

ADM Commitment to No Deforestation, No Peat and No Exploitation

Policy Implementation

2016 - 2017 Palm Oil Action Plan

In Partnership with The Forest Trust



Introduction

ADM committed to our No Deforestation, No Peat, and No Exploitation (No DPE) policy in our soy and palm oil supply chains in March 2015, and has carried out a first phase of global initiatives to gain visibility in our palm oil supply chain. This action plan summarizes anticipated work in ADM's palm oil supply chain for 2016 and 2017. Significant accomplishments on the No DPE policy implementation to-date include:

- Identified all facilities processing or trading palm oil globally and established ADM's palm oil footprint.
- Established a methodology for the calculation of traceability to the palm oil mill (POM) scores.
- Identified all direct suppliers and prioritized suppliers for engagement regarding compliance with ADM's No DPE Policy.
- Completed an assessment in ADM's palm oil plantation in Pará, Brazil, where we are pursuing Roundtable for Sustainable Palm Oil (RSPO) certification for ADM and for integrated independent smallholders.
- Launched the [ADM Progress Tracker](#) where progress reports and our action plans are posted for public access.

Anticipated actions for 2016-2017 – ADM Palm Oil Action Plan

Transparency

- Continue to provide quarterly updates of our action plan implementation, traceability scores and list of mills in the ADM supply chain, based on our direct suppliers' disclosures.
- Establish an Issues and Resolutions page and an internal procedure for non-compliant suppliers.

Traceability

- Improve ADM's traceability to POM scores.
- Evaluate options to publish mill lists with supplier mill location coordinates included.

Transformation

- Investigate practical and viable solutions to improve sanitation and water conditions for the properties owned by the smallholders related to ADM's Pará small holder palm oil project.
- Work with direct suppliers to ensure they have established action plans for No DPE.
- Collaborate with suppliers to increase volumes from refineries with Aggregator/Refiner Transformation (ART) plans underway.

Monitoring and Verification

- Explore tools for monitoring and verification across our palm oil supply chain, including geospatial monitoring and local investigation of issues and progress of suppliers.

Milestones

1. Reach 95% traceability to POM globally by the end of 2016.
2. 100% volume coming from ADM direct suppliers with action plans for implementing ADM's No DPE Policy.
3. Greater than 30% of volume from refineries with Aggregator/Refiner Transformation (ART) plans underway.
4. Develop a public-facing Issues and Resolutions mechanism, and a procedure which outlines a clear process for resolutions of issues that may emerge.
5. Investigate practical and viable solutions to improve sanitation and water conditions for the properties owned by the smallholders related to ADM's Pará small holder palm oil project.