



Transparency and Sustainability in our Upstream Palm Oil Supply Chain

Mondelēz International has been encouraging sector wide collaboration to address systemic issues in sustainable sourcing of palm oil, as is evident from our Palm Oil Action Plan published in 2014 followed by the Palm Oil Action Plan Update published in 2016.

To improve sustainability, we expect our direct suppliers to prevent, mitigate, and, where appropriate, remediate social and environmental risks. As a first step, we required our direct suppliers to provide traceability to the mill for all the oil they supply, including oil sourced from their upstream suppliers.

Accordingly, to help drive supplier transparency and accountability, we:

1. required suppliers to provide us with full lists of all the mills in their group-wide supply base;
 2. engaged suppliers to demonstrate their accountability by making their group-wide mill lists public.
- Below are links to our top six suppliers' public lists.

AAK	- click here
Bunge	- click here
Cargill	- click here
IOI	- click here
Sime Darby	- click here ¹
Wilmar	- click here

We are enforcing our expectations of suppliers to:

1. assess allegations against mill and plantation owning groups and, where appropriate, remediate or exclude them from our supply
2. map all their mills through Global Forest Watch so we can identify any mills in areas with high deforestation risk and track overall deforestation rates in our supply base

In turn, we will publish before the end of Q1 2018 a list of mills supplying palm oil to us – this will be a subset of our suppliers' mills.

We report annually on progress with these actions and will share our next report in Q2 2018.

¹ Pending update