

Particulars

About Your Organisation

1.1 Name of your organization

Neste Oyj (Neste Corporation)

1.2 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
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1.3 Membership number

4-0010-06-000-00

1.4 Membership category

Ordinary

1.5 Membership sector

Consumer Goods Manufacturers

Consumer Goods Manufacturers

Operational Profile

1.1 Please state what your main activity(ies) is/are within manufacturing

- Biofuels
- Other:
Biobased Chemicals

Operations and Certification Progress

2.1 Please include details of all operations using palm oil, majority owned and/or managed by the member and/or related entities

2.1.1 In which markets where you operate, do you manufacture goods with palm oil and oil palm products?

- Finland
- Netherlands
- Singapore

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

- Applies Globally

2.2 Volumes of palm oil and oil palm products (Tonnes)

2.2.1 Total volume of Crude and Refined Palm Oil used in the year (Tonnes)

662,906

2.2.2 Total volume of Crude and Refined Palm Kernel Oil used in the year (Tonnes)

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2.2.3 Total volume of Palm Kernel Expeller used in the year (Tonnes)

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2.2.4 Total volume of other palm-based Derivatives and Fractions used in the year (Tonnes)

758,497

2.2.5 Total volume of all palm oil and oil palm products used in the year (Tonnes)

1,421,403

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 and Claim from Mill / Crusher*	-	-	-	-
2.3.2 Book and Claim from Independent Smallholder*	-	-	-	-
2.3.3 Mass Balance	-	-	-	-
2.3.4 Segregated	-	-	-	-
2.3.5 Identity Preserved	-	-	-	-
2.3.6 Total volume	-	-	-	-

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 and Claim from Mill / Crusher	-	-	-	-
2.4.2 Book and Claim from Independent Smallholder	-	-	-	-
2.4.3 Mass Balance	-	-	-	-
2.4.4 Segregated	-	-	-	-
2.4.5 Identity Preserved	-	-	-	-
2.4.6 Total volume	-	-	-	-

2.5 What is the percentage of RSPO Certified Sustainable Palm Oil in the total palm oil used by your company in the following regions:

2.5.1 Africa	--
2.5.2 Australasia	--
2.5.3 China	--
2.5.4 Europe (incl.Russia)	--
2.5.5 India	--
2.5.6 North America	--
2.5.7 South America	--
2.5.8 Indonesia	--
2.5.9 Malaysia	--
2.5.10 Middle East	--
2.5.11 Rest of Asia	--

Time-Bound Plan**3.1 Date of first supply chain certification (planned or achieved)**

2011

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

2009

If target has not been met, please explain why:

All our certified materials are 100% ISCC certified. Almost all are also RSPO certified. Our market demands only ISCC certified oil. Our claims are only related to ISCC.

3.2.1 Referring to 3.2, in which markets where you operate do these commitments cover?**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**

2013

If target has not been met, please explain why:

All our certified materials are 100% ISCC certified. Almost all are also RSPO certified. Our market demands only ISCC certified oil. Our claims are only related to ISCC.

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

2013

If target has not been met, please explain why:

All our certified materials are 100% ISCC certified. Almost all are also RSPO certified. Our market demands only ISCC certified oil. Our claims are only related to ISCC.

3.5 Referring to 3.3 and 3.4, In which markets where you operate do these commitments cover?

Applies Globally

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

No

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

No

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

No

Please explain why

The biofuel market is a tightly regulated market, where sustainable certification is not an option, but compulsory. Thus, in procuring our material we have to strictly adhere to the certification standards endorsed by the governments of which we operate and sell our products. Thus, the commitment above covers only materials of which certification are recognized in the markets where we operate, while other markets which products we sell to (biobased chemicals) adhere to our commitment for certification and compliance to our policies and principles for responsible sourcing. This period we are already buying 100% ISCC (International sustainability and carbon certification system) certified material into our supply chain. It happens that all our suppliers are also mostly RSPO certified. This current certification covers our obligation to comply with the EU RED (renewable energy directive) and at the same time North American compliance. Our commitment above does not only include RSPO oil, but also other sustainably certified systems.

