

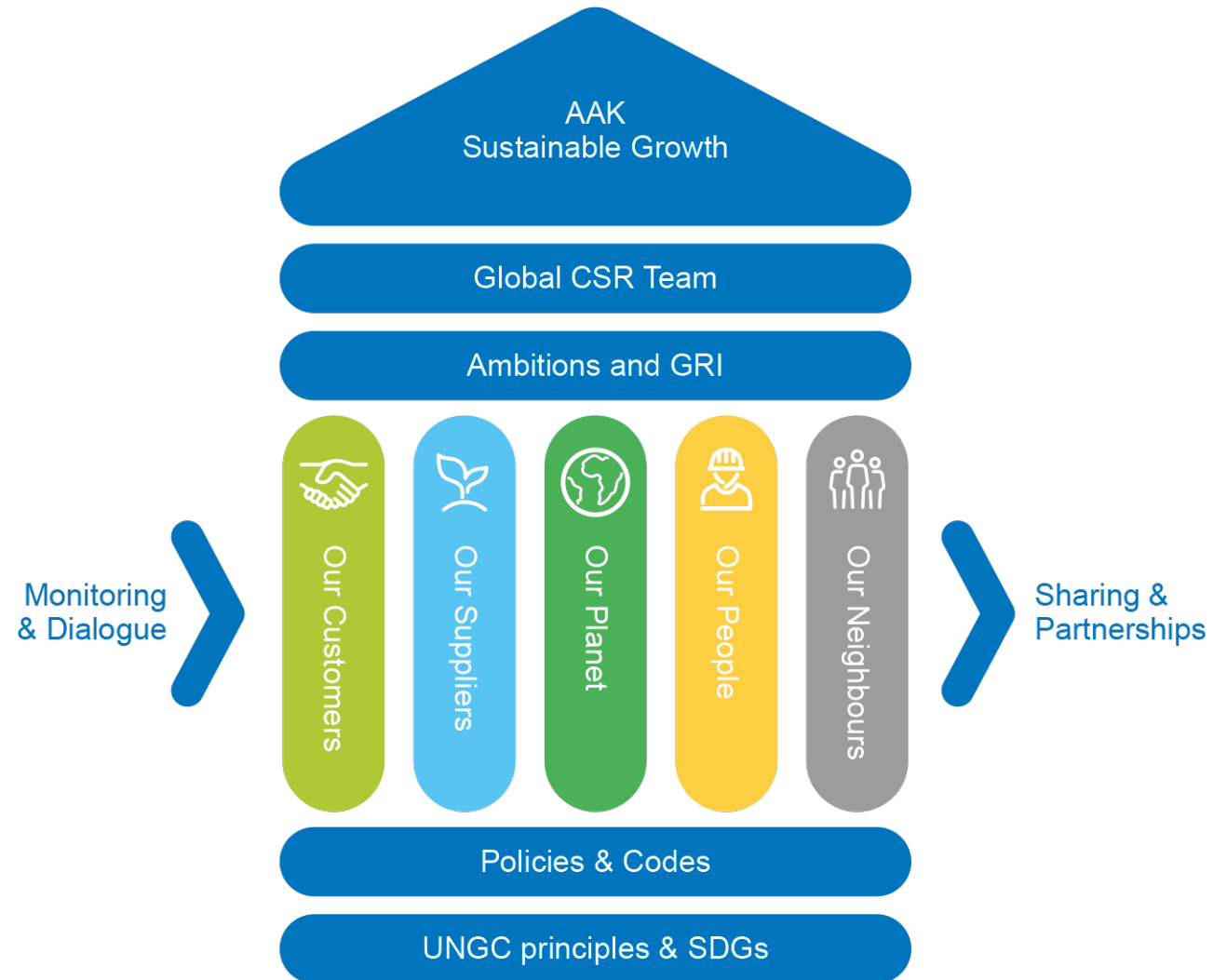


Anne Mette Olesen
Chief Marketing Officer
including CSR

Sustainability

AAK

Sustainable growth – House of Sustainability

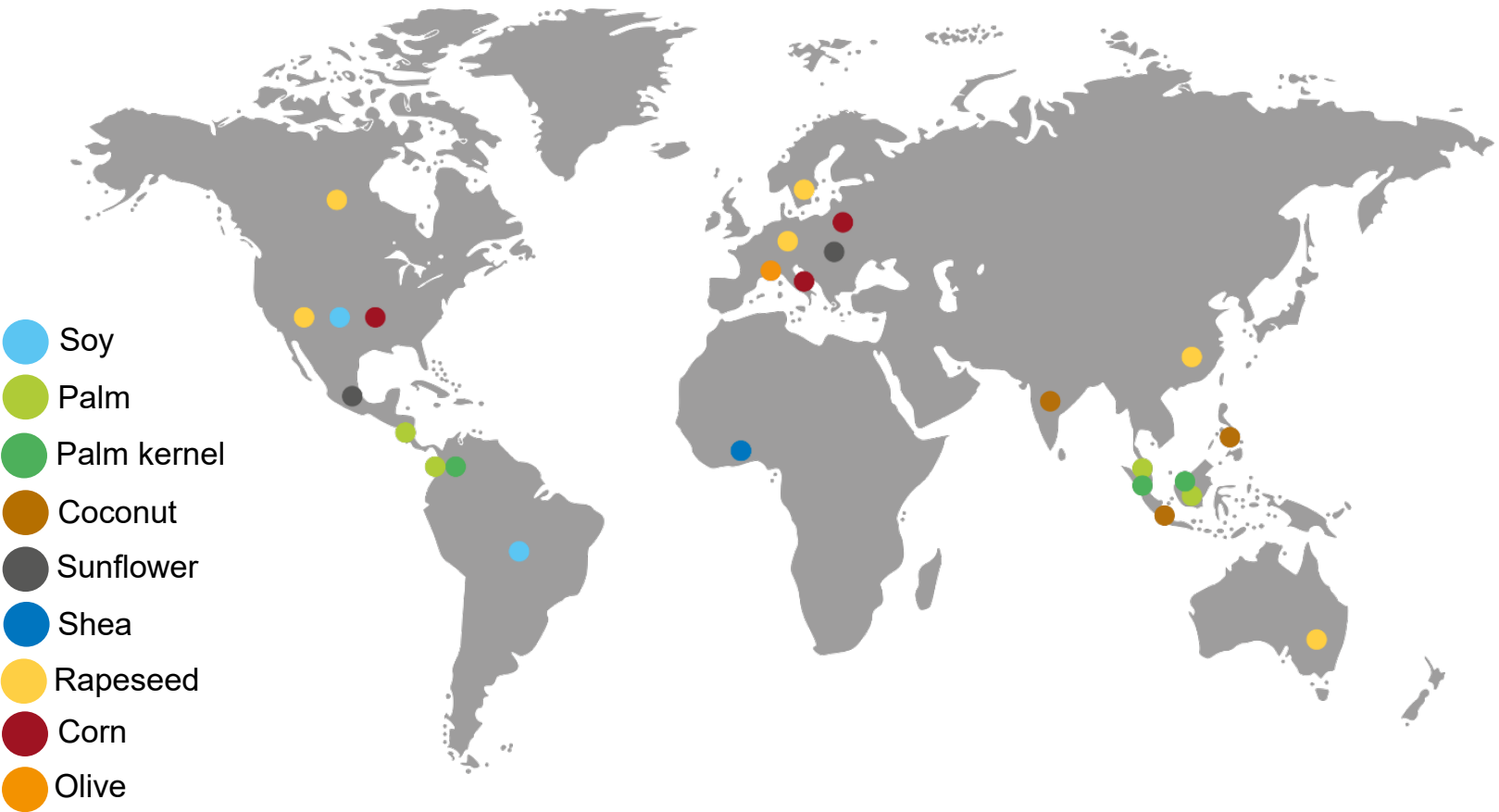


A photograph of a woman in a colorful floral dress carrying a young child on her back. She is balancing a large, empty metal pot on her head. They are walking past a rustic stone wall. In the background, other people and large sacks are visible, suggesting a rural or agricultural setting. A large blue teardrop-shaped graphic is overlaid on the left side of the image.

