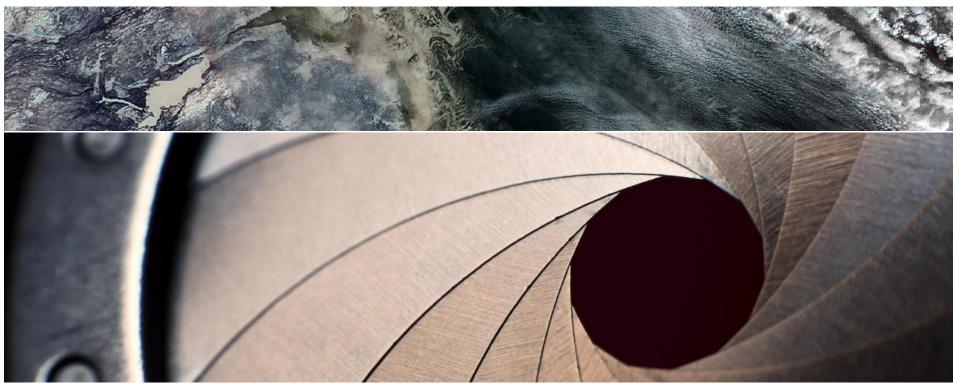
## generation\_

## **Tackling Sustainability Challenges in the Palm Oil Industry** Mark Mills *Partner, Generation Investment Management Chairman, Sustainable Palm Oil Investor Working Group*

November 2017



Private and confidential / not for public distribution

- I. What is Palm Oil?
- II. What are the sustainability issues faced in the Palm Oil industry?
- III. Why and how is Generation involved?
- IV. The Sustainable Palm Oil Investor Working Group
  - I. Who are we?
  - II. What do we do?
  - III. What have we achieved?

### What is Palm Oil?

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https://www.sciencenews.org/article/bad-karma-can-ruin-palm-oil-crops



http://www.palmoilhealth.org/sustainability/sustainable-agriculture/



http://katygandor.com/2016/04/palm-oil-why-all-the-controversy/

### How is Palm Oil Used?

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http://www.freepixels.com/Food\_and\_Drinks/Sweets\_and\_Cakes/pi c2504.html



http://www.nydailynews.com/life-style/eats/france-proposesnutella-tax-palm-oil-article-1.1199417

In Food



https://www.burtonsbiscuits.com/our-brands/maryland/



http://www.amazinganimalsinc.org/conservation/



https://forcechange.com/132374/stop-use-ofenvironmentally-degrading-palm-oil-in-ice-cream/

### But also:

## **Cosmetics**

Cleaning Agents

### **Biofuel**

### Palm Oil Benefits

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### Economic development and growth

> Key driver for economic development in developing world

#### Social development and job creation

> More than 4.5 million people are involved in the industry in Indonesia and Malaysia.



http://www.greenpeace.org.uk/Blog/Forests/14-Reasons-We-Need-Save-Indonesia-Deforestation-20131023

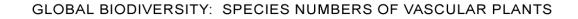


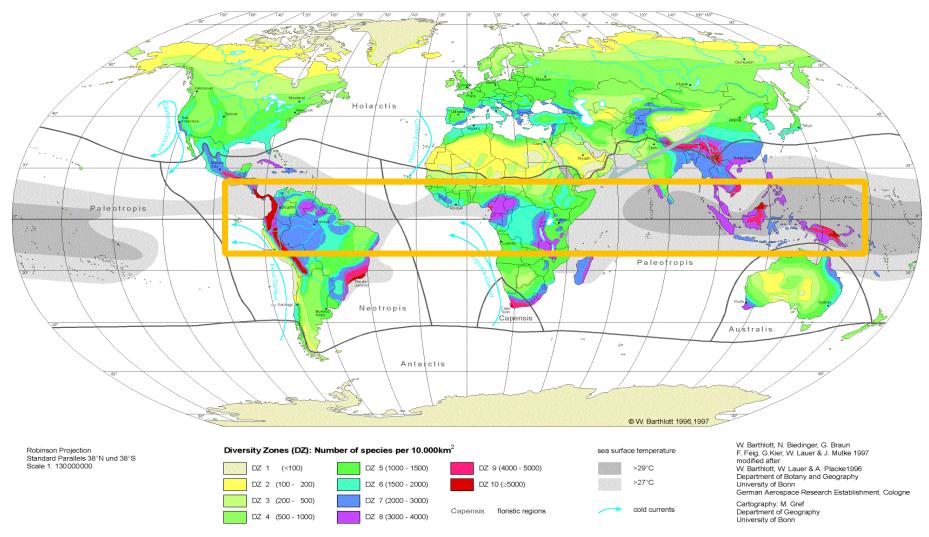
https://news.mongabay.com/2011/03/indigenous-community-takes-court-ruling-into-own-hands-and-seizes-oil-palm-plantation/



http://greenpalm.org/







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Hardi Baktiantoro/Centre for Orang Utan Protection





Source: photo by David Gilbert

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## 7 Stakeholders of the Roundtable on Sustainable Palm Oil (RSPO) generation RSPO Oil Palm Formed in 2004 Growers **2,500** members (2016) Processors Retailers & Traders **RSPO** Consumer Banks & Goods Investors Manufacturer Social NGO Environment NGO

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What percentage of the palm oil you purchase is Certified Sustainable Palm Oil and what are your plans for moving to 100% Certified Sustainable Palm Oil?



https://www.rainforest-rescue.org/petitions/952/pepsico-trashing-rainforests-for-450000-tons-of-palm-oil-a-year



- 1. RSPO Certification
- 2. Disclosure of Concession Area
- 3. Yield efficiency
- 4. Traceability
- 5. Commitments to No Deforestation, No Peat, No Human Rights Exploitation

## "She's Not a Fan" Campaign

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Source: Graphics for the 'She's not a fan' campaign, which alleges that Jardine Matheson, parent company of luxury hotel chain Mandarin Oriental group, is also linked to unsustainable palm oil cultivation by Astro Agra Lestari, another Jardine company. Image: Shesnotafan.org

WHO WE	PALM OIL BY	GROWERS &	TRANSPORT &	INVESTORS &	<b>REFINERIES &amp;</b>	CONSUMERS &	STANDARDS &	NGOS &	SPOTT
ARE	REGION	MILLERS	BIOFUELS	TRADERS	MANUFACTURERS	RETAILERS	CERTIFICATION	POLICY	

#### SUSTAINABLE PALM OIL TRANSPARENCY TOOLKIT (SPOTT)

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**ZSL SPOTT** is an interactive resource, designed for investors, manufacturers, and other stakeholders in the palm oil sector, to assess oil palm growers on the information that they make publicly available about the sustainability of their operations.

This Transparency Toolkit combines satellite mapping technology with in-depth performance assessments on 25 of the largest publicly listed companies that grow oil palm, including 21 RSPO members and 4 non-members.

Explore concession sites using the mapping tool or select a company from the list view table to see how they perform against our 48 indicator framework comprise of seven indicator categories. Each indicator contains a question, answer, score, and links to further information.

#### SIGN-UP HERE for the latest SPOTT updates



#### Company name 🔻

Headquarters V

#### RSPO Member? Updated

Score

Astra Agro Lestari Terbuka PT	Indonesia	No	30/01/2015	12.73%
Boustead Plantations Berhad	Malaysia	Yes	30/01/2015	23.64%

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