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 will work with brands sharing the common supply chain producing palm oil derivatives to ensure that we work together to make the landscapes/ jurisdictional approaches are sustainable

Reasons for Non-Disclosure of Information**6.1 If you have not disclosed any of the above information, please indicate the reasons why**

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- Others:

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Application of Principles & Criteria for all members sectors

7.1 Related to your sourcing, do you have (a) policy/ies, that are in line with the RSPO P&C such as:

- Water, land, energy and carbon footprints

Uploaded file: --

Related link: www.neste.com/sites/default/files/attachments/neste_oil_no-deforestation_and_responsible_sourcing_guidelines_for

- Land Use Rights

Uploaded file: --

Related link: www.neste.com/sites/default/files/attachments/neste_oil_no-deforestation_and_responsible_sourcing_guidelines_for

- Ethical conduct and human rights

Uploaded file: --

Related link:

www.neste.com/sites/default/files/attachments/corporate/sustainability/managing_sustainability/nhrp_17oct2017.pdf

- Labour rights

Uploaded file: --

Related link:

www.neste.com/sites/default/files/attachments/corporate/sustainability/managing_sustainability/nhrc_17oct2017.pdf

- Stakeholder engagement

Uploaded file: --

Related link:

www.neste.com/sites/default/files/attachments/corporate/sustainability/managing_sustainability/nhrc_17oct2017.pdf

- 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?**Comment:**

Our company is currently requiring all our suppliers to adhere to ISCC and RSPO principles and criteria by being certified and as members. We are also working with third party (CORE) who are checking our supplier commitments against our policies.

7.3 Your answers above indicate that you are not yet using 100% RSPO certified palm oil and oil palm products. Do you have plans to immediately cover the gap using Book & Claim?

No

Please explain why

We operate in a tight regulatory environment which does not allow the use of book and claim

GHG Footprint**8.1 Are you currently reporting any GHG footprint?**

Yes

Related link: www.neste.com/na/en/about-neste/sustainability/cleaner-solutions/products-carbon-footprint

Support for Smallholders**9.1 Are you currently supporting any independent smallholder groups?**

Yes

We have committed ourselves to cooperation projects aiming at supporting smallholders in the development of their sustainability expertise and the adoption of sustainable practices. We are, for example:

- Participating in a project coordinated by the Malaysian organization Wild Asia involving smallholders producing palm oil in Malaysia.
- Engaging in a smallholder project coordinated by GAR (Golden Agri Resources) and SPKS (Indonesian Palm Smallholders Union)

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?

Neste produces biofuel which is highly regulated by our market regulation and need to be in compliance with EU RED. Some EU RED compliance schemes are ISCC and RSPO RED. Unfortunately, we had issues with RSPO RED as there were no customers which are willing to uptake the RSPO RED biofuels which we produced in the past. For this, there is a need for RSPO to promote more of their RSPO RED in order to be accepted in the European market. Our other products such as bio-based chemicals require compliance with our policies

2 In addition to the actions already reported in this ACOP how has your organization supported the vision of RSPO to transform markets in other ways? (e.g. Funding; Engagement with key stakeholders; Business to business education/outreach)

Neste has recently published our palm oil traceability dashboard (www.nestetraceabilitydashboard.com) where we have identified the big reach of our supply chain. In the commitment of making our supply chain more transparent and sustainable, we have identified the need to work with various stakeholders to transform this supply chain. We aim, this year, to explore cooperation with fellow brands, suppliers and NGOs to see which landscapes of supply chain we can work towards to make sustainable and traceable. The many aspects of these supply chain include government cooperation, independent millers and independent smallholders. For smallholders, we also have committed ourselves to cooperation projects aiming at supporting smallholders in the development of their sustainability expertise and the adoption of sustainable practices. We are, for example: - Participating in a project coordinated by the Malaysian organization Wild Asia involving smallholders producing palm oil in Malaysia. - Engaging in a smallholder project coordinated by GAR (Golden Agri Resources), SPKS (Indonesian Palm Smallholders Union), and WRI (World Resources Institute). Through developing the sustainability and traceability of smallholders' production, we aim at enabling certification of their production, which is a prerequisite for Neste's raw material sourcing from the smallholders.

3 File -Please attach or add links to any other information from your organisation on your policies and actions on palm oil (EG: sustainability reports, policies, other public information)

- No files were uploaded
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