Our Suppliers

AAK

Responsible sourcing through risk assessment and supplier engagement



Raw material	Overall risk
Palm	High
Soy	High
Shea	High
Coconut	Medium
Rapeseed	Medium
Sunflower	Low
Corn	Low



United Nations
Global Compact



International
Labour
Organization



Palm



Progress

- ◆ Improved RSPO standard
- ◆ Amount of traceable volumes has increased
- ◆ Supplier monitoring and engagement
- ◆ Working towards verified deforestation-free supply chain
- ◆ Still very active board member of RSPO



99%



39%



99%



29%



104 mills

Challenges

- ◆ Negative reputation – both a risk and an opportunity
- ◆ Customers want dedicated solutions
- ◆ Stakeholders expect us to drive transformation across our whole supply base
- ◆ Shared responsibility in RSPO – expecting all stakeholders to progress on certified palm uptake
- ◆ Lower uptake of RSPO certified palm outside Europe and the US
- ◆ Verification of social indicators going forward

A wide-angle photograph of a lush green soybean field at sunrise. The sun is low on the horizon, creating a warm orange glow and long shadows. The field is filled with rows of healthy-looking soybean plants. In the background, there are some trees and a misty atmosphere.

Soy

Progress

- ◆ Global risk assessment by Proforest ongoing
- ◆ More than 90 percent of supply chain deforestation-risk-free
- ◆ Official verification ongoing

Challenges

- ◆ Traceability of last 10 percent
- ◆ Oil is a by-product in this supply chain (less influence)

Shea

Progress

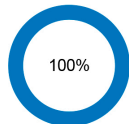
- Global risk assessment done by Proforest and mitigation plan in place
- Code of Conduct training of employees...
- Suppliers signing the Supplier Code of Conduct

Supplier engagement

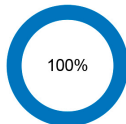
Supplier
Code of Conduct



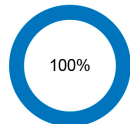
% of suppliers having signed the Supplier Code of Conduct – Q1 2019



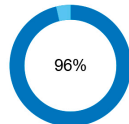
Burkina Faso



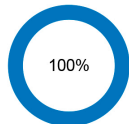
Ghana



Benin



Ivory coast



Mali

Challenges

- Growing demand of shea globally
- Climate vulnerability of crop and collectors
- Data reliability for further traceability work

