

Neste

Coalition member since 2020 | As of September 2024, palm oil, and beef are material commodities for Neste.

The following table includes a list of each Key Performance Indicator (KPI) for each material commodity, along with the company's 2023 reporting record. The record includes the following responses:

- “Yes” indicates a company is reporting against a KPI and reporting quantitatively where indicated
- “Yes – narrative reporting” indicates a company is reporting qualitatively against a quantitative KPI
- “Not yet reporting” response indicates a company is not yet reporting on a KPI
- “N/A” indicates a KPI was not established in a given year

Companies have also provided information on their performance against appropriate KPIs, along with methodologies and targets. This information has been self-reported by companies and verified by Proforest.

Links are provided to information when a company is reporting (“Yes”) against a public information requirement, and when a company is reporting qualitatively (“Yes – narrative reporting”) against a quantitative KPI.

For a full methodology on the Forest Positive Coalition's reporting process, including a list of all KPIs and public information requirements, visit transparency.tcgforestpositive.com

| PALM OIL | Publicly reported value and method provided in 2023 | Will your company be able to publicly report on this KPI by June 30th? (Select option from the dropdown) | Publicly reported value or narrative for 2024 reporting on 2023 data | Methodology for value reported | Scope (materials/products in-scope of the reported value, and proportion of total commodity volume that scope represents) | Link to publicly available source | Target (Optional) |
|---|--|---|--|---|---|-----------------------------------|-------------------|
| SEC - SECTION A: PALM OIL - CPO/PKO | | | | | | | |
| 1.0 - Element 1: Own Supply Chain | | | | | | | |
| 1.1 - Policy commitments to the forest positive (NDPE) goals | All renewable feedstocks used by Nestle. Requirements equivalent to the RSPO Principles and Criteria are all covered in different policies and commitments of Nestle. Nestle Sustainability Policy Nestle Responsible Sourcing Principle Nestle Supplier Code of Conduct Nestle Human Rights Principle | | Nestle has phased out palm oil | | | | |
| 1.2 - Timebound action plan summary | Timeline where Nestle achieved its deforestation-free supply chains for palm oil: Protecting Forests Nestle's commitment to Nature Positive by 2040 (Nestle's Sustainability Reporting - page 80) Nestle committed to nature positive by 2040 | | | | | | |
| 1.3 - Mill list using the conventions of the Universal Mill List to make group links (manufacturers) | Nestle's palm oil mill list is published on a half-yearly basis. https://www.nestle.com/products-and-innovation/raw-materials/sourcing-renewable-raw-materials | | | | | | |
| 1.4 - % of total commodity volume that is in scope of Element 1 reporting (new KPI) | NA - new KPI | | | | | | |
| 1.5 - % volume that is forest positive (or NDPE). In 2024 report on 1.5a (% volume that is DCF) and 1.5b (year on year change in forest positive/NDPE volume %) only. | 100% of Palm Oil that Nestle sourced had met the deforestation and conversion free target since 2013. As Nestle only sources ISCC certified palm oil, all the mills must be certified by ISCC and have met the requirements of ISCC for sustainable agricultural biomass. Being ISCC certified means the plantations had met ISCC's Principle on protection of land (deforestation and conversion free prior to 1 January 2008) and therefore, had achieved and committed to protection of highly biodiverse forests which forms the requirements of the ISCC. | | | <i>DCF methodology fully aligned with the CGF-FPC DCF methodology</i> | | | |
| 1.6 - Progress of mills toward forest positive (or NDPE) – in alignment with the CGF-FPC Palm Oil DCF methodology. Progress of mills toward forest positive (or NDPE) – in alignment with the CGF-FPC Palm Oil DCF methodology | 100% of palm oil mills that Nestle sourced from had met the deforestation and conversion free target. Nestle's Palm Oil Dashboard, showing the 100% of palm oil Nestle purchased are ISCC certified. | | | | | | |

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| 1.7 - % traceable to mill | 100% palm oil is traceable back to the mill. All the mills and plantations, the volumes Neste purchased, are listed on the dashboard. During July through December 2022, Neste sourced palm oil from 8 supplier mills. All mills are located in Indonesia. | | | | | | |
| 1.8 - % traceable to FFB sources | 100% palm oil is traceable back to the FFB sources. Neste only sources ISCC certified palm oil, traceable back to the plantation. | | | | | | |
| 1.9 - % physically certified (MB/SG) | In 2022, Neste purchases 100% ISCC certified palm oil on a mass balance basis. 100% ISCC-certified Additionally, the mills are: – 8% RSPO Identity Preserved – 83% RSPO Mass Balance Neste's Palm Oil Dashboard. Additionally, the mass balance approach is also mentioned in the individual mill reports published on Neste's palm oil dashboard. | | | | | | |
| 2.0 - Element 2: Suppliers & Traders | | | | | | | |
| 2.1 - Direct supplier list | Dashboard - https://www.neste.com/products-and-innovation/raw-materials/sourcing-renewable-raw-materials | | | | | | |

