Tesco PLC

Particulars

About Your Organisation

1.1 Name of your organization

Tesco PLC

1.2 What is/are the primary activity(ies) or product(s) of your organization?

- □ Palm Oil Processors and/or Traders
- Consumer Goods Manufacturers
- 🗹 Retailers
- $\hfill\square$ Banks and Investors
- Social or Development Organisations (Non Governmental Organisations)
- Environmental or Nature Conservation Organisations (Non Governmental Organisations)
- □ Affiliate Members
- □ Supply Chain Associate

1.3 Membership number

3-0103-18-000-00

1.4 Membership category

Ordinary

1.5 Membership sector

Retailers

Tesco PLC

Retailers

Operational Profile

1.1 Please state your main activities within the palm oil supply chain. Tick all that apply:

Wholesaler
Retail
Food service providers
Own-brand
Third party brands
Biofuels
Other

Operations and Certification Progress

2.1 In which markets where you operate do you sell goods containing palm oil and oil palm products?

Czech Republic, Hungary, Ireland, Malaysia, Poland, Slovakia (Slovak Republic), Thailand, United Kingdom

2.5 Total volume of all palm oil and oil palm products in the goods sold in the year:

2.2.1 Total volume of Refined /Crude Palm Oil in the goods sold in the year

31,368.00 Tonnes

2.2.2 Total volume of Crude and Refined Palm Kernel Oil in the goods sold in the year

3,403.00 Tonnes

2.2.3 Total volume of Palm Kernel Expeller sold in the year

5.00 Tonnes

2.2.4 Total volume of other Palm-based Derivatives and Fractions used in the year

3,758.00 Tonnes

2.2.5 Total volume of all palm oil and oil palm products in the goods sold in the year

38,534.00 Tonnes

2.3 Volume of palm oil and oil palm products used in the year, in your own brand of products, that are RSPO-certified

No	Description	Crude and Refined Palm Oil (Tonnes)	Crude and Refined Palm Kernel Oil (Tonnes)	Palm Kernel Expeller (Tonnes)	Other palm-based derivatives and fractions (Tonnes)
2.3.1	Book and Claim from Mill / Crusher	546.00	521.00		601.00
2.3.2	Book and Claim from Independent Smallholder				
2.3.3	Mass Balance	5687.00	2159.00	5.00	1592.00
2.3.4	Segregated	16971.00	723.00		1565.00
2.3.5	Identity Preserved	42.00			
2.3.6	Total volume	23246.00	3403.00	5.00	3758.00

2.4 Volume of RSPO certified sustainable palm oil and oil palm products purchased from other RSPO certified companies (tonnes)

No	Description	Crude and Refined Palm Oil (Tonnes)	Crude and Refined Palm Kernel Oil (Tonnes)	Palm Kernel Expeller (Tonnes)	Other palm-based derivatives and fractions (Tonnes)
2.4.1	Book and Claim from Mill / Crusher	8122.00			
2.4.2	Book and Claim from Independent Smallholder				
2.4.3	Mass Balance				
2.4.4	Segregated				
2.4.5	Identity Preserved				
2.4.6	Total volume	8122.00			

2.5 What is the percentage of RSPO certified sustainable palm oil and oil palm products in the total volume handled by your company in the following regions:

2.5.1 Africa --% 2.5.2 Australasia --% 2.5.3 Europe (incl. Russia) 79% 2.5.4 North America --% 2.5.5 South America --% 2.5.6 Middle East --% 2.5.7 China --% 2.5.8 India --% 2.5.9 Indonesia --% 2.5.10 Malaysia 9% 2.5.11 Rest of Asia 12%

Time-Bound Plan

3.1 Year expected to start (or year started) using RSPO certified sustainable palm oil and oil palm products, in your own brand of products

2007

Comment:

In 2007, we set our target for Tesco Stores Ltd (UK business) to source 100% RSPO certified sustainable palm oil and oil palm products in our own brand products by 2015. This target was initially set to Segregated CSPO but in 2015 we amended this to also include Mass Balance CSPO (This was in line with the rest of the retail sector and in response to the continuing practical difficulties faced by those industries using complex palm derivatives to develop CSPO Segregated supply chains).

