RSPO Annual Communications of Progress 2016

Particulars

About Your Organisation

1 Name of your organization
ontinental Confectionery Company Gda Sanayi Ve Ticaret Anonim irketi
2 What is/are the primary activity(ies) or product(s) of your organization?
☐ Oil Palm Growers
☐ Palm Oil Processors and/or Traders
✓ Consumer Goods Manufacturers
☐ Retailers
☐ Banks and Investors
☐ Social or Development Organisations (Non Governmental Organisations)
☐ Environmental or Nature Conservation Organisations (Non Governmental Organisations)
☐ Affiliate Members
☐ Supply Chain Associate
3 Membership number
0361-13-000-00
4 Membership category
rdinary
5 Membership sector
onsumer Goods Manufacturers

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Consumer Goods Manufacturers

Operational Profile

- 1.1 Please state what your main activity(ies) is/are within manufacturing
 - End-product manufacturer
 - Food Goods
 - Own-brand-Manufacturer
 - Manufacturing on behalf of other third party brands
 - Other:

Manufacturer of Chewing Gum and Candy

Operations and Certification Progress

- 2.1.1 In the markets where you operate, in which do you manufacture goods with palm oil and oil palm products?
 - Applies Globally
- 2.1.2 Do you have a system for calculating how much palm oil and oil palm products you use?

Yes

2.1.3 Does this system only cover your own-brand or all the brands you manufacture?

all-brand

■ Australia

2.1.4 In the markets where you operate, in which do you calculate how much palm oil and oil palm product there is, in the goods you manufacture?

	■ Austria
	■ Belgium
	■ Bulgaria
	■ Czech Republic
	■ Denmark
	■ Finland
	■ France
	■ Germany
	■ Hungary
	■ Ireland
	■ Italy
	■ Luxembourg
	■ Netherlands
	■ Norway
	■ Poland
	■ Portugal
	■ Romania
	■ Slovakia (Slovak Republic)
	■ Slovenia
	■ Spain
	■ Sweden
	■ Switzerland
	■ Turkey
	■ United Kingdom
221	Total volume of Crude and Refined Palm Oil used in the year (Tonnes)
23,7	79
2.2.2	2 Total volume of Crude and Refined Palm Kernel Oil used in the year (Tonnes)
239,	822
239,	022
2.2.3	3 Total volume of Palm Kernel Expeller used in the year (Tonnes)
2.2.4	Total volume of other palm-based Derivatives and Fractions used in the year (Tonnes)
199,	373
2.2.5	5 Total volume of all palm oil and oil palm products used in the year (Tonnes)
462,	
+∪∠,	۱ ان

2.3 Volume of palm oil and oil palm products used in the year in your own brand products that are RSPO-certified (in tonnes):

Description	Crude and Refined Palm Oil	Crude and Refined Palm Kernel Oil	Palm Kernel Expeller	Other palm-based derivatives and fractions
2.3.1 Book & Claim	-	-	-	-
2.3.2 Mass Balance	645.00	817.00	-	49,128.00
2.3.3 Segregated	-	-	-	-
2.3.4 Identity Preserved	<u>-</u>	-	-	-
2.3.5 Total volume	645.00	817.00	-	49,128.00

2.4 Volume of RSPO certified sustainable palm oil and oil palm products sold to other RSPO certified companies (in tonnes)

Description	Crude and Refined Palm Oil	Crude and Refined Palm Kernel Oil	Palm Kernel Expeller	Other palm-based derivatives and fractions
2.4.1 Book & Claim	-	-	-	-
2.4.2 Mass Balance	-	-	-	-
2.4.3 Segregated	-	-	-	-
2.4.4 Identity Preserved	-	-	-	-
2.4.5 Total volume	-	-	-	-

2.5 What is the percentage of RSPO certified sustainable palm oil and oil palm products in the total volume used by your company in the following regions:

2.5.1 Africa	
2.5.2 Australasia	
2.5.3 China	1%
2.5.4 Europe	72%
2.5.5 India	
2.5.6 North America	1%
2.5.7 South America	
2.5.8 Indonesia	
2.5.9 Malaysia	
2.5.10 Middle East	22%
2.5.11 Rest of Asia	2%

Time-Bound Plan

3.1 Date of first supply chain certification (planned or achieved)

2014

3.2 Date expected to/or started to use any RSPO certified sustainable palm oil and oil palm products in your own brand products

2015

Comment:

In 2014 we started to evaluate for supplying and producing MB RSPO certificated products to change with the uncertified PO, PKO sources. During 2015, we gradually shifted to MB RSPO certicifated sustainable palm oil and palm kernel oil in our products.

3.3 Date expected to be using 100% RSPO certified sustainable palm oil and oil palm products from any supply chain option in your own brand products

2018

Comment:

Our aim is to move towards the use of certified sustainable palm oil and palm kernel oil with Mass Balance supply chain certification by 2015, as certified sustainable palm oil derivatives become commercially available in the market, we will be able to provide fully traceable and sustainable confectionery products.