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| 2.2 - % Direct suppliers engaged and informed of 'Forest Positive Suppliers' Commitment and 'Forest Positive Approach' | <p>100% of Neste's direct suppliers. We have arranged workshops for all our palm oil suppliers since 2015 to foster dialogue, and to hear about our suppliers' concerns. They also provide us an opportunity to clarify our requirements and expectations. The topics of these workshops have ranged from human and labor rights to deforestation and supply chain traceability.</p> <p>https://www.neste.sg/product-offering/raw-materials/sustainably-produced-palm-oil We source palm oil from carefully selected, responsible suppliers in Malaysia and Indonesia that are committed to certification, principles of sustainability, and continuously improving sustainability performance. These suppliers must be RSPO members and the volumes must be ISCC certified. Therefore, they are committed to the ISCC Principles and the RSPO Code of Conduct for members.</p> | | | | | | |
| 2.3 - Performance of direct suppliers against the elements of the Forest Positive Approach and changes over time including progress on delivery across entire palm oil business | <p>100% of Neste's direct suppliers - committed to No Deforestation policies not only in their own operations but also in their third party sourcing. Already in 2015, all our palm oil suppliers committed to No Deforestation policies not only in their own operations but also in their third party sourcing. This means that even those producers that do not produce raw materials directly for us but are associated with our suppliers, should also be committed to prevent deforestation. If Neste's supplier is found to have sourced palm oil from illegal origins, it is a clear violation of Neste's policies and contracts with the supplier. Neste is a fair but strict buyer, committed to sourcing only sustainable palm oil, known to take action in case any wrongdoing has taken place.</p> | | | | | | |

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| 3.0 - Element 3: Monitoring & Reporting | | | | | | | |
| 3.1 - Summary of company grievance process that aligns with FPC Deforestation Monitoring & Response Framework (MRF) | Neste has a publicly published grievance mechanism and grievance log. Additionally, Neste provides any stakeholders to report a concern via Ethics Online in the event of suspected breach of Neste's Code of Conduct or application legislation. The grievance process includes all renewable raw materials which Neste sources from. The grievance process is aligned with the FPC's recommended good practices - verify, investigation, short-term response and corrective action. https://www-old.neste.com/sites/neste.com/files/attachments/corporate/sustainability/sustainable_supply_chain/neste_grievance_process.pdf ; https://www.neste.com/sustainability/sustainability-at-neste/code-of-conduct/report-concern#d275c9db | | | | | | |
| 3.2 - Summary of progress of grievance cases (e.g. in grievance log or relevant progress report(s)) | The grievance log includes the company, the parent group, summary of the case, status and response. https://www.neste.com/sustainability/sustainable-supply-chain/renewable-raw-material-grievances#d275c9db | | | | | | |
| 3.3 - % of supply base covered by deforestation & peat monitoring (including supplier and landscape monitoring systems) aligned with Monitoring Minimum Requirements | Narrative - Our approach of palm oil sourcing is that, only ISCC certified oil, fully traceable back to the plantation, can be sourced and we have achieved 100% ISCC certified palm oil. These plantations are verified to be meeting the land use cut-off date of the ISCC. In addition to the palm oil being ISCC certified, Neste works with third party consultants to monitor the deforestation and peat monitoring in its palm oil and derivatives supply chains. Since April 2017, Neste has engaged with stakeholders and mapped large swathes of its supply chain. https://satelligence.com/news/neste-and-satelligence-team-up-to-combat-deforestation-in-the-palm-industry | | | | | | |

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| 3.4 - For coalition member companies involved, narrative summary of support provided to develop on the ground monitoring and response systems beyond own supply chains including landscape initiatives and sectoral collaborations | <p>Neste only buys 100% ISCC certified palm oil in which the land conversion has been verified by ISCC. In addition, Neste also works with sustainability partners to monitor the deforestation activities within its supply chains. Satelligence's traceability platform will grant Neste unprecedented supply chain visibility, making sure that Neste's PFAD suppliers can be traced and held to industry-wide sustainability standards. Satelligence's web app provides a Verified Deforestation Free (VDF) module, that will show Neste the risk of deforestation that their mills pose as a percentage. Relieving the burden of data collection in this way means that Neste will be able to pinpoint areas of deforestation risk easily and react accordingly. This way, they can be assured that they will stay in line with commitments like No-Deforestation, No-Peat, and No-Exploitation (NDPE). The data supports improving the supply chain sustainability and compliance with existing and upcoming regulations. Landscape investment also.</p> | | | | | | |
| 3.5 - % of supply mills with, or potentially linked to, deforestation & peat grievances | <p>0%. Neste's palm oil supply chain has not been linked to any deforestation and peat grievances. Since only certified volumes are sourced, and all supply chains are verifiably traced back to the plantation.</p> <p>Note that while the grievance log includes all renewable raw materials Neste sources, Neste had not received grievances specifically related to its palm oil supply chains. Reasons could be the additional risk mitigation measures that Neste has taken, where only ISCC certified palm oil can be sourced, in addition to Neste's sustainability due diligence and requirements to be members of RSPO. https://www.neste.sg/product-offering/raw-materials/sustainably-produced-palm-oil</p> | | | | | | |

