EXPENDED £	MOVEMENT IN FUNDS £
Unrestricted funds			
General fund	2,210,335	(2,144,060)	66,275
TOTAL FUNDS	2,210,335	(2,144,060)	66,275



11. MOVEMENT IN FUNDS (CONTINUED)

A current year 12 months and prior year 12 months combined position is as follows:

	AT 1.1.22 £	NET MOVEMENT IN FUNDS £	AT 31.12.23 £
Unrestricted funds			
General fund	29,551	230,877	260,428
TOTAL FUNDS	29,551	230,877	260,428

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	INCOMING RESOURCES £	RESOURCES EXPENDED £	MOVEMENT IN FUNDS £
Unrestricted funds			
General fund	5,482,341	(5,251,464)	230,877
TOTAL FUNDS	5,482,341	(5,251,464)	230,877

12. RELATED PARTY DISCLOSURES

Throughout both 2023 and 2022 the Trustees delegated the day-to-day operations of the charity to a third party, The Sustainability Hub Limited of which the Company Secretary of the charity (S E Kenzie) is the majority shareholder.

The Sustainability Hub Limited is solely responsible for the cost of providing all Secretariat services to the charity including the employment of staff delivering these services. The cost of providing these services to the charity in the year to 31 December 2023, excluding VAT, was £1,480,000 (2022: £1,012,000). At 31 December 2023 £nil was due to The Sustainability Hub (at 31 December 2022 £123,350 plus VAT was due to The Sustainability Hub).

It is planned that all Secretariat functions provided by The Sustainability Hub, including the employment of staff, will be assumed by the charity and the current arrangement with The Sustainability Hub will cease. The Trustees expect this transfer to be concluded by 30 September 2024.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company name

Global Compact Network UK (operating as UN Global Compact Network UK)

Registered Company number

08567552 (England and Wales)

Registered Charity number

1202147 (England and Wales) – charitable status granted on 2 March 2023

Governing document

The charity is controlled by its articles of association and operates as a company, limited by guarantee, as defined by the Companies Act 2006.

Registered office

153-157 Goswell Road

London

EC1V 7HD

Trustees

M Balisciano (Chair to 29.6.23; resigned 29.6.23)

C Bronks

H A Khan

R H Moseley (appointed 29.6.23)

D G Schofield (Chair from 29.6.23)

M J Sparkes

D Stronati (resigned 08.09.23)

A E Turrell (resigned 29.6.23)

Company Secretary

S E Kenzie

Auditors

Mercer and Hole LLP

Registered Auditor

Chartered Accountants

72 London Road

St Albans

Hertfordshire

AL1 1NS

ABOUT THE UNITED NATIONS GLOBAL COMPACT

As a special initiative of the United Nations Secretary-General, the UN Global Compact is a call to companies worldwide to align their operations and strategies with Ten Principles in the areas of human rights, labour, environment, and anti-corruption.

Its ambition is to accelerate and scale the global collective impact of business by upholding the Ten Principles and delivering the Sustainable Development Goals through ambitious, accountable companies, and environments that enable change. With more than 22,000 companies and 3,000 non-business signatories based in over 160 countries, and 62 Local Networks, the UN Global Compact is the world's largest corporate sustainability initiative — one Global Compact uniting business for a better world.

For more information, visit www.unglobalcompact.org

ABOUT THE UN GLOBAL COMPACT NETWORK UK

The UN Global Compact Network UK connects UK companies and other organisations in a global movement dedicated to driving sustainable growth. Through an extensive programme of activity, it promotes sustainability leadership to create a world we want to live and do business in, by inspiring ambition, enabling action, and collaborating to shape the business environment.

The Ten Principles of the UN Global Compact, rooted in UN treaties, provide a robust foundation for corporate sustainability and business action on the Sustainable Development Goals (SDGs).

For more information, follow us on [LinkedIn](#) (UN Global Compact Network UK) or visit unglobalcompact.org.uk

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