Archer Daniels Midland (ADM)

Particulars

Organisation Name	Archer Daniels Midland (ADM)
Corporate Website Address	www.adm.com
Primary Activity or Product	Processor and/or Trader
Related Company(ies)	None
Country Operations	France, Germany, Poland, Switzerland, United Kingdom, United States
Membership Number	2-0060-07-000-00
Membership Type	Ordinary Members
Membership Category	Palm Oil Processors and Traders

Palm Oil Processors and Traders

Refiner of CPO and CPKOPost-refinery processor

1.1 Please state your main activity(ies) within the supply chain

Operational Profile

■ Trader

■ Ingredient manufacturer
■ Biofuel producer
■ Animal feed supplier
Other:
1.2 Operation and Certification Progress

1.2.1 Do you have a system for calculating how much palm oil and palm oil products you use?
Yes
1.3 Total volume of all palm oil products handled in the year (Tonnes)

1.3.1 Total volume of Crude Palm Oil (CPO) handled in the year
1.3.2 Total volume of Palm Kernel Oil (PKO) handled in the year
1.3.3 Total volume of other Palm Oil Derivatives and Fractions handled in the year

1.3.4 Total volume of all palm oil and palm oil derived products handled in the year

1.4 Volume handled in the year that is RSPO-certified (Tonnes):

No	Description	Crude Palm Oil (Tonnes)	Palm kernel oil (Tonnes)	derivatives and fractions handled in the year that is RSPO-certified (Tonnes)
1.4.1	Book & Claim			
1.4.2	Mass Balance			
1.4.3	Segregated			
1.4.4	Identity Preserved			
1.4.5	Total volume of Oil Palm handled that is RSPO-certified:	49934.00	3317.00	82528.00

All other

1.5 Do you plan to ask your suppliers if the palm oil supplied comes from growers who disclose their GHG emissions within the RSPO P&C 5.6 & 7.8?

Nο

Do you plan to ask your suppliers if the palm oil supplied comes from growers who disclose their GHG emissions within the RSPO P&C 5.6 & 7.8?

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Time-Bound Plan

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

2010

2.2 Time-bound plan - Year expected to achieve 100% RSPO certification of all supply chains

2015

2.3 What are your interim milestones towards achieving this RSPO certification commitment (year and progressive CSPO%)? Please state annual targets/strategies.

We are committed to supplying palm oil products to all our customers by 2015. To this end, all major palm oil refining facilities worldwide have been RSPO certified and are able to meet existing market demand for RSPO oil and derivatives.

2.4 Timebound plan - Year expected to only "handle/supply" RSPO certified oil palm products

2020

2.5 What are your interim milestones towards achieving this RSPO certification commitment (year and progressive CSPO%)? Please state annual targets/strategies.

We currently meet all our customers demand for sustainable palm oil. Our processing facilities can accommodate greater throughput pending customer demand. If customer demand increases for sustainable crude palm oil, the market and ADM will respond by working to supply the customer with the products that they are willing to procure. The supply chain is largely driven by market demand. ADM will nevertheless through its strategic supply chain partnerships with Wilmar, New Britian Palm Oil Limited (NBPOL) via Olenex continuously aim to stimulate additional demand und uptake of RSPO CSPO in Europe.

Anticipating blends, fractions, segregated volumes vs. mass balance requests create variable challenges anticipated to be addressed by 2015.

2.6	How do you pron	note RSPO and RSPO	certified sustainable palm	oil to your customers	proactively

We promote RSPO and RSPO CSPO in our engagement with relevant stakeholders and customers, and actively state our market readiness to meet our customers demand for RSPO certified palm products. Please also see Q 2.5 and Q 4.1.

GHG Emissions
3.1 Do you publicly report the GHG emissions of your operations?
Yes
Please upload related report:

Add link to website
www.cdproject.net Click here to visit the URL
Please explain why:
3.2 Does your company have a public commitment to only purchase palm oil from suppliers that disclose their GHG emissions?
No
Please upload related report:

Add link to website
Please explain why:
Confidentiality

Actions for Next Reporting Period

4.1 Outline actions that you will take in the coming year to promote CSPO use along the supply chain

Proactive Production, Marketing and Promotion:

- 1). Olenex, the European marketing joint venture of ADM and Wilmar, and New Britain Palm Oil Limited, in 2013 entered into a supply chain agreement to promote the marketability of fully certified sustainable palm oil in Europe coming from NBPOL's RSPO-certified plantations. The agreement aligns NBPOL's production and shipping capabilities with the downstream processing of Wilmar and ADM, as well as with Olenex's sales and marketing platform. As a result, European customers can now tap into an incredibly efficient supply chain and a broad range of palm-based ingredients while simultaneously accessing market-leading sustainability credentials.