3.4 Date expected to be using 100% RSPO certified sustainable palm oil and oil palm products from physical supply chains (Identity Preserved, Segregated and/or Mass Balance) in your own brand products

2020

Comment:

Our aim will be to supply SG certificated raw materials and to ensure the transition of the MB RSPO certificated PO, PKO sources in our products to upgrade level on supply chain. And we began to supply some of our raw materials as RSPO SG certified by the year 2016 (mid of 2016). But it should be noted that, possibility of using SG RSPO certificated PO fractions and PKO fractions still seems very difficult as commercial, it may therefore not to focus on this products within the specified timing. So, target date will be 2018 for PL products and our branded products will follow it afterwards.

Our goal is to end the transition process by 2020 at the latest.

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3.5 In which markets where you operate do these commitments cover?

Australia, Austria, Belgium, Bulgaria, Czech Republic, Denmark, Finland, France, Germany, Hungary, Ireland, Italy, Luxembourg, Netherlands, Norway, Poland, Portugal, Romania, Slovakia (Slovak Republic), Slovenia, Spain, Sweden, Switzerland, Turkey, United Kingdom

3.6 Does your company use RSPO certified sustainable palm oil and oil palm products in goods you manufacture on behalf of other companies?

Yes

3.7 Does your company have a Time-Bound Plan to only use RSPO certified sustainable palm oil and oil palm products in the goods you manufacture on behalf of other companies brands?

Yes

Trademark Related

4.1 Do you use or plan to use the RSPO Trademark on your own brand of products?

No

Please explain why

Palm and/or palm kernel based ingredients are not used directly in chewing gum process, they are coming from compound ingredients which are not stated in the ingredient list, in order to avoid misunderstanding in cunsumer side, using RSPO Trademark logo is not considered at all. On the other hand, when we achieve to produce 100% physical CSPO candy products, depending on the customer demand, RSPO trademark logo can be used.

Actions for Next Reporting Period

5.1 Outline actions that you will take in the coming year to promote the use of RSPO certified sustainable palm oil and oil palm products along the supply chain

We believe that palm oil industry plays a prominent role in employment and economic development of the region, therefore it is important to support sustainable palm oil production. Depending on that, in 2013 RSPO membership has been applied to encourage using only certified sustainable palm oil, palm kernel oil and its derivatives in our products. As a first step, our sustainable palm oil supplying policy has been established and shared with our customers, stakeholders in communication and also suppliers in 2014 to promote for using sustainable sources and play active role globally. Since 2014, we are asking our suppliers to complete a detailed assessment of their sustainability policies and implementation. High-stage meetings with key suppliers and ongoing contracts between sustainability and procurement teams are being performed and it will be continued until we supply 100% physical CSPO ingredients. We still require from all suppliers to be able to demonstrate policy implementation and time-bound

plans that they have in place. CCC will ensure that its staff, suppliers and customers are kept aware of this statement and their individual responsibilities by issuing a procedure on sustainable palm oil procurement.

Reasons for Non-Disclosure of Information

6	1 If you have not	disalosed any a	f the shove informatio	n places indicate	the research why
Ю.	i it vou nave not	disclosed any o	f the above information	n. biease indicate i	tne reasons wnv

Confidential

- Others:

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Application of Principles & Criteria for all members sectors

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7.1 Related to your sourcing, do you have (a) policy/les, that are in line with the RSPO P&C such as:
☑ Water, land, energy and carbon footprints
Uploaded file:
☑ Land Use Rights
Uploaded file:
☑ Ethical conduct and human rights
Uploaded file:
☑ Labour rights
Uploaded file:
✓ Stakeholder engagement
Uploaded file:
☐ None of the above
7.2 What best practice guidelines or information has your organization provided in the past year to facilitate the uptake of RSPO certified sustainable palm oil and oil palm products? What languages are these guidelines available in? not available
Uploaded files:
Optoaded files
GHG Emissions
8.1 Are you currently assessing the GHG emissions from your operations?
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Challenges

1 What significant economic, social or environmental obstacles have you encountered in the production, procurement, use and/or promotion of CSPO and what efforts did you make to mitigate or resolve them?

Our aim will be to supply SG certificated raw materials and to ensure the transition of the MB RSPO certificated PO, PKO sources in our products to upgrade level on supply chain. But possibility of using SG RSPO certificated PO fractions and PKO fractions still seems commercially very difficult, therefore this causes a deviation in the time plan. On the other hand, we have encountered economic obstacles along the way. MOQ and cost increase are the biggest factor for being unable to supply of RSPO SG certified materials. SG certified products are very expensive when they are compared with MB and increased costs in the finished product is not accepted by the customers. The availability of some physically sustainable palm fractions has also proved a challenge due to the lack of development in these supply chains. There is big pressure on the manufacturers because of globalization hence it gets more challenging for suppliers to fullfill the requirements of RSPO standards. But CCC has also experienced and learned a lots of things about RSPO and encourage all stakeholders to collaborate.

2 How has your organization supported the vision of RSPO to transform markets? (e.g. Funding; Engagement with key stakeholders; Business to business education/outreach)

CCC mostly engages with its customers to encourage the use of RSPO and to help improving its customers sourcing strategy. And also CCC engages with its suppliers to promote its request for MB and SG materials.

3 Other information on palm oil (sustainability reports, policies, other public information)

 Uploaded files: CCC-Palm Oil Sourcing Statement.pdf