Smallholder engagement across countries and raw materials



Mexico – Palm

Enabling RSPO certification in partnership with Solidaridad



Burkina Faso, Ghana, Ivory Coast – Shea

Women empowerment through our direct sourcing program Kolo Nafaso



India – Soy

Empowerment of smallholders in value chain through community-based purchasing



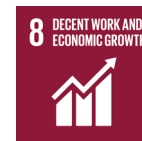
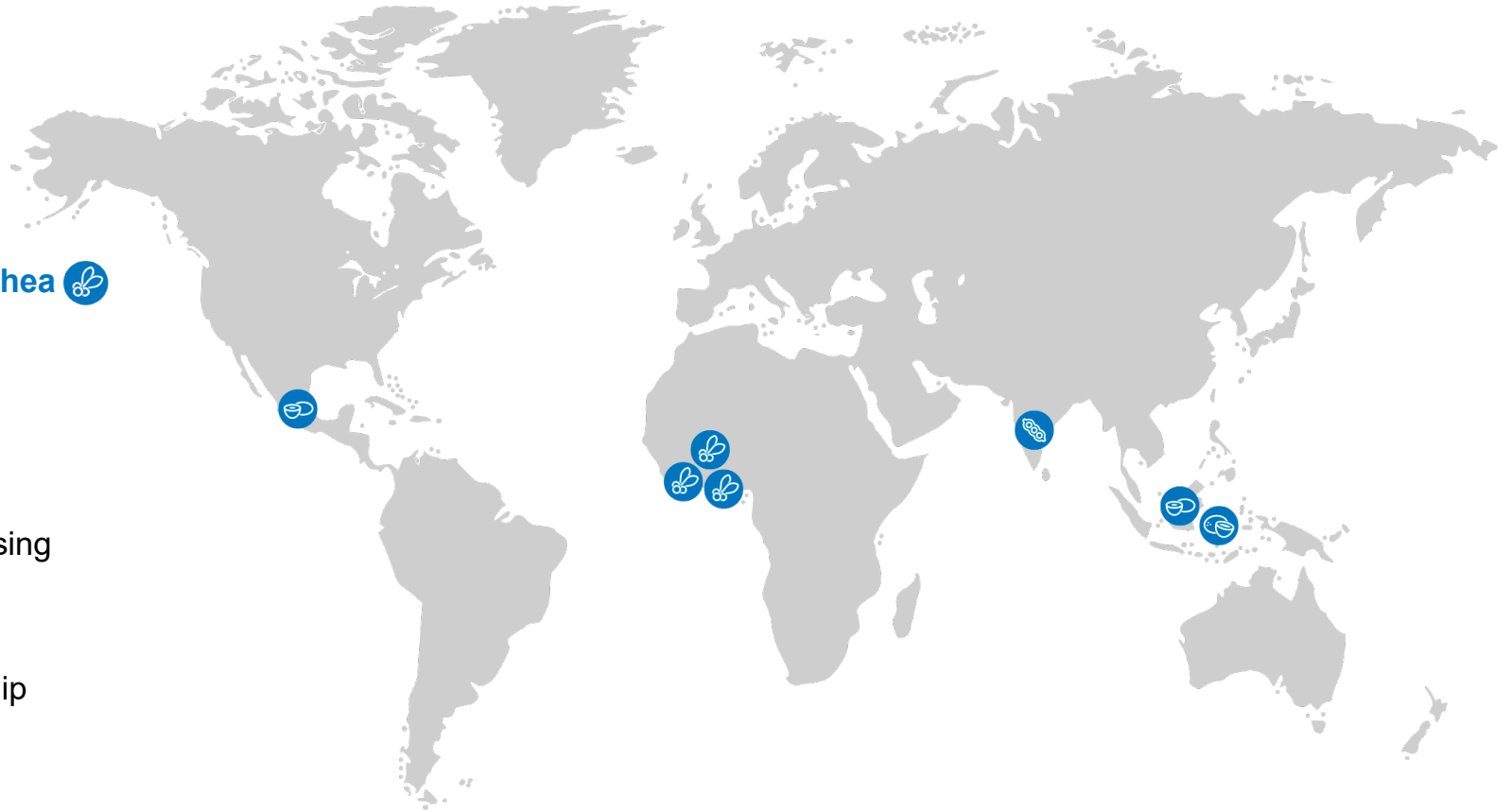
Malaysia (Borneo) – Palm

Enabling RSPO certification in partnership with Forever Sabah



Indonesia – Coconut

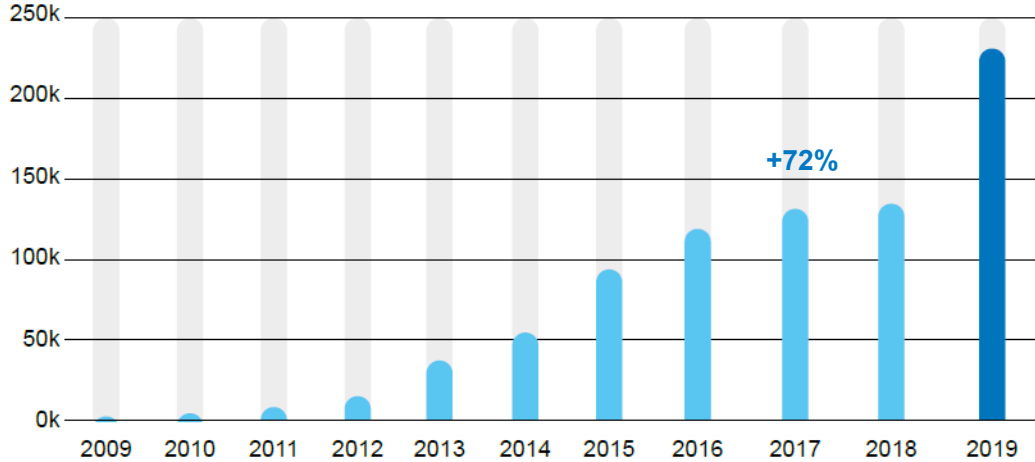
Enabling Rainforest Alliance certification



