

Croda International PLC

Name of the organisation : Croda International PLC
 Corporate website address : www.croda.com

Company Details

Membership number : 2-0024-06-000-00
 Membership Type : Ordinary Membership
 Membership category : Processors & Traders

Please TICK all business activities your organization is involved in, INCLUDING the primary MEMBERSHIP CATEGORY.

(Please note that you are required to complete the form for all categories you are involved in as well)

You are allowed to tick more than one sector

| Processors and Traders

What is the name of the entity or holding company that has management control over all palm oil related activities within the organization? Please note that this ACOP submitted is only for the entity and subsidiaries that are members of RSPO and not the holding company

Croda International Plc

Is the holding company a RSPO Member?

Yes

Please name any sub of the organisations in oil palm or related activities. Please note that all of your subsidiary companies are also bound by RSPO code of conduct, and this ACOP should report on all of their activities & progress whether they are members or not [Name. Activities. RSPO Members (Y/N)?]

Croda Europe Ltd . Manufacturer & Trader . no | Croda Inc . Manufacturer & Trader . no | Croda Singapore Pte Ltd . Manufacturer & Trader . no | Croda Nederland B.V. . Manufacturer & Trader . no | Croda do Brasil Ltda . Manufacturer & Trader . no | Crodarom SAS . Manufacturer & Trader . no | Sederma SAS . Manufacturer & Trader . no | Croda Chemicals Pvt Ltd . Manufacturer & Trader . no | PT Croda Indonesia Ltd . Manufacturer & Trader . no | Croda Japan KK . Manufacturer & Trader . no

Please indicate all the regions in which the member organisation and its subsidiaries for which you are completing this report operate in

| Europe | USA | Australia | India | China | Latin America | Africa | South East Asia | Indonesia | Other

Contacts

Primary contact responsible for organisational commitment to RSPO

Mr Paul Newton paul.newton@croda.com

Croda International

Cowick Hall

Snaith

Goole

DN14 9AA

ENGLAND

Person reporting (if different)

Mr Arthur Knox arthur.knox@croda.com

Financial contact for paying fees (THIS INFORMATION WILL NOT BE MADE PUBLIC)

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Related information

State your policy on palm oil (Please provide links, upload attachments or complete the text box)

Please provide links for reports that may be relevant to Sustainable Palm Oil.

Croda is committed to using raw materials from sustainable sources.

This commitment includes palm oil (PO), palm kernel oil (PKO) and their derivatives, even though we use relatively small quantities of these raw materials.

As the demand for palm oil grows, primarily for food applications, it becomes more important that it is sourced sustainably. This is why we are supporting sustainable PO plantations through the “Book & Claim” method for the exceptionally low quantities of PO/PKO we use. The majority of PO/PKO we consume are derivatives, which are sourced via a complex supply chain that does not lend itself to sustainable certification. We will continue to carefully monitor our supply chain, working closely with our suppliers and RSPO, with a view to sourcing sustainable PO/PKO derivatives as they become available.

In the meantime, we recognise that to responsibly manage our PO/PKO supply chain, and to be able to provide our customers and other stakeholders with the responsible sourcing information they require, we must fully understand the use of PO/PKO within our products. To that end, we have successfully mapped the PO/PKO equivalent of our finished products using our own calculations. Subsequently, RSPO used a complementary approach to establish PO/PKO equivalent calculations for many common derivatives in order that the industry can adopt a common standard.

We shall continue to provide PO/PKO equivalent data on request to customers who are using the data in order to support sustainable palm oil via the “Book & Claim” method, which is aligned to RSPO guidelines.

Upload new file	:	http://www.rspo.org/acop/internal/upload/56545_9_form1.pdf ;
		http://www.rspo.org/acop/internal/upload/56545

9_form1b.pdf

Palm oil related websites	: www.croda.com/csr/palmoilstatement
RSPO reporting period	: July 2011 to June 2012
Date of submission	: 24/9/2012

Processors & Traders

Operational Profile:

Please state what your main activities are : | Ingredient manufacturer
within the supply chain:

Operations and certification progress

Crude Palm Oil - Total Volume per year : Handled : Confidential Certified :
(mt)

Palm Kernel Oil - Total Volume per year : Handled : Confidential Certified :
(mt)

Palm Kernel - Total Volume per year (mt) : Handled : Confidential Certified :

All other palm oil derivatives and : Handled : Confidential Certified :
fractions - Total Volume per year (mt)

Total volume of palm oil and derived : Handled : 0 Certified : 0
products handled per year? (mt)

Of the total volume handled, how much : Handled :
of this is sourced from external sources?
(by volume) (mt)

Number of RSPO certified supply chain facilities:

Total number of facilities handling Crude : 17
Palm Oil and/or derivatives)

Number of facilities certified for IP / SG / : 0
MB supply chains

Do you utilise GreenPalm / Book & Claim? : No

What is the total volume of RSPO Certified Sustainable Palm Oil within each supply chain model?

