

Big Tech Scorecard: Data-Driven Investor Engagement with Tech Companies

Thursday, May 5th

Speakers





Jessica Dheere
Director
Ranking Digital Rights



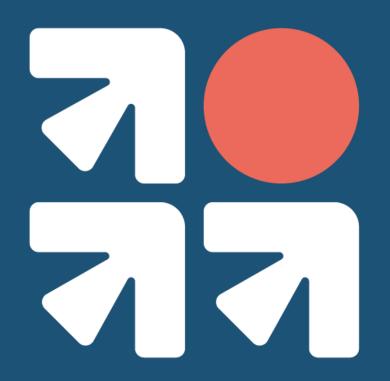
Michela Gregory

Director, ESG Services

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Jan Rydzak
Company & Investor
Engagement Manager
Ranking Digital Rights



Light Years Away: Lessons from the 2022 RDR Big Tech Scorecard

May 5, 2022

Ranking Digital Rights

Jessica Dheere, Director
Jan Rydzak, Company & Investor Engagement Manager

Who are we?



Ranking Digital Rights

evaluates the world's most powerful digital platforms and telcos on their disclosed policies and practices affecting freedom of expression and privacy.

Who are we?

We link companies' poor transparency to real-life harm.

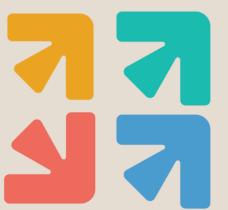


WIRED IDEAS

IDEAS FEB 16. 2022 7:00 AM

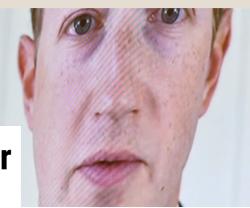
The Case of the Creepy Algorithm That 'Predicted' Teen Pregnancy

A government leader in Argentina hailed the AI, which was fed invasive data about girls. The feminist pushback could inform the future of health tech.



On Russia's VK, Anti-War Messages Defy Vladimir Putin's Ukraine Censors

BY DANYA HAJJAJI ON 3/18/22 AT 12:28 PM EDT



AGE: MANDEL NGAN/POOL/AFP VIA GETTY IN

IOTHERBOARD CHRY VICE

Facebook Doesn't Know What It Does With Your Data, Or Where It Goes: Leaked Document

How do we help hold companies to account?

- Our Big Tech Scorecard (BTS)
 ranks 14 of the most powerful
 digital platforms every April
- Our Telco Giants Scorecard (TGS)
 ranks 12 of the largest
 telecommunications companies
 every November
- 58 indicators (~300 standards)
 - Governance
 - Freedom of Expression & Information
 - Privacy



https://rankingdigitalrights.org/index2022

What's new in the 2020 Big Tech Scorecard?

- More **Highlights** contextualizing each company's results
- Improved **Data Explorer** can now compare companies by service
- New metadata such as stock structure
- New views (Lenses)
- New services: Linked in







2022 Company & Service Scores Select and compare total company and service scores, as well as scores in our three top-level categories: governance, freedom of expression and information, and privacy. Click on "Change View" to see scores by service. Learn more about how we tally our scores on our Methods and Standards page. Select companies Totals Services Change View 5 Governance Freedom of expression Privacy Alibaba Microsoft Q Bing 2º AliGenie ☑ Outlook.com 52% Skype OneDrive Amazon & LinkedIn Amazon.com 8º Alexa Samsung Samsuna Apple implementation 26% of Android □ ios

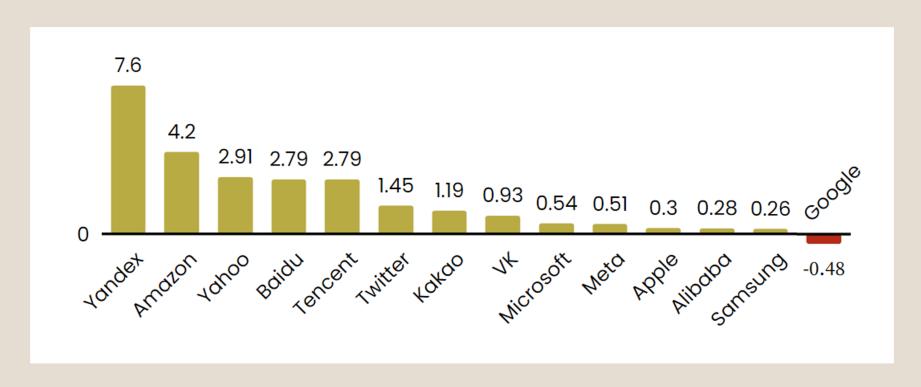
What's new in the 2020 Big Tech Scorecard?