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| 3.6 - % of deforestation & peat grievances where action taken in line with MRF steps and requirements | 100%. Neste has not received deforestation and peat grievances related to its palm oil supply chain. Since only certified volumes are sourced, and all supply chains are verifiably traced back to the plantation. Additionally, no NDPE related non-compliances in palm oil supply chains were reported. | | | | | | |
| 4.0 - Element 4: Landscape engagement | | | | | | | |
| 4.1 - Priority production landscapes identified | Neste has invested in the Siak Pelalawan Landscape Programme. | | | | | | |
| 4.2 - Methodology used to identify priority production landscapes to transform to forest positive. | did not report | | | | | | |
| 4.3 - # of landscape initiatives currently engaged in | 1 initiative - Siak Pelalawan Landscape Programme. | | | | | | |
| 4.4 - For each landscape initiative your company is currently engaged in, information on: a. Name, location, timeline and other partners involved b. Report on type of engagement (e.g disbursed financial, in-kind, capacity, preferential sourcing) c. Specific actions or projects that are supported d. How the actions intend to address systemic issues and contribute to delivering forest positive goals (at least one of conservation, restoration, positive inclusion of farmers and communities, multi-stakeholder platforms or partnerships) e. Linkages to shared landscape-level goals developed through multi-stakeholder process | Location: Siak and Pelalawan Districts in Riau, Indonesia; Other partners involved: Cargill, Loreal, Musim Mas, Neste, Pepsico, Unilever, Danone, Sinarmas. The project is also supported by Switzerland's State Secretariat for Economic Affairs (SECO) and implemented by Proforest and Daemeter. Specific actions: The project aimed at protecting forests, peatlands, and natural ecosystems, helping smallholders and local communities to improve production practices, ensure labour rights are respected, pursue sustainable palm oil production goals through improved district policies and plans. https://www.siakpelalawan.net/ | | | | | | |
| SEC - SECTION B: PALM DERIVATIVES | | | | | | | |
| 1.0 - Element 1: Own Supply Chain | | | | | | | |
| 1.1 - Policy commitments to the forest positive (NDPE) goals | All renewable feedstocks used by Neste. Requirements equivalent to the RSPO Principles and Criteria are all covered in different policies and commitments of Neste. Neste Sustainability Policy Neste Responsible Sourcing Principle Neste Supplier Code of Conduct Neste Human Rights Principle | Yes | Neste takes a clear stand against any actions that cause deforestation. We are committed to preventing deforestation in our own supply chains and require the same of all our raw material suppliers. | | All renewable feedstocks used by Neste. Requirements equivalent to the RSPO Principles and Criteria are all covered in different policies and commitments of Neste. | https://www-old.neste.com/sites/neste.com/files/attachments/corporate/sustainability/managing_sustainability/neste_responsible_sourcing_principle_0.pdf | |

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| 1.2 - Timebound action plan summary | Neste's commitment to Nature Positive by 2040 (Neste's Sustainability Reporting - page 80) | Yes | Neste's commitment to Nature Positive by 2040 (Neste's Sustainability Reporting - page 29) | | All renewable feedstocks used by Neste. | https://ir-service.appspot.com/view/ahBzfmlyLXNlcnZpY2UtaHJkchslEg5GaWxlQXR0YWVobWVudBiAgLDdl4XjCw?language_no=0 | |
| 1.4 - % of total commodity volume that is in scope of Element 1 reporting (new KPI) | NA - new KPI | No | Not reporting | | | | |
| 1.5 - % volume that is forest positive (or NDPE). In 2024 report on 1.5a (% volume that is DCF) and 1.5b (year on year change in forest positive/NDPE volume %) only | did not report | No | Not reporting | <i>Is your DCF methodology aligned with the CGF-FPC DCF methodology? - Please highlight the relevant option: Fully aligned / Partially aligned / Not yet aligned. If selected 'partially or not yet aligned', please explain next steps for full alignment</i> | | | |
| 1.9 - % physically certified (MB/SG) | did not report | No | Not reporting | | | | |
| 2.0 - Element 2: Suppliers & Traders | | | | | | | |
| 2.1 - Direct supplier list. For retailers, this is the own brand supplier list | All Neste's palm oil derivatives suppliers (refineries and mills) are listed on Neste's PFAD dashboard. | Yes | All Neste's palm oil derivatives suppliers (refineries and mills) are listed on Neste's PFAD dashboard. | The mills are listed in accordance with the conventions of Universal Mill List. | All palm derivatives Neste sourced from | https://www.neste.com/products-and-innovation/raw-materials/pfad-dashboard | |
| 2.4 - List of identified major upstream suppliers/traders prioritized | All direct suppliers of Neste (refineries) are listed on Neste's PFAD dashboard. | Yes | All direct suppliers of Neste (refineries) are listed on Neste's PFAD dashboard. | | | | |

