UNILEVER'S SUSTAINABLE PALM OIL JOURNEY

Unilever

2004

Founding member of the RSPO[1] to develop an industry-wide standard for sustainable palm oil

2006

All palm oil for **Europe, Australia and New Zealand covered by GreenPalm certificates**

2008

CGF[2] resolution on **eradication of forced labour** in palm oil industry

2010

Commitment to **source 100% physically certified palm oil by 2020**

Launch of Unilever's first **Sustainable Palm Oil Sourcing Policy**

2012

Agreement between palm oil supplier PTPN[3] 3, NGO IDH[4] and RSPO[1] to develop a **smallholder certification programme**

2013

Publication of first Unilever **Palm Oil Progress Report**

2014

Unilever plays leading role in **New York Declaration on Forests**

Member of **HCSA[6] Steering Group** led by Greenpeace, TFT[7] and the HCS+[8] Study

2015

Opening of Unilever owned **Sei Mangkei oleochemical plant** in North Sumatra, Indonesia

Launch of **updated Sustainable Palm Oil Sourcing Policy**

2016

Partnership with WRI[10] to use the **PALM Risk Tool** to identify mills located in areas with high deforestation risk

Stopped purchasing GreenPalm certificates and committed to repurpose USD $50 million to accelerate production of physically certified palm oil

Agreement with government of Central Kalimantan, Kotawaringin Barat and palm oil supplier INOBU to support a **jurisdictional approach for SHF[11]**

Publication of HCS[8] Convergence Agreement with an aligned methodology on defining deforestation

2017

Commitment to **invest US $25 million in &Green Fund** to achieve large-scale deforestation-free agricultural production

Launch of initiative with palm oil mill PT SKIP in Indonesia to **improve SHF[11] profitability and sustainability**

Agreement with PTPN[3] Holding to **support mills and SHF[11]** in its supply base to produce sustainable palm oil

Joined **RSPO[1] Human Rights Working Group** and Labour Taskforce

Launch of initiative with PTPN[3] 5 **to increase traceability and sustainable palm oil production of SHF[11]** in Indonesia

Published Unilever **palm oil grievance mechanism**

Agreement with PTPN[3] refinery in Medan, Indonesia to **support local mills and SHF[11] to improve profitability and sustainability**

First FMCG[15] company to **publish direct palm oil suppliers and mill data** to drive greater transparency

Partnership with Walmart and WWF to **implement a jurisdictional approach, help certify farmers and protect wildlife habitat** in Sabah, Malaysia

2018

Commitment to **source all palm oil sustainably by 2015** through GreenPalm certificates

CGF[2] **zero net deforestation resolution** for palm oil

2015 target achieved three years ahead of schedule

Founding **member of the TFA[5]** to tackle commodity-driven deforestation

All palm oil for **Europe Foods business is segregated sustainable**

COP21[9] announcement to **preferentially source from sustainable jurisdictions**

All palm oil for **Brazil RSPO[1] certified**

Brought forward target to source **100% physically certified palm oil from 2020 to 2019**

Launch of initiative to work directly with an Indonesian palm oil mill to **improve SHF[11] profitability and sustainability**

All palm oil for **Mexico, Honduras and Argentina RSPO[1] certified**

Agreement with palm oil supplier PTPN[3] 5 to **increase physically certified palm oil production** and develop certification programmes for SHF[11] in Riau, Indonesia

RSPO[1] certification of first SHF[11] in North Sumatra, Indonesia in partnership with palm oil supplier PTPN[3] 3, NGO IDH[4], DeGuru Consulting and the RSPO

TOPP[12] RSPO[1] P&C[13] certification in Ghana

RSPO[1] and ISPO[14] certification of first SHF[11] of Tani Subur Cooperative in partnership with INOBU in Kalimantan, Indonesia

2019

Target to achieve **100% physically certified palm oil** and its derivatives for our core volumes

Partnerships & agreements: Effective engagement with suppliers, other industry players, NGOs and governments is crucial in transforming the palm oil industry to eliminate deforestation and help us meet our sustainable palm oil commitments. Unilever has therefore agreed on several partnerships that will help achieve the common goal of making the palm oil industry sustainable.

Sustainability commitments: Unilever's Sustainable Palm Oil Sourcing Policy aims to drive the transformational change needed in the palm oil supply chain. It sets out our commitments and implementation plan to deliver more efficient land use and forest protection, while increasing our positive social impact, with a focus on the inclusion of smallholders to support improvements in their productivity and income.

Implementation projects: Unilever's ambition is to make sustainable palm oil mainstream and we have various initiatives and approaches in place to transform the industry. We don't rely on just one solution and we have been evolving our approach along the way to ensure we continue to focus on doing the right thing which is shown by the transformation projects we have launched during the last number of years.

Acronyms:

[1]RSPO = Roundtable on Sustainable Palm Oil
[2]CGF = Consumer Goods Forum
[3]PTPN = PT Perkebunan Nusantara
[4]IDH = Sustainable Trade Initiative
[5]TFA = Tropical Forest Alliance
[6]HCSA = High Carbon Stock Approach
[7]TFT = The Forest Trust
[8]HCS+ = High Carbon Stock
[9]COP21 = 2015 United Nations Climate Change Conference
[10]WRI = World Resources Institute
[11]SHF = Smallholder Farmers
[12]TOPP = Twifo Oil Palm Plantation
[13]P&C = Principles & Criteria
[14]ISPO = Indonesian Sustainable Palm Oil
[15]FMCG = Fast Moving Consumer Goods