



# Aerospace & Defense

## Driving forces

Corruption, bribery and anti-competitive business practices remain primary areas of concern in the aerospace and defense industry. Harsh penalties and criminal litigation against company executives continue to highlight gaps in governance systems, despite firms' efforts to improve their compliance systems. The sensitive nature of this industry and its importance to governments serve to increase scrutiny of companies operating in this space. Managing an effective workforce that balances employee numbers with the right mix of skills, joint R&D efforts and other industry collaborations will be key drivers of efficiency and innovation. In the civil aviation space, demand for next-generation, fuel-efficient aircraft driven by an increase in global air travel has boosted aircraft sales. Operational eco-efficiency will be an important focus of R&D due to increasing customer demand for cleaner, quieter aircraft.

## Highlighted criteria & Dimension weight

- Economic Dimension ..... 40%
  - Codes of Business Conduct
  - Supply Chain Management
  - Compliance with Applicable Export Control Regimes
  
- Environmental Dimension ..... 27%
  - Operational Eco-Efficiency
  - Climate Strategy
  - Product Stewardship
  - Environmental Policy & Management Systems
  
- Social Dimension ..... 33%
  - Occupational Health and Safety
  - Human Capital Development

## Sustainability leaders 2019

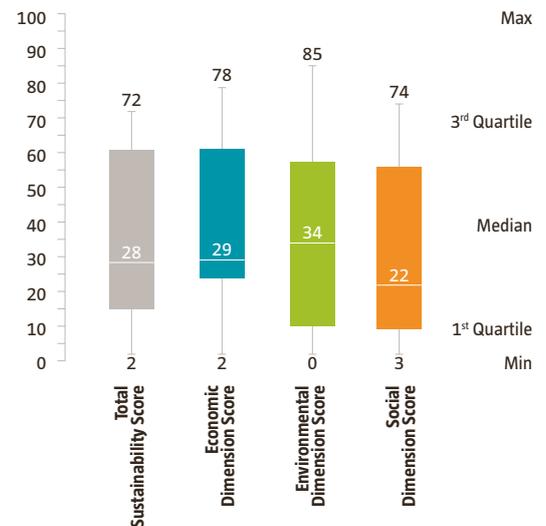
<b>SAM Gold Class</b> ●	
Thales SA	France
<b>SAM Silver Class</b> ●	
Lockheed Martin Corp	United States
Leonardo SpA *	Italy
Rolls-Royce Holdings PLC	United Kingdom
<b>SAM Bronze Class</b> ●	
Embraer SA	Brazil
BAE Systems PLC	United Kingdom

\* SAM Industry Mover

## Industry statistics

Number of companies in universe	42
Number of companies assessed in 2018	28
Assessed companies to total companies in universe	67%
Market of assessed companies to total market	93%

## Results at industry level



The box-and-whisker plot describes the distribution of scores in the industry, based on all assessed companies. More information is available in the Reading Instructions in the introduction.