

Tesco

Coalition member since 2020 | As of September 2022, palm oil, soy, paper, pulp, and fibre-based packaging (PPP), and beef are material commodities for Tesco.

The following table includes a list of each Key Performance Indicator (KPI) for each material commodity, along with the company's 2021 and 2022 reporting record. The record includes the following responses:

- "Yes" indicates a company is reporting against a KPI and reporting quantitatively where indicated
- "Yes – narrative reporting" indicates a company is reporting qualitatively against a quantitative KPI
- "Not yet reporting" response indicates a company is not yet reporting on a KPI
- "N/A" indicates a KPI was not established in a given year

Companies have also provided information on their performance against appropriate KPIs, along with methodologies and targets. This information has been self-reported by companies and verified by Proforest.

Links are provided to information when a company is reporting ("Yes") against a public information requirement, and when a company is reporting qualitatively ("Yes – narrative reporting") against a quantitative KPI.

For a full methodology on the Forest Positive Coalition's reporting process, including a list of all KPIs and public information requirements, visit transparency.tcgfforestpositive.com.

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Palm Oil				
Element 1 (Own Supply) Key Performance Indicators for Retailers				
1.1 Policy commitments to the forest positive (or NDPE) goals	Yes	Yes		
1.2 Timebound action plan summary	Yes	Yes	In the 2021 reporting period our target was 100% of palm oil in our supply chain physically certified to RSPO. For a very small portion, (4%), where this was not possible we mandated the purchase of Independent Smallholder Credits to support farmer cooperatives in growing regions (see our Protecting Forests Factsheet for more details.	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.7 Percentage physically certified (MB/SG)	Yes	<u>Yes</u>	An annual palm oil survey is conducted by third-party specialist, 3Keel, to assess supplier adherence. All suppliers are required to submit their response to a secure online portal which is collated, analysed and verified before being reported externally (see our deforestation Factsheet for more details)	
	Tesco Group: SG 66%, MB 32%, plus RSPO credits 2%	<i>For Tesco Group results for 2021 reporting are: 96% Physically RSPO certified*</i> <i>*RSPO Segregated 73%, RSPO Mass Balance 23%, Independent Smallholder Credits 4%</i> <i>Note: In the 2021 reporting period our target was 100% of palm oil in our supply chain physically certified to RSPO. For a very small portion, (4%), where this was not possible we mandated the purchase of Independent Smallholder Credits to support farmer cooperatives in growing regions (see our Protecting Forests Factsheet for more details)</i>		
Element 2 (Supplier and Traders) Key Performance Indicators for Retailers				
2.1 Direct supplier list	Not reporting yet	Not reporting yet		
2.2 Percentage of direct suppliers engaged and informed of the Forest Positive Suppliers' Commitment and Forest Positive Approach	Not reporting yet	<u>Yes</u>	We engage and communicate with suppliers via our Tesco Supplier Network portal to which all suppliers have controlled access	
		<i>Tesco has informed 100% of suppliers using palm oil of the FP Supplier Commitment and Forest Positive Approach</i>		