Performance Over Time Here we show the total scores of companies year-over-year since their inclusion in the ranking. Note that between 2019 and 2020 we expanded our methodology to include standards around targeted advertising and algorithmic systems. The expansion resulted in overall decline in total score for many of the companies in 2020. Yandex × Lines 🔥 💽 Bars 🚍 X v Region 🗘 Company ~ 2017 2018 2019 2020* 2022* 28% 22% 21% 21% VK Russia 32% 27% 26% Yandex Russia * Most companies' scores dropped between 2019 and 2020 with the inclusion of our new indicators on targeted advertising and algorithmic systems. To learn more, please visit our Methodology development archive.

Big Tech Keeps Failing Us

Twitter		56%
Yahoo	2	54%
Microsoft	3	50%
Google	4	47%
Meta	5	46%
Apple	6	44%
Kakao	6	44%
Yandex	8	35%
Baidu	9	28%
VK	9	28%
Alibaba		26%
Samsung		26%
Amazon	13	25%
Tencent	13	25%

How much change did we see?



- Together, the 14 Big Tech companies have improved by 2.2%
- * Largest improvements: board governance (8 companies), training and whistleblower protections, and security
- * Google is the only company to decline—for the second year in a row

The Amazon paradox

Amazon improved on more indicators than any other company but still ended up at the bottom. Why?

- No information about censorship demands—a clear anomaly among U.S. platforms
- Scant transparency on how it enforces its own policies
- Poor disclosures about Alexa resemble those of Alibaba more than U.S. competitors



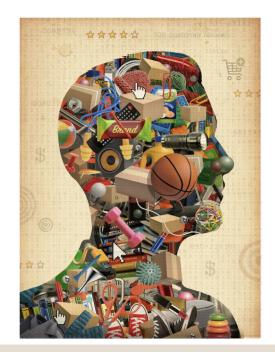
The Amazon paradox

The New York Times

Amazon Knows What You Buy. And It's Building a Big Ad Business From It.









Researchers find Amazon uses Alexa voice data to target you with ads

Amazon and third parties use data from smart speakers to sell you stuff, says report

By Jennifer Pattison Tuohy | @jp2e | Apr 28, 2022, 4:40pm EDT

TECH AMAZON

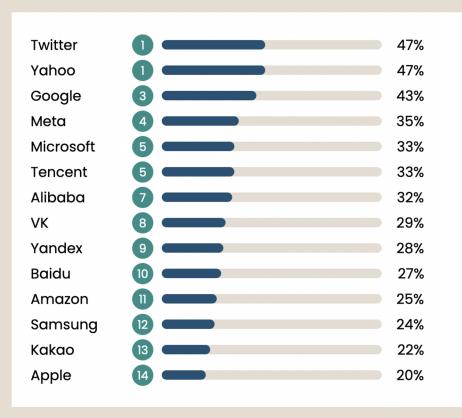
Amazon says it's permanently banned 600 Chinese brands for review fraud

These Chinese companies knew what they were doing, a spokesperson says

By Sean Hollister | @StarFire2258 | Sep 17, 2021, 7:11pm EDT

Ad nauseam? Findings on targeted ads

Targeted advertising





We can't govern the internet without governing online advertising. Here's how to do it.

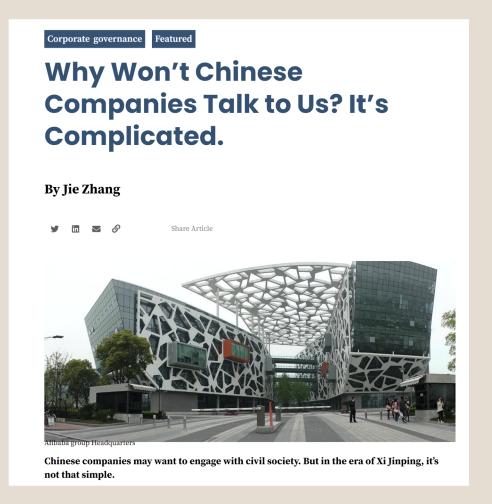
By Nathalie Maréchal

Return to the Scorecard

We've been saying it for a while, but it bears repeating: the social ills that we associate with digital platforms—hate speech, disinformation, election interference, and more—are fundamentally connected to the surveillance advertising business model that fuels companies like Alphabet, Meta, and Twitter. We are thrilled to see that more

Engaging with companies

- Findings identify policy shortcomings and catalyze internal calls for change
- Company participation in the research process is at its highest point to date
- Nearly all 14 Big Tech platforms provided feedback on their preliminary results
- The exceptions: Alibaba, Baidu, Tencent—and Google



How does RDR work with investors?

- Provide insight from research findings
- 2. Work with IAHR
- Embed human rights into standard-setting processes
- 4. Syndicate our data
- 5. Collaborate on shareholder resolutions that focus on digital rights

Notable Shareholder Resolution

This table lists digital rights-related shareholder resolutions proposed from 2019 onwa covered by the RDR Index, along with the applicable RDR Index indicators. Read the S for our latest insights on what shareholders should look for when evaluating how the v companies are addressing their digital rights risks.



