

Particulars

About Your Organisation

1.1 Name of your organization

Nestlé S.A.

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
-

1.3 Membership number

4-0055-09-000-00

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

- End-product manufacturer
- Food Goods
- Own-brand-Manufacturer

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?

- Applies Globally

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)

315,099

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

144,137

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)

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

459,236

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	82,801.00	6,430.00	-	-
2.3.5 Identity Preserved	-	-	-	-
2.3.6 Total volume	82,801.00	6,430.00	-	-

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 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	3%
2.5.2 Australasia	12%
2.5.3 China	--
2.5.4 Europe (incl.Russia)	46%
2.5.5 India	1%
2.5.6 North America	2%
2.5.7 South America	7%
2.5.8 Indonesia	4%
2.5.9 Malaysia	24%
2.5.10 Middle East	1%
2.5.11 Rest of Asia	--

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

2010

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

2010

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

Applies Globally

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

2023

If target has not been met, please explain why:

Nestlé palm oil intake to be 100% from RSPO certified sustainable palm oil by 2023.

Our gradual intake of RSPO certified sustainable palm oil is projected to be at minima:

- 2018: 115k MT = 25% of total volume [20% SG + 5% Book and Claim]
- 2019: 207k MT = 45% of total volume [40% SG + 5% Book and Claim]
- 2020: 280k MT = 60% of total volume [SG] to be complemented by MB or Book and Claim by 2023
- 2021: 290k MT = 63% of total volume [SG] to be complemented by MB or Book and Claim by 2023
- 2022: 295k MT = 64% of total volume [SG] to be complemented by MB or Book and Claim by 2023
- 2023: 460k MT = 100% of total volume [SG 65% + 35% MB or Book and Claim]

We believe this approach demonstrates our willingness to embrace the RSPO ambition of promoting 100% certified palm oil in 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

2025

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?

Yes

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?

Yes

3.8 When do you expect all products you manufacture to only contain RSPO certified sustainable palm oil and oil palm products?

2023

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

No

Please explain why

Our customers generally do not request the Trademark on our products and individual sustainability claims for each ingredient used in Nestle products would be challenging. Certain markets may use the trademark in communications if locally requested by customers.

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**

In 2018 we are working towards 25% of total volume [20% SG + 5% Book and Claim] as RSPO certified, as well as targets of 95% traceability to mill, 70% traceability to plantation.

Additionally, in support of the continuation of the Roundtable process and the implementation of Roundtable projects we commit to play an active role within the RSPO by participation in consultations, and at minimum one working group or taskforce, with particular interest in addressing the topics of HCS, no peat development, smallholder inclusion, and chain of custody.

Lastly, our work plan includes additional activities promoting sustainable palm oil production, and specifically no deforestation, no peat development, no exploitation, and smallholder inclusion in our supply chains. Examples of these activities in our work plan include:

- Expanding our work in 2018 with Airbus and TFT to apply satellite monitoring to verify no deforestation in at least five countries from which we source, which in combination with traceability to plantation, HCS assessments, and conservation initiatives will work to achieve our 2020 no deforestation commitment.
- Expanding our work with smallholders in our supply chain to develop resilient livelihoods and produce responsible palm oil, to reach smallholders in at least eight countries where we source in pursuit of our ambition of 100% Responsibly Sourced palm oil supply chains that are inclusive of smallholders.
- Implementing our Action Plan on Labour Rights in Palm Oil Supply Chains, launched this year following our 2017 Labour Rights Impact Assessment with the Danish Institute for Human Rights and The Forest Trust, to implement our policy on no exploitation.

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

Data Unknown

- 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
 - No file was uploaded
 - Related link: <https://www.nestle.com/asset-library/Documents/Library/Documents/Suppliers/nestle-responsible-sourcing-standard-english.pdf>
- Land Use Rights
 - No file was uploaded
 - Related link: https://www.nestle.com/asset-library/documents/library/documents/corporate_social_responsibility/nestle-commitment-land-rights-agriculture.pdf
- Ethical conduct and human rights
 - No file was uploaded
 - Related link: <https://www.nestle.com/csv/impact/respecting-human-rights/human-rights-impacts>
- Labour rights
 - No file was uploaded
 - Related link: https://www.nestle.com/asset-library/documents/library/documents/corporate_social_responsibility/nestle-commitment-labour-rights-agricultural-supply-chains.pdf
- Stakeholder engagement
 - No file was uploaded
 - Related link: https://www.nestle.com/asset-library/documents/library/documents/corporate_social_responsibility/nestle-commitment-labour-rights-agricultural-supply-chains.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:

We have provided our Responsible Sourcing Guidelines, which specifically describe application in palm oil. Additionally, we have our Nestlé Supplier Code, Policy on Environmental Sustainability, Commitment on Rural Development, Commitment on Labour Rights in Agricultural Supply Chains and corresponding Labour Rights in Agricultural Supply Chains Roadmap, Commitment on Child Labour in Agricultural Supply Chains, and Commitment to 100% no deforestation by 2020.