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
2.3 Performance of direct suppliers against the elements of the Forest Positive Approach and changes over time including progress on delivery across entire palm oil business	Not reporting yet	<p><u>Yes – narrative reporting</u></p> <p><i>On an annual basis we engage all our direct suppliers on commodity reporting for soy and palm oil through a collective approach with other retailers. This process is conducted by an independent third party – 3Keel – who coordinate collection and validation of supplier data for our reporting on palm oil.</i></p>	On an annual basis we report our progress on sourcing sustainable palm oil. A summary of this data and the methodology for collecting it is then published in our Protecting Forests Factsheet. As can be seen in the Factsheet in 2021/22, across the Group we have overseen significant progress in suppliers moving from Mass Balance to Segregated and progressing to a higher integrity certification standard, compared to the previous year. This is a particularly strong result at a time of multiple supply chain challenges and disruptions.	
2.4 List of identified major upstream suppliers/traders prioritised	Yes	Not reporting yet	The major upstream palm importers are identified through our annual palm reporting process. Methodology available here .	
2.5 Upstream suppliers/traders prioritised, engaged (directly or via a collective approach) and informed of the Forest Positive Approach	<p>Yes</p> <p><i>List of known importers indicating which had been engaged through POTC</i></p>	<p><u>Yes</u></p> <p><i>Through the Coalition, we have engaged 100% of identified traders/importers</i></p>	Tesco engages with key palm importers, identified in our annual reporting process, through active participation in the Palm Oil Transparency Coalition (POTC) . This is a pre-competitive coalition of which Tesco are the chair.	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
2.6 Performance of upstream suppliers/traders against the elements of the Forest Positive Approach and changes over time including progress on delivery across entire palm oil business	Yes – narrative reporting	<p>Yes — narrative reporting</p> <p>Note: Whilst Tesco does not publicly disclose the performance of upstream suppliers/ traders, we do, through the Palm Oil Transparency Coalition (POTC), apply our requirements to the POTC scorecard template to use as an indicator of their progress</p>	<p>Tesco engages with key palm importers, identified in our annual reporting process, through active participation in the Palm Oil Transparency Coalition (POTC). This is a pre-competitive coalition of which Tesco are the chair. Tesco is also an active member of the Retail Palm Oil Group (RPOG). RPOG utilises a collaborative space (in compliance with competition law) to support transformative activity by directly assisting the RSPO by providing and funding a Board of Governor's member, engaging within members' supply chains to drive the uptake of sustainable palm oil, supporting ever more rigorous sourcing requirements and working with local and international stakeholders to find solutions to common problems, read more about RPOG here.</p>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Element 3 (Monitoring & Response) Key Performance Indicators for Retailers				
3.7 Narrative summary of progress made towards reporting on Element 3 in 2023	N/A	<u>Yes</u> <i>We engage with palm oil traders via the POTC, where Tesco works alongside major retailers and consumer good companies to coordinate an effective response to deforestation alerts in conformance with the approach developed by the Forest Positive Coalition.</i>		
Soy				
Element 1 (Own Supply) Key Performance Indicators for Retailers				
1.1 Policy commitments to the forest positive goals	Yes	<u>Yes</u>		