For this year's ACOP we completed the first mapping of the palm oil we use across our global businesses (focusing on the most significant volumes in our Tesco own-brand products). The palm oil use reported from this mapping has all been included in our Tesco PLC (Group) figures above. From the information obtained from the mapping we will now be developing a time-bound plan for each of our global businesses.

3.1.1 Referring to 3.1, in which markets you operate do these commitments cover?

3.2 Year expected to be (or already) using 100% RSPO certified sustainable palm oil and oil palm products from any supply chain option in your own brand products

2015

Comment:

In 2015, for Tesco Stores Ltd we achieved 100% RSPO certified sustainable palm oil and oil palm products from a combination of supply chain options: 93% physical (Segregated - 68%; Mass Balance 25%), remaining 7% Book & Claim. Please see our 2015 ACOP for more details.

In 2017, for Tesco Stores Ltd, we again achieved 100% RSPO certified sustainable palm oil and oil palm products from a combination of supply chain options: 97% physical (Segregated - 67%; Mass Balance 30%), remaining 3% Book & Claim.

For this year's ACOP we completed the first mapping of our palm oil use across our global businesses (Tesco own-brand). The palm oil use reported for this mapping has all been included in our Tesco PLC figures above. All palm oil mapped for this ACOP was either Segregated, Mass Balance or covered by RSPO Credits.

3.3 Year expected to be using 100% RSPO certified sustainable palm oil and oil palm products from physical supply chains (Identity Preserved, Segregated and/or Mass Balance) in your own brand products

2018

Comment:

In 2017, for Tesco Stores Ltd 100% of the palm oil used in our Tesco own-brand products was RSPO certified (Segregated, Mass Balance or Credits). From this, 97% was from a physical supply chains: 30% Mass Balance; 67% Segregated.

For this year's ACOP we completed the first mapping of the palm oil we use across our global businesses (focusing on the most significant volumes in our Tesco own-brand products). We are currently developing time-bound plans for each of our global businesses from this information including our targets for achieving physical supply chains. All palm oil mapped for this ACOP was either Segregated, Mass Balance or covered by RSPO Credits.

3.4 Referring to 3.2 and 3.3, in which markets where you operate, do these commitments cover?

United Kingdom

3.5 Does your company have a Time-Bound Plan to require the use of RSPO certified palm oil and oil palm products in the products you sell on behalf of other companies brands?

No

Trademark Related

4.1 Do you use or plan to use the RSPO Trademark on your own brand products?

Yes

4.2 Please state for which product range(s) and markets you intend to apply the Trademark and when you plan to start

Tesco own brand bath soaps. For example: https://www.tesco.com/groceries/product/details/?id=268047010

Actions for Next Reporting Period

5.1 Outline actions that you will take in the coming year to promote the use of RSPO certified sustainable palm oil and oil palm products along the supply chain

-Continue to specify RSPO certified palm oil for all palm oil used in our Tesco Stores Ltd (UK) own-brand products. -Develop time-bound plans to achieve RSPO certified palm oil for all palm oil used in our Tesco PLC (UK and all global businesses) own-brand products.

Reasons for Non-Disclosure of Information

6.1 If you have not disclosed any of the above information, please indicate the reasons why

Application of Principles & Criteria for all members sectors

7.1 Do you have organizational policies that are in line with the RSPO P&C, such as:

Water, land, energy and carbon footprints No file was uploaded Related link: https://www.tescoplc.com/little-helps-plan/products-sourcing/reducing-our-impact-on-t he-environment/
Water, land, energy and carbon footprints No file was uploaded Related link: https://www.tescoplc.com/little-helps-plan/reports-policies-and-dis closure/human-rights-policy/
Ethical conduct and human rights No file was uploaded Related link: https://www.tescoplc.com/little-helps-plan/reports-policies-and-dis closure/anti-bribery-policy/
Labour rights No file was uploaded Related link: https://www.tescoplc.com/little-helps-plan/reports-policies-and-dis closure/human-rights-policy/
Stakeholder engagement No file was uploaded Related link: https://www.tescoplc.com/little-helps-plan/reports-policies-and-disclosure/multi-stak eholder-initiatives/
□ None of the above

7.2 What best practice guidelines or information has your organisation provided in the past year, to facilitate the uptake of RSPO certified sustainable palm oil and oil palm products? What languages are these guidelines available in?