Shea – Kola Nafaso

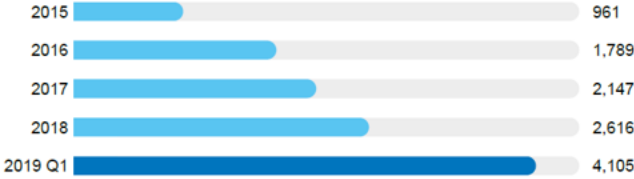
Direct engagement on women's groups level

Number of women enrolled in Burkina Faso and Ghana



100%
traceable and segregated

Number of bank accounts AAK has opened for the women's groups *

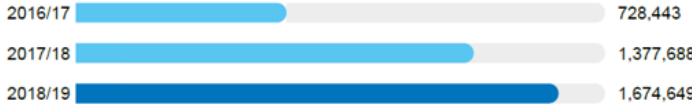


*accumulated numbers

Number of village visits by AAK extension officers



Number of kilometers driven by AAK extension officers

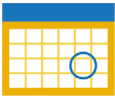


Almost 1,000 women responded to 2018 questionnaire in Burkina Faso and Ghana:



30%

of the money of the pre-financing is spent to ensure food security and basic needs



70%

of the money of the pre-financing is invested for future returns



92%

of the women are satisfied with the way AAK works with the group



98%

state selling shea kernels is a good way to make money

Kolo Nafaso – partnership with Cloetta



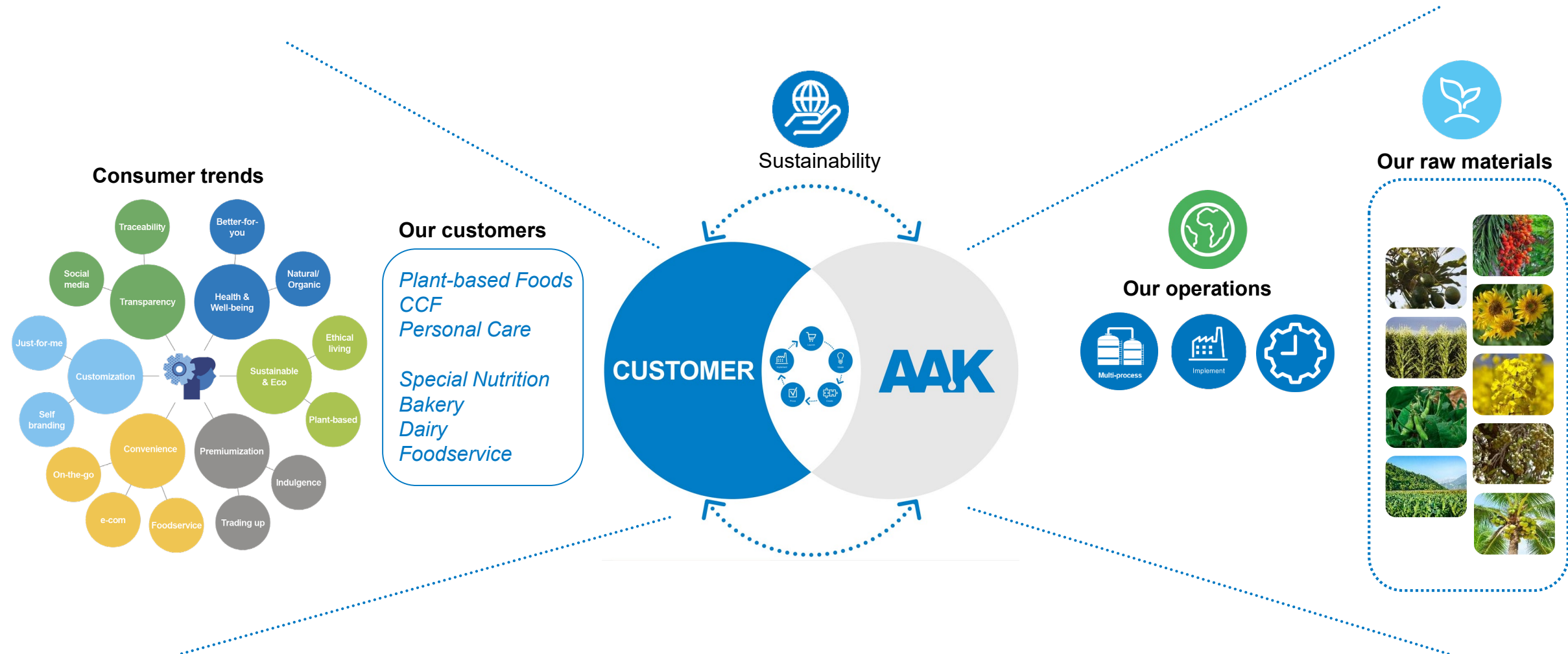
"The partnership between AAK and Cloetta on responsibly sourced shea is an example of how we can work together to create long-term positive impact in the shea supply chain"