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| 2.2 - % Direct suppliers engaged and informed of 'Forest Positive Supplier' Commitment and 'Forest Positive Approach' | Narrative - We continue engaging with PFAD-supplying palm oil refineries to ensure that their operations and those of their supplying mills are in compliance with our sustainability policies and principles. We have also evaluated each palm oil mill for environmental risks as part of our proactive approach to preventing deforestation. In November 2022, we organized an annual sustainability workshop for our palm oil and PFAD suppliers. The workshop was curated especially with the objective of raising awareness and advancing on topics such as human rights due diligence and strategies to achieve 100% traceability to plantation (TTP). New topics, such as greenhouse gas emissions tackling scope 3, were also introduced and discussed during the workshop. Supplier engagement Neste | Yes - Quantitative | All Neste's direct suppliers are subjected to Sustainability Due Diligence. The due diligence assessment includes commitments and policies to Forest Positive related criteria. Additionally, all Neste's direct suppliers must be members of the RSPO and therefore they must have environmental and social standards, not lower than those in RSPO, embedded in their operation as part of the requirement of the RSPO. Owing to this requirement of RSPO, all direct palm suppliers of Neste have had Forest Positive Commitments. All our suppliers of renewable raw materials are required to fulfill the requirements of our Supplier Code of Conduct. The Supplier Code of Conduct outlines requirements for Neste's suppliers to comply with in their business transactions with Neste and in business interactions with their own employees, suppliers and other stakeholders. The Supplier Code of Conduct is included in the terms of contract with all suppliers, contractors and other business partners participating in the delivery of products, components, materials or services to Neste, covering both direct and indirect procurement. Additionally, renewable raw materials supply contracts contain strict audit terms. To support and validate this expectation, our raw material suppliers for our renewable products are subject to rigorous sustainability due diligence procedures to ensure the compliance with the Neste Supplier Code of Conduct which covers strong provisions on Compliance with Laws, Business Conduct, Human and Labor Rights, Occupational Health, Safety and Security, Environmental Impact and Climate Change as well as Reporting. The criteria in our Supplier Sustainability Review and Audit Framework are aligned with our Supplier Code of Conduct, and additionally go beyond compliance in addressing a broader range of social and environmental topics and impacts such as impacts on neighbouring communities as well as Environmental Impact and Climate Change. Neste Supplier Code of Conduct was updated and implemented in 2020 to ensure its correspondence with existing norms and regulations as well as stakeholder expectations and needs. In line with this, we carried out functional-level training on our Supplier Code of Conduct requirements for employees working in Renewable Products Supply, Indirect Procurement and NES Procurement. A Guide for suppliers and other business partners was also published to interpret the requirements and to provide practical guidance on how to comply with Neste Supplier Code of Conduct. In 2021, | | | https://www.neste.com/sustainability/supply-chain/supplier-code-conduct https://www.neste.com/sustainability/supply-chain/raw-material-sourcing | |

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| <p>2.3 - Performance of direct suppliers against the elements of the Forest Positive Approach and changes over time including progress on delivery across entire palm oil business</p> | <p>Narrative - Neste employs a risk calibrated approach in its derivatives supply chains. The progress of its suppliers with regards to the risk calibrated approach is published in the Neste's sustainability annual report. Our aim has been to develop a common approach to tracing palm oil-based waste and residues and to develop a common definition and shared understanding of the concept for all the actors in the industry. Our Risk-calibrated Approach (RCA) towards TTP prioritizes gathering more data from suppliers sourcing raw material in higher risk areas, such as those in close proximity to forests, uncultivated peat, and protected areas. During 2022, we were able to independently map and validate 100% (100%) of our PFAD supply chain to the supplying palm oil mills and 86% (85%) all the way to plantations. Neste partners with third party consultant CORE to work with its suppliers (palm oil refineries) to enhance its deforestation-free assessment. The work includes Risk-Calibrated Approach (RCA) to prioritise supplying areas in higher risk areas, such as those in close proximity to forests, uncultivated peat and protected areas.</p> <p>https://www.neste.com/sustainability/sustainability-at-neste#d275c9db; https://www.neste.com/sustainability/reporting#d275c9db</p> | <p>Yes - Narrative</p> | <p>Neste employs a risk calibrated approach in its derivatives supply chains. The progress of its suppliers with regards to the risk calibrated approach is published in the Neste's sustainability annual report.</p> | <p>Neste partners with third party consultant CORE to work with its suppliers (palm oil refineries) to enhance its deforestation-free assessment. The work includes Risk-Calibrated Approach (RCA) to prioritise supplying areas in higher risk areas, such as those in close proximity to forests, uncultivated peat and protected areas.</p> | | <p>https://www.neste.com/en-sg/news/neste-s-palm-oil-and-pfad-traceability-dashboards-have-been-updated-updates-twice-a-year</p> | |

