



SUSTAINABILITY UPDATE

JULY 2024

OVERVIEW:

Climate Action Plan
EUDR – Our Journey to Compliance
Traceability
Responsible Coconut Sourcing
Sustainability and NDPE Reports 2023 - Wilmar

CLIMATE ACTION PLAN

As the world moves to a low-carbon economy, we have been working on our climate action plan focusing on monitoring, addressing, and ultimately reducing greenhouse gas (GHG) emissions in our operations. Olenex is committed to achieving **net-zero by 2050** and we have a set goal to reduce our GHG emissions intensity for Scope 1 and 2 by 15% against our 2021 baseline by 2025.

In 2023, we started the journey to determine our Scope 3 emissions and we aim to have our calculations for the baseline (2021) year finalized by end of 2024. Targets and reduction activities for Scope 3 will follow.

Please review our [Climate Action Plan](#) for more details on emissions and actions.

EUDR – OUR JOURNEY TO COMPLIANCE

The EU Deforestation Regulation (commonly known as EUDR) was introduced to reflect a growing awareness of the environmental impact of certain agricultural practices while incentivising more responsible production methods across supply chains.

We welcome it as a positive step, notwithstanding the gaps and challenges that have been identified which we strive to address by working closely with key stakeholder and the relevant authorities.

While there remains some ambiguity with the implementation of this Regulation, we are **actively engaging with our suppliers and making our supply chain ready** to comply with the EUDR by the implementation date (30 December 2024). Once implemented, we will share the Due Diligence Statement (DDS) reference number and security token with our customers

For more detailed information, please refer to the EUDR Implementation [page](#).

TRACEABILITY

Traceability is an integral part of providing greater transparency in the supply chain. We [report](#) biannually our mill list and supplier progress on the NDPE Implementation Reporting Framework (IRF) commitments. IRF categorizes supplying mills into five categories depending on their progress towards NDPE implementation and reporting.

This allows us to source from suppliers that align to our own policies and principles.

We are proud to report a traceability to mill (TtM) of 100% and a **traceability to plantation (TtP) of 98.5% for the full year 2023**. You can select a location and download the latest reports from our refineries from the [website](#).

RESPONSIBLE COCONUT SOURCING

At Olenex, we follow the **coconut sustainability** approach of one of our parents, Wilmar International. We are proud to share their updated coconut responsible sourcing policy which can be accessed [here](#).

As the coconut supply chain has specific characteristics which predominantly involve smallholders, we have developed a three-pillar approach to drive the coconut sector towards sustainability:

1. Responsible Sourcing Policy
2. Protecting Children's rights
3. Corporate Social Responsibility programmes

Want to know more? Check this [website](#) for details.

SUSTAINABILITY AND NDPE REPORTS 2023 – WILMAR

Similarly, we follow the palm sustainability approach of Wilmar International. The 12th edition of Wilmar's [Sustainability Report 2023](#) has been recently published. It reflects how we continuously improve our approach and efforts to provide relevant, timely and high-value information to our stakeholders.

Complementing the SR 2023 there is the Palm [NDPE Implementation Annual Report](#). This publication is focused on our progress in the ongoing implementation of our NDPE commitment.

