

Carrefour's Forest Positive Commitment on Palm Oil

August 2021

Carrefour's commitment to forest positive solutions across its palm oil supply chain

Carrefour remains committed to establishing a deforestation and conversion-free palm oil supply chain, taking action within its own activities as well as through contributing to collective initiatives, to drive transformative change.

Since 2019, Carrefour has served as Co-Sponsor of the <u>Consumer Goods Forum</u> (<u>CGF</u>) Forest Positive Coalition of Action - bringing together 20 of the top consumer goods companies - to combine its collective reach and knowledge, global networks and resources, to engage and collaborate with producers, suppliers and traders, as well as governments and NGOs, to advocate for forest positive solutions.

Carrefour's time bound Action Plan

Carrefour has the ambition of ensuring deforestation-free across its products containing palm oil. Carrefour's products containing palm oil comply with legislation and promote sustainable production according to the principles and criteria established by the Roundtable for Sustainable Palm Oil (RSPO). Moreover when it improves the nutritional profile or meets consumer expectations, Carrefour substitutes the palm oil present in its own-brand products. In addition, Carrefour is committed to supporting landscape initiatives in sensitive production areas to further reduce the impact of palm oil production.

In 2020, the Group is working towards completing its action plan to combat deforestation linked to palm oil and strengthening its ambition through announcing the following objectives:

- <u>Concerning direct suppliers:</u> 100% of palm oil used in Carrefour brand products is RSPO certified (level segregated) by 2022.
- <u>Concerning upstream actors:</u> 100% of key palm oil traders assessed and working toward compliance with our policy by 2025.

Carrefour's 2020 results toward achieving 100% of RSPO certified palm oil in its own brand products are:

- 2% of palm oil with RSPO Next, POIG
- 53% of palm oil with RSPO Segregated certification
- 28% of palm oil with RSPO Mass balance certification
- 17% of palm oil covered by RSPO credits



Taking action in the wider supply chain

Carrefour commits to engaging its traders and upstream suppliers to share its ambition of deforestation-free.

First, Carrefour has identified its major upstream suppliers and traders to prioritize actions, sharing its ambition of deforestation and conversion-free across all supplies through questionnaires, letters to traders and the evaluations from the Palm Oil Transparency Coalition (POTC) within the Forest Positive Coalition.

Second, Carrefour has been engaging suppliers on its zero-deforestation objective and evaluating their performances since 2015. Carrefour has organized top-to-top meetings with palm oil traders to share its expectation of a shared ambition of deforestation-free across the wider supply chain. In addition, Carrefour continues to support suppliers in this ambition.

Third, Carrefour monitors the progress of suppliers based on the following criteria as part of commitment to the CGF Forest Positive Coalition of Action:

- A public commitment to deforestation-free across entire commodity business including a public time-bound action plan with clear milestones for meeting commitments;
- Process in place for regular supplier engagement;
- A mechanism to identify and respond to grievances;
- Support landscape initiatives delivering forest positive development;
- Regular reporting against key KPIs.

Following the evaluating and reporting, traders and suppliers are expected to provide an action plan and show continuous improvement toward deforestation and conversion-free supply chain, which is closely monitored by Carrefour.

Summary of landscape initiative engagement

To complement its efforts to ensure deforestation and conversion-free across its supply chain, Carrefour has committed to engaging in a number of landscape projects on the ground in 2022 to build local multi-stakeholder action to address the root causes of deforestation.

As a member of the Forest Positive Coalition of Action, in 2020 Carrefour participated in a 50,000 USD collective investment in the Siak Pelalawan Landscape Programme to strengthen the social and environmental well-being of the Siak district and its communities - one of the largest palm oil producing districts in Indonesia.

Further information on specific projects supported by Carrefour will be shared at the end of 2021.



LIST OF TOP OWN-BRAND SUPPLIERS (FRANCE)
VANDEMOORTELE
CERELIA
LA BOULANGERE & CO
POULT
BOUVARD BISCUITS
NATRA CHOCOLATE
BISCUITERIE WILLEMS
ST MICHEL BISCUITS
LA FOURNEE DOREE
POPPIES