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| 2.5 - Upstream suppliers/traders prioritised and engaged (directly or via a collective approach) and informed of Forest Positive Approach | Narrative - All refineries are engaged via annual sustainability workshops. Additionally, suppliers are engaged on one on one basis for capacity building to improve their performance. We continue engaging with PFAD-supplying palm oil refineries to ensure that their operations and those of their supplying mills are in compliance with our sustainability policies and principles. We have also evaluated each palm oil mill for environmental risks as part of our proactive approach to preventing deforestation. In November 2022, we organized an annual sustainability workshop for our palm oil and PFAD suppliers. The workshop was curated especially with the objective of raising awareness and advancing on topics such as human rights due diligence and strategies to achieve 100% traceability to plantation (TTP). New topics, such as greenhouse gas emissions tackling scope 3, were also introduced and discussed during the workshop. https://www.neste.com/sustainability/supply-chain/raw-material-sourcing#81159d49 ; https://www.neste.sg/neste-in-singapore-and-asia-pacific/journeytozerostories/we-can-achieve-more-sustainability-working-together-our-suppliers | Yes - Narrative | All refineries are engaged via annual sustainability workshops. Additionally, suppliers are engaged on one on one basis for capacity building to improve their performance. | | | https://ir-service.appspot.com/view/ahBzfmlyLXNlcnZpY2UtaHJkchslEg5GaWxlQXR0YWVWVudBiAglDdl4XjCw?language_no=0 | |
| 2.6 - Performance of upstream suppliers/traders against the elements of the Forest Positive Approach and changes over time including progress on delivery across entire palm oil business | All refineries are engaged and their performance are being reported according to the Risk Calibrated Approach. Neste's 2022 Sustainability Report - page 94 | Yes - Quantitative | All refineries are engaged and their performance are being reported according to the Risk Calibrated Approach. | | | https://www.neste.com/en-sg/news-and-insights/sustainability/pfad-supplier-sustainability-workshops | |

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| 3.0 - Element 3: Monitoring & Reporting | | | | | | | |
| 3.8 - Provide a short narrative summary of progress made towards reporting on the Element 3 in 2025 (for own brand products) | Neste monitors its palm oil derivatives supply chains and reports it on Neste's raw materials grievances. Satelligence's traceability platform will grant Neste unprecedented supply chain visibility, making sure that Neste's PFAD suppliers can be traced and held to industry-wide sustainability standards. Satelligence's web app provides a Verified Deforestation Free (VDF) module, that will show Neste the risk of deforestation that their mills pose as a percentage. Relieving the burden of data collection in this way means that Neste will be able to pinpoint areas of deforestation risk easily and react accordingly. This way, they can be assured that they will stay in line with commitments like No-Deforestation, No-Peat, and No-Exploitation (NDPE). The data supports improving the supply chain sustainability and compliance with existing and upcoming regulations. https://satelligence.com/welcome-alexander-software-engineer/ ; https://www.neste.com/sustainability/supply-chain/grievances-and-concerns | Yes | Neste monitors its palm oil derivatives supply chains and reports it on Neste's raw materials grievances. | The grievance log includes the grievance subject that Neste may be potentially linked to, the parent group, summary of the case, status, response and companies excluded from the supply chains. Satelligence's traceability platform will grant Neste unprecedented supply chain visibility, making sure that Neste's PFAD suppliers can be traced and held to industry-wide sustainability standards. Satelligence's app provides a Verified Deforestation Free (VDF) module, that will show Neste the risk of deforestation that their mills pose as a percentage. Relieving the burden of data collection in this way means that Neste will be able to pinpoint areas of deforestation risk easily and react accordingly. This way, they can be assured that they will stay in line with commitments like No-Deforestation, No-Peat, and No-Exploitation (NDPE). The data supports improving the supply chain sustainability and compliance with existing and upcoming regulations. | | https://www.neste.com/sustainability/supply-chain/grievances-and-concerns partnering with Satelligence (https://satelligence.com/case-study/neste/) and Earthqualizer (https://www.neste.com/en-sg/sustainability/biodiversity/fo-rests) for deforestation monitoring | |
| 4.0 - Element 4: Landscape engagement | | | | | | | |
| 4.1 - Priority production landscapes identified | See CPO/PKO | Yes | Siak Pelalawan Landscape Programme | | | https://ir-service.appspot.com/view/ahBzfmlyLXNlcnZpY2UtaHJkchslEg5GaWxlQXR0YWVobWVudBIAGLDdl4XjCw?language_no=0 | |
| 4.2 - Methodology used to identify priority production landscapes to transform to forest positive | See CPO/PKO | No | Not reporting | | | | |
| 4.3 - # of landscape initiatives currently engaged in | See CPO/PKO | Yes - Quantitative | One initiative | | | | |