Identity Preserved (mt)	:
Segregation (mt)	:
Mass Balance (mt)	:
GreenPalm/ Book&Claim (mt)	:

Time-bound plan

Time-bound plan - Year expected to achieve 100% supply chain certification

PO/PKO derivatives are sourced via a very complex supply chain that does not currently lend itself to sustainable certification and we are reliant on our suppliers to achieve this, so a timeframe is not currently known.

What are your interim milestones towards achieving this CSPO Commitment (year and progressive CSPO%) - please state annual targets/strategies

We are exceptionally low consumers of PO in comparison to manufactures in other industries, food markets for example. We use very little crude PO or PKO; the majority of PO/PKO we consume are derivatives, which are sourced via a complex supply chain that does not currently lend itself to sustainable certification. However, we are doing what we can within our supply chain to support CSPO, activities in 2012 include:

- Contacting all major suppliers of PO/PKO derivatives to ask if they can offer Mass Balance, Segregated or Identity Preserved derivative material.
 - o Suppliers who cannot offer Mass Balance, Segregated or Identity Preserved material are asked what their plans and timeframes are in achieving this.
 - o Suppliers that can offer Mass Balance, Segregated or Identity Preserved material are engaged in further discussions, so that we can find ways of working together to obtain the CSPO derivatives we need.
- On a quarterly basis we are measuring the small volumes of PO and PKO that we use to implement the GreenPalm certification route for this material. Our first purchase of GreenPalm certificates will happen during the second half of 2012 following the tracked purchase of these materials.
- We are continuing to provide data to our customers on equivalent volumes of PO and PKO in the derivatives we use, which we have been doing since early 2011 with a methodology that aligns to those later approved by RSPO. This allows our customers to implement the GreenPalm/Book&Claim certification route for their finished/consumer products.

Time-bound plan - Year expected to supply 100% certified sustainable palm oil

We will support sustainable PO/PKO crude oil by the end of 2012. Due to the complexities of the PO/PKO derivatives supply chain, which we are engaged with but do not have control over, a timeframe for this market is not currently known.

What are your interim milestones towards achieving this CSPO Commitment (year and progressive CSPO%) - please state annual targets/strategies

Our ultimate goal is to use PO and its derivatives from Mass Balance, Segregated or Identity

Preserved sources when our supply chain allows.

Our published 2012 responsible PO sourcing targets are:

- Work more closely with suppliers and RSPO to seek ways to source sustainable palm oil and palm kernel oil derivatives wherever possible during 2012.
- Ensure that the small quantity of palm oil purchased directly is sourced sustainably by seeking certification by the end of 2012 under RSPO guidelines.

Targets for next reporting period

Outline actions that will be taken in the coming year to promote sustainable palm oil:

Responsible Sourcing has been highlighted by our Executive Committee and Senior CSR Steering Committee as a key material issue to the sustainability of our business. Within this, responsible PO sourcing is specifically identified as a material area, which means we have a specific strategy, we monitor and report performance annually and we set targets for future success. Please see our 2011 Sustainability Report for more details at www.croda.com/csr.

Our activity during 2012 includes:

- Contacting all major suppliers of PO/PKO derivatives to see if we can work together on obtaining Mass Balance, Segregated or Identity Preserved derivative material.
- On a quarterly basis, measure and then purchase the required number of GreenPalm certificates for the small volumes of PO and PKO that we use.
- On customer request, provide data on equivalent volumes of PO and PKO in the derivatives we use to allow them to purchase GreenPalm/Book&Claim certificates.
- Taking a proactive approach to discussing our activities towards CSPO derivatives with our customers.

Reasons for non-disclosure of information:

If you have not disclosed any of the above information please indicate the reasons why:

Confidentiality

If other please specify

We are committed to providing sustainably sourced PO products to our customers, which is why from 2012 we will use the GreenPalm certification route for the small volumes of PO/PKO we buy. However, the vast majority of the raw materials we use with this origin are derivatives of PKO, obtained from the processing of PO for the food industry. This is sourced via a very complex supply chain that does not currently lend itself to sustainable certification and we are reliant on our suppliers to offer Mass Balance, Segregated or Identity Preserved material.

As a small consumer of PO materials, we do not have power over our suppliers to offer CSPO, but we

are proactively talking to them about this and we will continue to be involved in the activities of the RSPO Technical Work Group of Palm Derivatives to work towards CSPO derivatives.