Åsa Portnoff Sundström, Head of Sustainability Affairs, Cloetta

17 PARTNERSHIPS
FOR THE GOALS



Connecting plants to brands through Customer Co-Development



A young boy is running through water, splashing, with a large blue water drop graphic on the left. The boy is wearing a white t-shirt with a colorful graphic that reads "THIS WORLD IS FULL OF HOPE. It's BEGINT TO PROCEED WITH POSITIVE". The background is a bright, sunny outdoor setting with a bokeh effect of light and water droplets.

Our Planet

AAK



Ambitions 2019+



Our Planet

2030: Reduce GHG emission per processed unit raw material by 22 percent (baseline 2012)*

2020: Climate change risk assessment of all production sites

Ongoing:

- Less than 1.5 percent of waste disposed at landfill

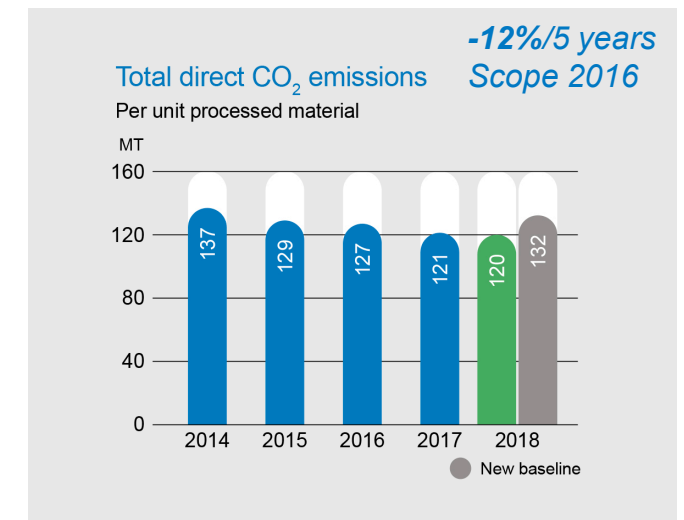
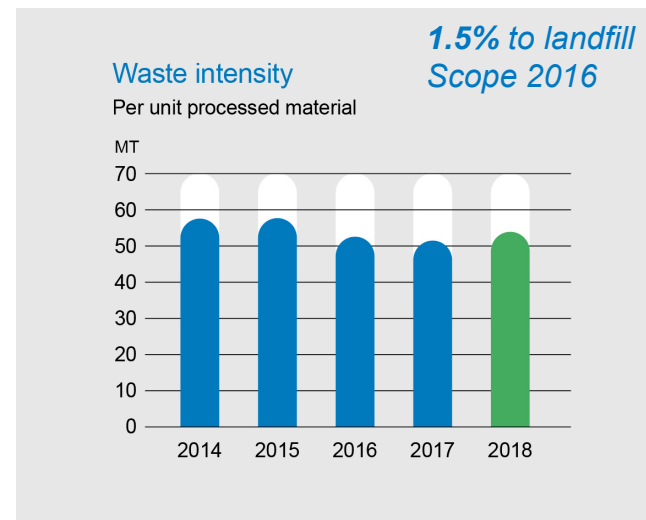
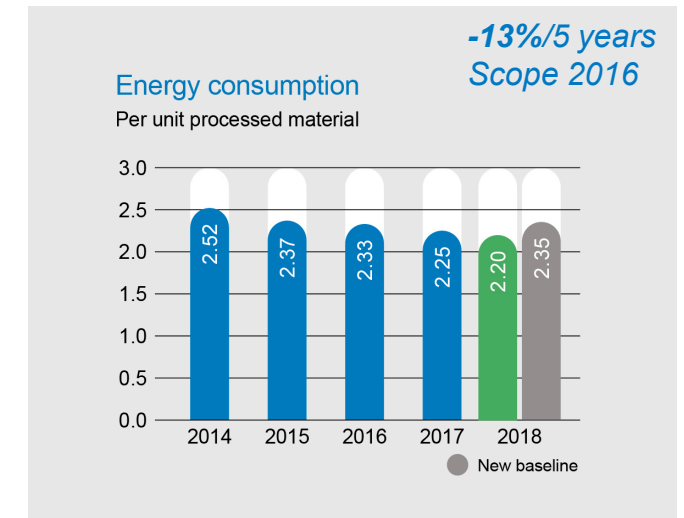