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|--|---|---|---|--------------------------------|---|---|-------------------|
| <p>4.4 - For each landscape initiative your company is currently engaged in, information on:</p> <p>a. Name, location, timeline and other partners involved b. Report on type of engagement (e.g disbursed financial, in-kind, capacity, preferential sourcing) c. Specific actions or projects that are supported d. How the actions intend to address systemic issues and contribute to delivering forest positive goals (at least one of conservation, restoration, positive inclusion of farmers and communities, multi stakeholder platforms or partnerships) e. Linkages to shared landscape-level goals developed through multi-stakeholder process</p> | See CPO/PKO | Yes | <p>Initiative 1: Siak Pelalawan Landscape Programme;</p> <p>Location: Siak and Pelalawan Districts in Riau, Indonesia;</p> <p>Other partners involved: Cargill, L'oreal, Musim Mas, Neste, Pepsico, Unilever, Danone, Sinarmas. The project is also supported by Switzerland's State Secretariat for Economic Affairs (SECO) and implemented by Proforest and Daemeter.</p> <p>Specific actions: The project aimed at protecting forests, peatlands, and natural ecosystems, helping smallholders and local communities to improve production practices, ensure labour rights are respected, pursue sustainable palm oil production goals through improved district policies and plans.</p> | | | https://www.siakpelalawan.net/ | |

| BEEF (and other cattle-derived products) | Publicly reported value and method provided in 2023 | Will your company be able to publicly report on this KPI by June 30th? (Select option from the dropdown) | Publicly reported value or narrative for 2024 reporting on 2023 data | Methodology for value reported | Scope (materials/products in-scope of the reported value, and proportion of total commodity volume that scope represents) | Link to publicly available source | Target (Optional) |
|---|---|---|--|--------------------------------|---|--|-------------------|
| 1.0 - Element 1: Own Supply Chain | | | | | | | |
| 1.1 - Policy commitments to the FP goals | See policies https://www-old.nestle.com/sites/nestle.com/files/nestle_sustainability_principle.pdf ; https://www-old.nestle.com/sites/nestle.com/files/nestle_sustainability_principle.pdf ; https://www-old.nestle.com/sites/nestle.com/files/nestle_sustainability_principle.pdf | Yes | Nestle has joined the Consumer Goods Forum Forest Positive Coalition to strengthen its collaboration on preventing deforestation. We welcome further collaboration over industry boundaries and with all our stakeholders to ensure deforestation-free supply chains. No deforestation. We are committed to combating deforestation in our supply chain as defined in the Nestle Responsible Sourcing (Principle) and require the same from our raw material suppliers. We do not purchase raw material that has caused deforestation. | | The policies and commitments include all feedstocks sourced by Nestle. | Sustainability Principle Responsible sourcing principle Preventing deforestation Protecting Forests | |
| 1.2 - Timebound action plan summary | "Our vision now is to drive a positive impact on biodiversity and achieve a nature positive value chain. We aim at creating net positive impacts (NPI) for biodiversity from new activities from 2025 onwards. target no net loss (NNL) of biodiversity from all ongoing activities by 2035." "As part of Nestle's broad Sustainability Vision, we drive a positive impact on biodiversity and achieve a nature positive value chain by 2040. Nature positive aims at halting and reversing nature loss, positive impacts outweighing the adverse impacts." https://www.nestle.com/sustainability#sustainability-vision | Yes | Our work is guided by the Neste sustainability vision in which we have set ourselves aspirational targets for climate, biodiversity, human rights, as well as our supply chain and raw materials – issues that are all interlinked. Together with our partners we are aiming at a carbon neutral and nature positive value chain by 2040. Nestle is committed to protecting biodiversity with a vision to drive a positive impact on biodiversity and achieve a nature positive value chain by 2040. We aim to create net positive impacts for biodiversity from new activities from 2025 onwards, and target no net loss (NNL) of biodiversity from all ongoing activities by 2035. Nestle is committed to preventing deforestation and requires the same from its suppliers. | | Requirements include all feedstocks. | Neste Sustainability Report 2023 Sustainability vision | |
| 1.3 - Beef footprint across all product categories | did not report | No | | | | | |
| 1.4 - % of total commodity volume that is in scope of Element 1 reporting a) % of the total commodity volume that is in scope of your Element 1 reporting b) Narrative explanation on the % excluded from scope | NA - new KPI | No | | | | | |

