Moody’s has solicited Vigeo Eiris to conduct an independent ESG and sustainability rating.

As of March 2020, Moody’s Corp1 (“Moody’s”) obtains an A2+ rating, based on an overall score of 53/100. Moody’s ranks within the top 10% of all companies rated by Vigeo Eiris worldwide (4,859 in total2) and 1st out of 58 within the Business Support Services North American sector.

Moody’s displays overall strong willingness and capacity to integrate ESG factors into its strategy, operations and risk management, with robust to advanced performance on issues related to legal security, operational efficiency and reputation while limited although above sector-average results are seen on drivers that could impact human capital cohesion.

**ESG Reporting Rate** 87%

**Sector average** 61%

---

**ESG AND RISKS MANAGEMENT PERFORMANCE (.:/100)**

<table>
<thead>
<tr>
<th>Category</th>
<th>Sector average</th>
<th>Company performance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Environment</td>
<td>26</td>
<td>44</td>
</tr>
<tr>
<td>Social</td>
<td>25</td>
<td>46</td>
</tr>
<tr>
<td>Governance</td>
<td>43</td>
<td>66</td>
</tr>
<tr>
<td>Reputation</td>
<td>42</td>
<td>66</td>
</tr>
<tr>
<td>Operational efficiency</td>
<td>36</td>
<td>57</td>
</tr>
<tr>
<td>Human Capital</td>
<td>24</td>
<td>41</td>
</tr>
<tr>
<td>Legal Security</td>
<td>31</td>
<td>63</td>
</tr>
</tbody>
</table>

---

**KEY TAKEAWAYS**

**Impacts**: Moody’s does not report on quantified objectives to reduce its climate footprint. KPIs demonstrating the company’s social impacts reveal mixed trends in terms of diversity and training, while health and safety metrics are not monitored at group level. Moody’s seems to have initiated a transition towards integrating sustainability, compliance and cyber risks within its service offer.

**Risks**: Moody’s risk management system appears solid, covering most of its material sustainability risks. The company displays robust to advanced capacity to safeguard and enhance its legal security, reputation, and operational efficiency. Mitigation of material factors that could impact human capital cohesion receives a limited (although above-average) level of assurance.

**Management**: Moody’s appears to integrate sustainability factors into its strategy and operations, although its approach does not appear to be supported by quantified objectives. Robust means and processes address the most material challenges. Moody’s faces isolated controversies (four) and communicates on some corrective actions imposed to the Group in the frame of settlements.

---

1 Moody’s Investor Services, a subsidiary of Moody’s Corp., is a shareholder of Vigeo Eiris

2 As of 28/02/2020

vigeeiris.com
This issuer-solicited sustainability rating was produced using research about Moody's from Vigeo Eiris’ database as well as interviews with 11 Company’s managers and directors and one employee representative, conducted from 04/02/2020 to 11/02/2020.

Vigeo Eiris’ assessment report was delivered on 25/03/2020, covering 6 domains, 17 sustainability drivers and 29 impact indicators. It is structured around 3 key pillars:

1. The social and environmental impacts of Moody’s products and services, its strategy for the future, and its ability to invest in and create sustainable value;
2. Moody’s capacity to identify and mitigate its ESG risks and to preserve and increase the value of its strategic assets (including reputation, human capital, operational & organisational efficiency and legal security);
3. The strategic and operational integration of social responsibility topics in Moody’s governance, operations and reporting, including the balance and dynamics of stakeholder relationships.

Vigeo Eiris’ analysis aims to inform investors, asset managers and other relevant stakeholders of the nature, weighting and level of integration of ESG factors by the Company, as well as its ability to identify and mitigate related risks.

Moody’s is an integrated risk-assessment firm with two main activities: Moody’s Investors Service (MIS) publishes credit ratings and provides assessment services on debt obligations and entities that issue such obligations (corporate and governmental obligations, structured finance securities, etc.) while Moody’s Analytics (MA) provides specialized research, data, software and professional services to support financial analysis and risk management activities of institutional customers. Since 2017, Moody’s has acquired several research and data providers, including Bureau van Dijk (specialized in company information), Vigeo Eiris (sustainability research) and Four Twenty-Seven (climate risk research), thereby expanding its research, products and services to new risk classes, considered adjacent to credit risk.

Paris, 26 March 2020

Hélène Drouet Muriel Caton
Sustainability Rating Product Manager Senior advisor, sustainable finance strategy

Disclaimer & Copyright

The Company gave us access to all documents and interviewees that we requested as part of our analysis process. We have a reasonable level of assurance about the reliability of information provided by the company. We have conducted this analysis in line with our standard methodological framework and Code of Conduct. We have not been subject to any pressure or proposal which could affect our independence or alter the integrity of our statements or opinions. We have no personal interest with the issuer, its executives or its activities.

Vigeo Eiris provides its clients with information and/or analyses or opinion on factual, quantitative or statistical, managerial, economic, financial, governance, social, or technical data, in relation to companies, brands, products or services, assessed individually or with respect to sectors, regions, stakeholders or specific themes. Vigeo Eiris is committed to making its best efforts when collecting, organising, consolidating, formatting, making available and/or delivering the aforementioned information, analyses and/or opinion to its clients.

Although Vigeo Eiris only uses publicly available information, we cannot guarantee the accuracy or completeness of this information. The above elements (information, indicators, analyses, scores, and opinion) do not include or imply any approval or disapproval from Vigeo Eiris, its executive officers or employees. These elements do not represent in any way a guarantee, or reference of legal, moral, philosophical, ethical or religious nature, supporting or opposing any investment or divestment decision, or any standpoint or opinion expressed in favour of, or against companies, products, services, sectors or regions directly or indirectly mentioned in Vigeo Eiris’ deliverables. Our deliverables are not, and should not, be considered as a form of financial advice or recommendation. No investment or divestment decision should be attributed to the information or opinion provided by Vigeo Eiris. Our products and services must only be considered as one of the many elements related to the financial decision-making process.

Vigeo Eiris, its methodology, brand, and employees shall under no circumstances be held responsible for any kind of consequence (including economic, financial or legal) derived from the interpretation of its information, analyses, opinion, scores and indicators. The terms of use of our products and services and their impacts stem from the sole responsibility of their users.