Comment:

Uploaded files:

No files were uploaded

Tesco PLC

7.3 Your answers above indicate that you are not yet using 100% RSPO certified palm oil and oil palm products. Do you have plans to immediately cover the gap using Book & Claim?

Yes

When do you plan to cover the gap using Book and Claim? 2018

GHG Footprint

8.1 Are you currently reporting any GHG footprint?

Yes

Uploaded files:

No files were uploaded

Link to Website

https://www.tescoplc.com/little-helps-plan/foundations/own-operations-carbon-reduction/our-carbon-footprint/

No

Please explain why

Support Smallholders

9.1 Are you currently supporting any independent smallholder groups?

No

Do you have any future plans to support independent smallholders?

No

Challenges

1 What significant economic, social or environmental obstacles have you encountered in the production, procurement, use and/or promotion of CSPO and what efforts did you make to mitigate or resolve them?

As we have achieved 100% RSPO certified for our main business, Tesco Stores Ltd (UK), we are developing time-bound plans to achieve this for our international businesses. However, in Central Europe and Asia there are new challenges which we did not face to the same extent in the UK. Across Central Europe there is currently low demand by our customers for CSPO. To mitigate this we are a member of the RSPO's Polish Taskforce which aims to stimulate demand for RSPO in the region's biggest country. We are now supporting events and communications to raise awareness about sustainable palm oil in Poland and other Central European markets. For our Tesco Asia businesses our biggest volumes of palm oil is as cooking oil. Procuring CSPO cooking oil is challenging because of economic reasons - palm cooking oil is a very price sensitive product for our customers and there is currently very low demand or awareness of RSPO certified palm cooking oil. To mitigate this we are engaging with our suppliers to identify any opportunities to overcome this economic barrier and we are also seeking support from the RSPO and other stakeholders. All our Tesco own-brand cooking oil in Thailand and Malaysia sold during 2017 was covered by RSPO Credits.

2 In addition to the actions already reported in this ACOP how has your organization supported the vision of RSPO to transform markets in other ways? (e.g. Funding; Engagement with key stakeholders; Business to business education/outreach)

1. Active participation in the Retailer Palm Oil Group (RPOG): throughout 2017, as a member of the RPOG we participated in regular meetings to exchange knowledge and coordinate activities for more effective engagement with key stakeholders, including the RSPO, palm oil producers and NGOs in order provide strong leadership from the retail sector for sustainable palm oil. 2. Retailer Palm Oil Transparency Coalition (RPOTC): In 2017, Tesco participated in the RPOTC which is a collaboration of leading retailers to obtain greater transparency of the performance of palm oil companies' progress on achieving their commitments on zero deforestation and exploitation. This performance is assessed annually and aims to incentivise faster progress of the palm oil companies in our supply chain towards deforestation- and exploitation-free palm oil production. 3. The Consumer Goods Forum's (CGF) Palm Oil Working Group: In 2017, we participated in the CGF's Palm Oil Working Group which includes the development of work to support the delivery of both CGF's 2020 Zero-Net Deforestation Resolution and Forced Labour Resolutions across its CGF membership. 4. On-going engagement with our supply chain and other stakeholders (such as investors, NGOs) in order to continuously improve, implement and promote our approach to sustainable palm oil. 5. We have actively contributed to the RSPO Principle & Criteria Review to support the revision of the P&C to a standard that ensures RSPO continues to make progress towards its vision. 6. We are a member of the RSPO's Polish Taskforce which aims to stimulate demand for RSPO in the region's biggest market. We are now supporting events and communications to raise awareness about sustainable palm oil in Poland and other Central European markets.

3 File -Please attach or add links to any other information from your organisation on your policies and actions on palm oil (EG: sustainability reports, policies, other public information)

• No files were uploaded

Link: https://www.tescoplc.com/little-helps-plan/reports-policies-and-disclosure/uk-palm-oil-policy/