 2). ADM Cocoa UK is RSPO certified to use segregated palm oil in its facility. Via its certified facility in Liverpool, UK, ADM Cocoa will serve the European market for compound coatings and fillings produced with 100% RSPO certified segregated palm oil for its internal use and also for use by third party cocoa and chocolate manufacturing facilities.
- 3). In July 2013, the ADM solid-fat blending and packaging facility in Czernin, Poland, received RSPO certification for segregated and mass-balance palm oil. This will allow ADM now also to actively serve demand for RSPO-certified products in Poland.
- 4). In May 2014, ADM announced its intention to exclusively offer 100% RSPO certified sustainable palm oil to its North American customers in 2015. ADM's North American Oils group by working with Wilmar International Limited will thus be able to offer its customers palm oil products which meet the RSPO Mass Balance standard, and is sourced from crops that are responsibly grown and harvested.
 5). ADM will continually promote the benefits of RSPO certification and will invite its customers to participate in
- 5). ADM will continually promote the benefits of RSPO certification and will invite its customers to participate in its efforts to secure a sustainable palm oil supply chain by guiding them to become RSPO members. In addition to participating in RSPO meetings and summits, ADM will also actively foster and market CSPO as well as RSPO certified products by documenting ADMs food ingredients containing CSPO.
- 6). In South America, ADM palm oil initiative supported by a Government program to develop smallholders in Brazil will soon be registered. High conservation value (HCV) and strategic environmental impact assessment reports are being reviewed by the RSPO and open for consultation on the RSPOs website.

Reasons for Non-Disclosure of Information

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

Confidentiality

Application of Principles & Criteria for all members sectors

6.1 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
- Land Use Rights
- Ethical conduct and human rights
- Labour rights

Water, land, energy and carbon footprints

P-Policies-to-PNC-waterland.pdf

For administration purpose, attachment files are renamed automatically

Land Use Rights

P-Policies-to-PNC-landuseright.pdf

For administration purpose, attachment files are renamed automatically

Ethical conduct and human rights

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For administration purpose, attachment files are renamed automatically

Labour rights

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Stakeholder engagement
6.2 Where relevant, what prevents you from trading/processing only CSPO?
An industry supply-chain matured by market demand.
Commitments to CSPO uptake
As you don't source 100% CSPO through physical supply chains (IP/SG/MB), please answer the following questions: Do you have plans to?
- Please explain why:
- Please specify:

- Do you have plans to immediately cover the gap using Book & Claim?
- How and when do you plan to immediately cover the gap using Book & Claim?
- Please explain why:

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?

 - Negative sentiment on Palm Oil related to both health and environmental issues in Europe
 Secondly, skepticism in the European market toward RSPO because of the alleged lack of enforcement and missing criteria for NO deforestation and NO new development on peat
 - Anticipating blends, fractions, segregated volumes vs. mass balance requests create variable challenges

2 How would you qualify RSPO standards as compared to other parallel standards?		
		
Cost Effective:		
Yes		
Robust:		
Yes		
Simpler to Comply to:		
similar		
3 How has your organization supported the vision of RSPO to transform markets? (e.g. Funding; Engagement with key stakeholders; Business to business education/outreach)		
ADM will continually promote the benefits of RSPO certification and will invite its customers to participate in its efforts to secure a sustainable palm oil supply chain by guiding them to become RSPO members. In addition to participating in RSPO meetings and summits, ADM will also actively foster and market CSPO as well as RSPO certified products by documenting ADMs food ingredients containing CSPO. We promote also the RSPO and RSPO CSPO in our engagement with relevant stakeholders and customers, and actively state our market readiness to meet our customers demand for RSPO certified palm products. For more information please see www.adm.com/responsibility Click here to visit the URL		
4 Other information on palm oil (sustainability reports, policies, other public information):		
See attachments submitted within the report on sustainability policies.		