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|--|---|---|---|--|---|---|-------------------|
| 1.5 - % with known origin and per classification of origin | <p>CDP - 100% of cattle products (tallow) traceable to point of origin – (to rendering plant)</p> <p>"During onboarding we require our suppliers to disclose their supply chain actors and locations as determined by market requirements and even go beyond in some cases."</p> <p>"Neste sources animal fat globally. To be able to achieve and maintain full traceability of our supply chain requires internal expertise and close collaboration with our suppliers to be able to map all our cattle supply chains until the point of origin. The process is managed through Neste's Supplier Sustainability Portal."</p> | Yes - Quantitative | <p>As the rendering is a regulation set obligatory step, all the fat comes via the rendering plants. Similarly the mandatory traceability requirements in the member states and customers are to the point of origin or generation of the waste. Hence, 100% of the animal fat wastes that Neste procures are traceable back to the rendering plants or point of origin.</p> <p>In 2022 we continued work towards meeting the commitments of No conversion of natural ecosystems, Zero gross deforestation/no deforestation, and Restoration and compensation to address past deforestation and/or conversion and as an example of an action taken, we continued a mapping on existing deforestation risk management practices for all our active and new animal fat (AF) suppliers, covering all our AF sourcing countries globally. As an outcome, we have established a risk profile of Neste AF supply chain with regards to deforestation and started to apply additional due diligence for AF suppliers operating in countries with Extreme risk of deforestation to ensure that our supply chains are free of deforestation and human and labor exploitation. Our target is to continue developing Neste's requirements on deforestation and plan and implement potential mitigation measures for the highest risk suppliers. The global risk profile of our AF supply chain is reviewed annually.</p> | Neste's methodology complies with the CGF-FPC's in the operations we do in Brazil. Neste will work on expanding these requirements/methodology to other countries where we source our feedstock. | All types of animal fat. | CDP Forests Report F8.1 | |
| 1.6 - % Deforestation and Conversion free (DCF) volumes and breakdown as indicated a) % of cattle products purchased that are DCF and to what level upstream this has been ascertained b) % of cattle products purchased broken down into: • Volumes that are DCF due to negligible risk origins • Volumes that are DCF due to suppliers with DCF control mechanisms • Volumes that are DCF due to remote assessment c) Year on Year Change in % DCF | NA - new KPI | No | | | | | |
| 1.7 - % progressing towards DCF | did not report | No | | | | | |
| 2.0 - ELEMENT 2: SUPPLIER & MEATPACKERS | | | | | | | |
| 2.1 - Supplier list | did not report | No | | | | | |

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|---|--|---|---|--------------------------------|---|--|-------------------|
| 2.2 - Summary of the Forest Positive Approach for meatpackers and own brand manufacturers | All suppliers are required to sign Neste's Supplier Code of Conduct. | Yes | We only source raw materials that are traceable which means that we source renewable raw materials only from known sources providing us with visibility into the raw material supply chain and enabling efficient monitoring and engagement with the supply chain. We source renewable raw materials only from suppliers that are committed to preventing deforestation, protecting biodiversity and respecting human rights, as defined in Neste's Responsible Sourcing Principle. Our renewable raw material suppliers are regularly audited to ensure compliance with our sustainability criteria. | | Applicable to all feedstocks. | Preventing deforestation | |