In July 2018, the Nestlé Responsible Sourcing Standard was released, describing the requirements and ways of working that we apply together with our upstream supply chain third parties to ensure sustainable long-term supply and to reach the ambition of our purpose, especially to continually reduce our impact on the planet's resources. This Standard replaces previous versions of the Nestlé Supplier Code, the Nestlé Responsible Sourcing Guideline and the Nestlé Commitment on the Responsible Use of Materials from Agricultural Origin. It contributes to the implementation of our commitment to the OECD Guidelines for Multinational Enterprises, the Core Conventions of the International Labour Organization (ILO), and the United Nations Sustainable Development Goals (SDGs).

Related link: <https://www.nestle.com/asset-library/Documents/Library/Documents/Suppliers/nestle-responsible-sourcing-standard-english.pdf>

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?

Yes

When do you plan to cover the gap using Book and Claim?

2023

GHG Footprint

8.1 Are you currently reporting any GHG footprint?

Yes

Related link: <https://www.nestle.com/csv/impact/climate-change/climate-change>

Support for Smallholders

9.1 Are you currently supporting any independent smallholder groups?

Yes

Smallholders account for 40% of global palm oil production. Given this, TFT and Nestlé are collaborating on five smallholder initiatives under the TFT Rurality programme in Indonesia, Malaysia, Ghana, Côte d'Ivoire and Peru. The aim is to build smallholder inclusion into our supply chains, while developing smallholders' resilience and their capability to produce responsibly. These projects aim to create value for everyone along the supply chain: smallholders, mill operators, dealers, suppliers and Nestlé. Depending on the area, these initiatives focus on efficiency, self-sufficiency, diversification, innovation and infrastructure.

Nestlé is also co-funding a project with our supplier Wilmar in Honduras, called the WISSH Project, that will support 5000 smallholders.

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?

The two main challenges have been related to logistics and compliance. For logistics, the challenge has been physically getting traceable and responsibly sourced oil in certain markets where the main supply chains come through bulk vessels which introduce additional complexity to segregation and traceable materials. To address this, we try to identify supply chains where there is greater transparency as well as focusing on initiatives to support industry transformation. For compliance, we encounter obstacles in suppliers being able to demonstrate that no deforestation (HCS) & no peat development is in the supply chain, as well as to address labour issues around which there is lower awareness in the industry. To address this, we have partnered with subject matter expert organizations to develop tools and build capacity in our supply chains.

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)

Our full update on our palm oil responsible sourcing progress in 2017 can be found here: <https://www.nestle.com/asset-library/documents/creating-shared-value/responsible-sourcing/palm-oil-responsible-sourcing-update-2017.pdf>
Our work has included activities promoting sustainable palm oil production, and specifically no deforestation, no peat development, no exploitation, and smallholder inclusion in our supply chains. Examples of these activities in our work plan include: • Piloting verification of no deforestation via satellite monitoring with the Airbus and TFT under the Starling initiative, which will be expanded this year and in combination with traceability to plantation, HCS assessments, and conservation initiatives will work to achieve our 2020 no deforestation commitment. • Supporting smallholders in our supply chain to develop resilient livelihoods and produce responsible palm oil, to reach smallholders in five countries where we source in pursuit of our ambition of 100% Responsibly Sourced palm oil supply chains that are inclusive of smallholders. • Assessing the labour rights issues in our supply chain via a Labour Rights Impact Assessment with the Danish Institute for Human Rights and The Forest Trust, leading to the launch of a new Action Plan on labour rights in our palm oil supply chain:
<https://www.nestle.com/asset-library/documents/creating-shared-value/responsible-sourcing/palm-oil-action-plan-2018.pdf>

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)

- Uploaded files:
[palm-oil-responsible-sourcing-update-2017.pdf](#)

Link: <https://www.nestle.com/csv/raw-materials/palm-oil>