AN INITIATIVE OF ICCR



Meta shareholders push for better governance of human rights risks ahead of May AGM

By Jan Rydzak

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Resolutions supported this year

Meta:

Human rights impact assessment of targeted advertising system





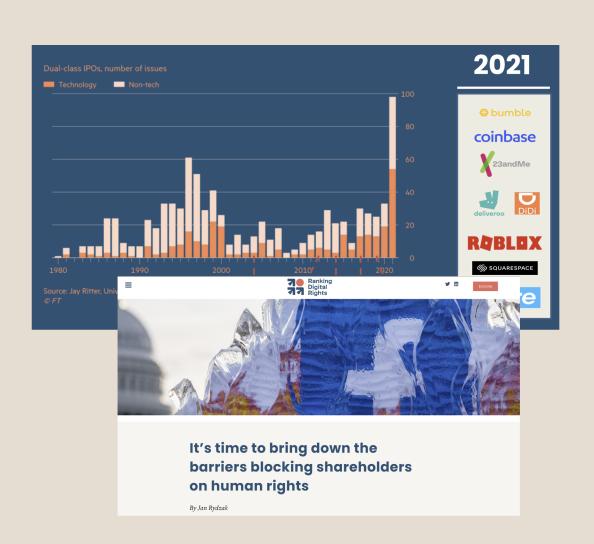
Alphabet:

Human rights impact assessment of FLoC



Dual-class share structures harm human rights

- Explosion of multi-class tech IPOs creates risk of severe human rights impacts
- Laws that embrace these structures are mushrooming globally
- We believe multi-class share structures should be eliminated, with interim steps to curb their harms
- We are rallying support around letters to exert pressure on SEC and Congress



Where do we go from here?

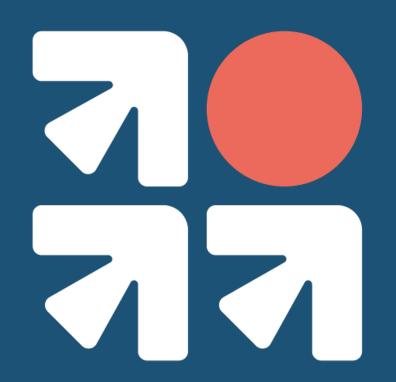
Ban dualclass shares

Focus on ad tech

Include the world



Poor governance trickles down



Thank you!

@rankingrights



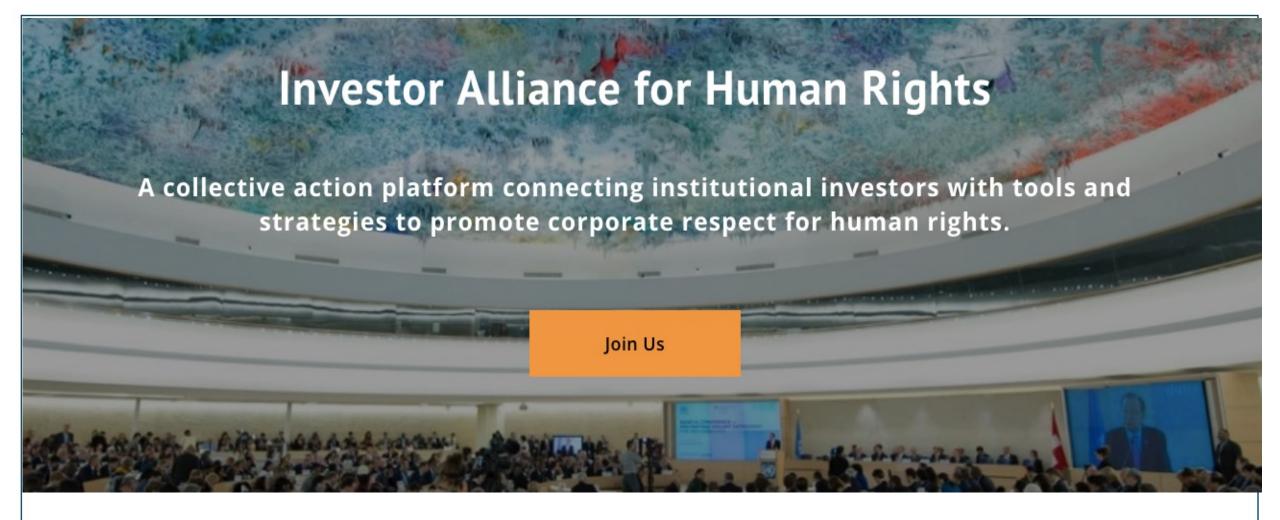
Questions?



- Join our collective investor engagement with <u>ICT companies</u> addressing users' rights to privacy and freedom of expression
- Sign up to our <u>Investor Statement on Corporate Accountability for</u> Digital Rights
- Join our monthly ICT and human rights working group calls
- Refer to investor tools <u>ICT Salient Issue Briefings</u>
- Vote your proxies this 2022 season
- Please contact Anita Dorett at adorett@iccr.org or Meagan Barrera at mbarrera@iccr.org for further information



Thank You!



Sign up to become a member: https://bit.ly/2IOYDA9

For more information, contact: adorett@iccr.org