*) Including scope 1 and 2. Target is scientific based on the Paris agreement that suggests a 1.23% GHG reduction per year

Environmental progress driven by best practice sharing



- Driving resource efficiency through benchmarking and best practice sharing globally
- Risk assessment and using best available technologies to reduce climate impact
- Focus on recycling, reusing and reducing waste to minimize landfill

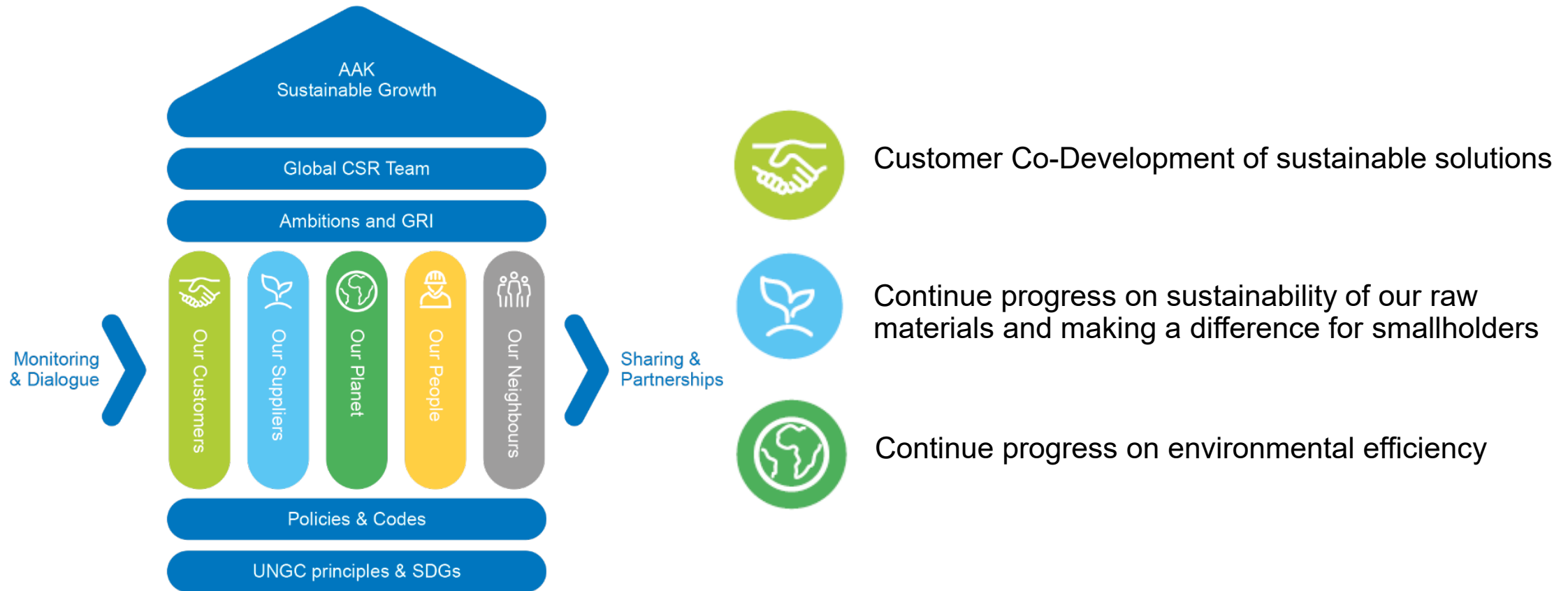


Dedicated contributions to the Sustainable Development Goals



United Nations
Global Compact

Key next steps





Thank you!

www.aak.com

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