

ANNOUNCEMENT OF PUBLIC CONSULTATION REGARDING THE INITIAL CERTIFICATION AUDIT OF INDUSTRIAL DANEC SA ACCORDING TO THE REQUIREMENTS OF THE RSPO PRINCIPLES & CRITERIA

Dear Sir or Madam,

IBD Certificações informs that the company Industrial Danec SA - 2-0143-10-000-00 is now in the application process for RSPO Principles & Criteria Certification and RSPO Supply Chain Certification Standard (Jun 2017) related to the production of sustainable palm oil production. The audit is scheduled to take place between 15th January 2018 and 25th January 2018.

Industrial Danec SA	
Address	KM 1.5 – Via Sangolquí – Tambillo – Sangolquí – Ecuador
Contact person	Patricia Tobar
Phone / email	593 2 298 4900 – ext.2143 / ptobar@danec.com
Scope	Processing and commercialization: refining and processing of massive consumption products and for the industry
Products	Refining and processing of massive consumption products and for the industry
Number of sites	8
Website	http://www.danec.com
Brief description	<p>Danec S.A was created in 1972 in Ecuador, to meet the needs of the national market in the sectors of fats, edible oils and bar soaps.</p> <p>We are the first company in the country that split African palm to produce oils, shortenings, margarines and soaps. Since then we are among the first manufacturers or suppliers of products derived from fats and oils in Ecuador</p> <p>We are known for having a constant improvement in both modern equipment for the staff plant, framed in the quality management model of ISO9001.</p>

Standards that will be used for this assessment
RSPO International Principles and Criteria (April 2013 version)
RSPO Supply Chain Certification Standard (November 2014 version)

Palm Oil Mill's Name	Address	GPS references		Mill capacity (Ton/hr)	Estimated / Forecast annual production (Mt)	
		Latitude	Longitude		CSPQ	CSPK
Industrial Danec	KM 1.5 VIA SANGOLQUÍ - TAMBILLO	0° 20' 37.65" S	78° 27' 20.16" O	50	134,875 t	10,490 t
PALMERAS DEL ECUADOR	KM 16 VÍA LIMONCOCHA - SHUSHUFINDI	0° 17' 6,66" S	76° 33' 57,05" O	60	52,853.50 t	1,919.64 t
PALMERAS DE LOS ANDES – SAN LORENZO	KM 14 VIA SAN LORENZO - MATAJE	1° 15' 01.28" N	78° 44' 30.69" O	30	20,271.53 t	619.99 t
PALMERAS DE LOS ANDES - QUININDÉ	QUININDÉ. VÍA A GUAYLLABAMBA. SECTOR SABALITO (RÍO BLANCO)	0° 15,710' N	79° 21,750' W	60	45,167.78 t	3,393.00 t

Suppliers' base						
Name	Address	GPS references		Area summary (Ha)		Annual estimated certified FFB production (Mt)
		Latitude	Longitude	Total certified area	Planted area (mature + immature)	
PALMERAS DEL ECUADOR	KM 16 VÍA LIMONCOCHA - SHUSHUFINDI	0° 17' 31.41" S	76° 36' 38.79" O	7,925.25	7,925.25	189,400.45
PALMERAS DE LOS ANDES – SAN LORENZO	KM 14 VIA SAN LORENZO - MATAJE	1° 15' 01.28" N	78° 44' 30.69" O	3,710.78	3,710.78	45,135.13
PALMERAS DE LOS ANDES - QUININDÉ	KM 200 VIA QUITO - ESMERALDAS	0° 14' 13,25" N	79° 25' 14,72" O	3,644.03	3,644.03	87,485.84
MURRIN CORPORATION	RONCATIGRILLO. CANTÓN MALIMPIA (QUININDÉ)	0° 25' 55.31" N	79° 21' 41.29" O	2,91.75	291.75	4,111.99
Total				15,571.81	15,571.81	326,133.41

About IBD

IBD is proud to be the largest certification body of Latin America and the only Brazilian certification body of organic products with IFOAM (international market), ISO 17065 (European Market - regulation EC834/2007), Demeter, USDA/NOP (North American market) and SIGORG (Brazilian market) accreditations, which makes its certificates accepted worldwide.

In addition to organic certification protocols, IBD also offers social and environmental certifications: RSPO (Roundtable on Sustainable Palm Oil), UEBT (Union for Ethical BioTrade), Fair Trade, 4C, Rainforest Alliance and UTZ.

Public Consultation

The public consultation process is one of the main stages of the RSPO certification process, and it gives the possibility for stakeholders, related or affected by the company, to demonstrate and expose their views. With that in mind, IBD invites all stakeholders to provide in written form, any relevant information for the audit to be held at Industrial Danec SA especially regarding environmental, labor and social aspects. We are open to positive and negative comments.

Among the topics to be commented on, but not limited to, are:

- **Environmental:** Compliance with current legislation, conservation of biodiversity, environmental protection and others.
- **Labor:** Respect for workers' rights, employment opportunities and others.
- **Social:** Impacts on the local community, relationship with these communities, transparency with the communities and others.

These and any other topics that may be considered relevant may be directed to:

IBD Certificações Ltda.

Rua Amando de Barros, nº 2275, Centro. CEP: 18.602.150. Botucatu/SP, Brasil.

Phone number: +55 (14) 3811 9800

Leonardo Gomes

leonardo@ibd.com.br

We emphasize that we can contact you if we need more information on any raised issued. However, you may or may not be identified, and if you prefer to keep a low profile, your information will be considered confidential.

Comments received within 30 days, will be considered for this audit.

About the audit team

Lead auditor : Cuauhtemoc Cedillo

Has experience with management of natural resources, productive projects in rural areas, environmental laws and regulations. Will audit the HCV, environmental and management issues.

Auditor: Lisbeth Carranza

Has experience in industry and agribusiness sector, audits and management systems. Will audit management and issues related to palm planting.

Auditor: Ana Maria Uribe

Has experience with quality system management under ISO 9000, internal quality audit, fertilizers and inputs for agriculture. Will audit the management system and agriculture themes.

We appreciate your time and attention, and specially, your participation.

With best regards,

28 november of 2017

Leonardo Gomes
Certification Manager
IBD Certificações Ltda.