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|---|--|---|---|--------------------------------|---|--|-------------------|
| 2.3 - T1 suppliers to whom the Forest Positive Approach and its implementation have been communicated | <p>We require 100% of suppliers and other business partners to be committed to Neste Supplier Code of Conduct and have the best-in-class grievance processes including human rights, biodiversity and climate targets as key criteria for suppliers as we drive diversification and increased availability of sustainable raw materials.</p> <ul style="list-style-type: none"> • Developing or distributing supply chain mapping tool • Supplier audits • Investing in pilot projects • Contract clauses linked to forest related commitments in certain high risk regions. <p>See CDP & Neste Sustainability Report, page 39 We actively engage with our suppliers to identify the biggest risks in our supply chain and to ensure our suppliers' compliance with our Supplier Code of Conduct and Responsible Sourcing Principle with the aim to improve our suppliers' ESG performance. In 2021, 223 renewable raw material suppliers were assessed. Our risk assessment includes mapping of supply chains and operations, desk-based research, supplier self-assessment questionnaires, supplier engagement, and discussions with expert stakeholders. In 2021, we e.g., arranged calls with suppliers and/or asked clarifications or supporting documents via email and reviewed all our new raw material suppliers. The supplier sustainability due diligence process is managed through Neste's digital Supplier Sustainability Portal (SSP), where our suppliers must also insert the physical supply chains. We have been developing SSP collaboratively also with our AF suppliers. We also conducted a total of 19 sustainability audits in 2021.</p> | Yes - Narrative | <p>In 2023, 100% (99%) of the renewable raw material volumes, 86% (84%) of the crude oil and fossil raw materials volumes and 91% (73%) of overall indirect contracted spend were covered by the Neste Supplier Code of Conduct or equivalent.</p> <p>Our approach with our direct suppliers focuses on engaging with them to identify the biggest risks in our supply chain and to ensure their compliance with our Supplier Code of Conduct (SCoC) and Responsible Sourcing Principle with the aim to improve their ESG performance. Our target is to assess all (100%) new animal fat suppliers against sustainability criteria.</p> <p>To support the implementation of our Supplier Code of Conduct (SCoC), we provide annual capacity building training to our suppliers. The topics are aligned with the topics of our SCoC and the focus of the training varies every year. In 2022, we conducted capacity building training on implementing human rights due diligence for our renewable raw material (incl. AF) suppliers in Asia, Oceania, Americas and EMEA region. Direct suppliers and certain second-tier suppliers were invited for the training from countries having a medium or high risk for violating human rights and labor standards. In 2021, we conducted training, which focused e.g. on Biodiversity, Deforestation and Protected Areas.</p> | | Cross-commodity code of conduct for suppliers | Sustainability Report 2023 CDP Forests 2022 | |

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|--|--|---|---|--------------------------------|---|------------------------------------|-------------------|
| 2.4 - Performance of T1 suppliers against Forest Positive Approach including progress on delivery across entire operations | <p>Narrative - Percentage of business partners who have committed to Nestle's minimum sustainability requirements in the Supplier Code of Conduct (%): 99% 8) (99%) of the renewable raw material volumes, 84% (88%) of the crude oil and fossil raw materials volumes, and 73% of overall indirect contracted spend (87% of all indirect procurement supplier contracts commencing in 2022) were covered by Nestle Supplier Code of Conduct or equivalent.</p> <p>In order to identify risks related to sustainability in our RP supply chain, we use information of country risk indices and maintain a country risk categorization. During the supplier specific sustainability evaluation, which is conducted for all new suppliers, we review e.g. if biodiversity, deforestation, conservation or land use change topics are covered by the company's documented set of policies or commitments. Supplier risk assessment includes mapping of supply chains, supplier self-assessment questionnaires, supplier engagement, and discussions with expert stakeholders. After supplier approval, the assessment process is renewed every 3–5 years depending on the supplier's sustainability risk.</p> <p>Based on supplier risk assessment, Nestle also conducts several 2nd party supplier audits annually which are conducted either by Nestle Sustainability Specialists or a 3rd party auditor.</p> | No | | | | | |
| 2.5 - Meatpackers sourcing from priority origins that have been engaged and are being evaluated | did not report | No | | | | | |
| 2.6 - Performance of meatpackers against Forest Positive Approach including progress on delivery across entire operations | did not report | No | | | | | |
| 4.0 - Element 4: Landscape engagement | | | | | | | |
| 4.1 - Priority production landscapes identified | Landscape investment in other commodity | Yes | Nestle is supporting a landscape initiative program in Para, a region in Northern Brazil that has been affected by deforestation. | | Tallow from Brazil | Protecting Forests | |
| 4.2 - Methodology used to identify priority production landscapes to transform to forest positive | | No | | | | | |
| 4.3 - # of landscape initiatives currently engaged in | | Yes - Narrative | 1 | | Tallow from Brazil | Protecting Forests | |

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| 4.4 - For each landscape initiative your company is currently engaged in, information on: a. Name, location, timeline and other partners involved b. Report on type of engagement (e.g disbursed financial, in-kind, capacity, preferential sourcing) c. Specific actions or projects that are supported d. How the actions intend to address systemic issues and contribute to delivering forest positive goals (at least one of conservation, restoration, positive inclusion of farmers and communities, multi-stakeholder platforms or partnerships) e. Linkages to shared landscape-level goals developed through multi-stakeholder process | | Yes | Neste is supporting a landscape initiative program in Para, a region in Northern Brazil that has been affected by deforestation. The collaboration with local NGOs (Proforest, Imaflores and Solidaridad) aims at driving structural change in the region by engaging with local cattle farmers and promoting forest conservation. The collaboration started early 2023 and the project is first focused on mapping the relevant stakeholders for further engagement. | | Tallow from Brazil | Protecting Forests | |