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.2 Timebound action plan summary	Yes	Yes Also click here <i>Note: Since 2018 Tesco has been working towards a ground-breaking target of sourcing 100% of soy from Verified Deforestation and Conversion Free Sourcing Areas. Achieving such an ambitious target is challenging and complex so we work on three key levers: (i) convening and aligning industry, (ii) engaging directly with our suppliers and (iii) supporting innovative mechanisms to reward soy growers for leaving their forests standing.</i>	Since 2018 Tesco has been working towards a ground-breaking target of sourcing 100% of soy from Verified Deforestation and Conversion Free Sourcing Areas. Achieving such an ambitious target is challenging and complex so we work on three key levers: (i) convening and aligning industry, (ii) engaging directly with our suppliers and (iii) supporting innovative mechanisms to reward soy growers for leaving their forests standing. Click here .	
1.3 Percentage with known origin - Report on key elements of the supply chain including: soy footprint and known upstream actors	Yes <ul style="list-style-type: none"> Soy mapping results: volume (tonnes) associated with each origin (country and subnational where available and importer List of known importers and % share 	Yes <i>39% of our soy meal volumes were linked to a disclosed trader (2021). 46% of the soy meal volumes declared through our annual supplier reporting process were declared to have been sourced from a specific production region(s)</i>	Methodology not available	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.4 Percentage from high-risk origins or unknown origins	<p>Yes</p> <ul style="list-style-type: none"> Estimate that more than 86% of the footprint comes from South America, based on latest data. Table with volume (tonnes) associated with each origin (country and subnational where available) and importer, including volumes 'not yet attributable' (unknown) 	<p><u>Yes – narrative reporting</u></p> <p>Note: We also recognise that with the difficulties throughout the industry with transparency of origin, we are unable to give an accurate figure to represent how much of our Soy supply is considered to be "low-risk".</p>	<p>Our UK Zero Deforestation Soy Transition Plan requirements define their scope as including all suppliers who provide Tesco UK Own Brand products containing animal protein. This scope is in line with tiers 2, 3, 4a and 4b of the Consumer Goods Forum soy ladder.</p> <p>Our approved third-party certification standards (prioritised in order of preference) include:</p> <p>1) Physically certified to feed mill: ISCC Plus Proterra (MB or SG) RTRS (MB or SG)</p> <p>2) Physically certified to UK (chain of custody system does not extend beyond point of import): ADM v2 Cargill Triple S</p> <p>3) Farms are certified in connected supply chain sourcing region to Tesco, but no chain of custody is present: RTRS Regional Credits CRS Area Mass Balance</p> <p>Currently, our only approved verified zero deforestation soy sourcing areas are all areas in the Amazon that grow soy in compliance with the Amazon Soy Moratorium. Data is collated at the beginning of each calendar year via an online portal, collated by third-party specialist 3Keel. As defined in our Protecting Forests Factsheet: https://www.tescopl.com/media/759117/protecting-forests-factsheet.pdf</p>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.5 Progress on ensuring soy is conversion-free for high-risk origins	<p>Yes</p> <ul style="list-style-type: none"> List with status of actions in engagement with each known importer 50% of soymeal volumes considered physically deforestation-free*. The other 50% covered with book & claim. <p><i>*Physically deforestation-free means our supply chain is using a Tesco-compliant deforestation-free standard that is MB, area <B, or segregated within the supply chain to livestock production</i></p>	<p>Yes</p> <p>100% of our annual soy footprint volumes met our Zero Deforestation Soy Transition Plan requirements through being certified to a Tesco approved scheme.</p>	<p>Our UK Zero Deforestation Soy Transition Plan requirements define their scope as including all suppliers who provide Tesco UK Own Brand products containing animal protein. This scope is in line with tiers 2, 3, 4a and 4b of the Consumer Goods Forum soy ladder. Our approved third-party certification standards (prioritised in order of preference) include:</p> <ol style="list-style-type: none"> 1) Physically certified to feed mill: ISCC Plus, Proterra (MB or SG), RTRS (MB or SG) 2) Physically certified to UK (chain of custody system does not extend beyond point of import): ADM v2, Cargill Triple S 3) Farms are certified in connected supply chain sourcing region to Tesco, but no chain of custody is present: RTRS Regional Credits, CRS Area Mass Balance <p>Currently, our only approved verified zero deforestation soy sourcing areas are all areas in the Amazon that grow soy in compliance with the Amazon Soy Moratorium. Data is collated at the beginning of each calendar year via an online portal, collated by third-party specialist 3Keel. As defined in our Protecting Forests Factsheet.</p>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.6 Percentage DCF supply from high-risk areas	Yes	Yes	Methodology not available	
	<p>50% of soymeal volumes considered physically deforestation-free*</p> <p>*Physically deforestation-free means our supply chain is using a Tesco-compliant deforestation-free standard that is MB, area <B, or segregated within the supply chain to livestock production</p>	<p>21% of the soymeal volumes declared to be from South America, or with no single declared origin, were claimed to be certified to a physically deforestation and conversion free standard (either Mass Balance or Segregated, as listed in the FEFAC benchmark)</p>		
1.7 Soy footprint across all product categories	Yes	Yes	Click here	
		<p>Total soy footprint in 2021, 514,003 Tonnes, 100% of soy used in animal feed met our UK Zero Deforestation Soy Transition Plan requirements in 2021</p>		
1.8 Methodology for soy footprint calculation	Yes	<p>Yes</p> <p>Note: Our soy footprint is measured through an annual supplier reporting process, managed by a 3rd party, which relevant suppliers are required to take part in</p>	Our soy footprint is measured through an annual supplier reporting process, managed by a 3rd party, which relevant suppliers are required to take part in.	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Element 2 (Suppliers and Traders) Key Performance Indicators for Retailers				
2.2 Summary of Forest Positive Approach for suppliers and traders	Yes	Yes	Click here Click here	
		<p>100% of identified traders have been engaged through the Soy Transparency Coalition process</p> <p>100% of Tesco's relevant Tier 1 suppliers have been informed and engaged with the Forest Positive agenda via our Tesco Supplier Network</p> <p>Note: Click here for details on Soy Transparency Coalition trader assessment</p>		
2.3 Percentage of Tier 1 suppliers to whom the Forest Positive Approach and its implementation have been communicated	Yes – narrative reporting	Yes	Suppliers have been engaged on this through the Tesco Supplier Network . The CGF FP Approach is also referenced in our Supplier Requirements document here	
		<p>We make our suppliers aware of the Forest Positive Approach and its implementation via the Tesco Supplier Network, a community of over 10,000 incl. all suppliers.</p>		

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
2.4 Performance of Tier 1 suppliers against Forest Positive Approach including progress on delivery across entire operations	N/A	<p><u>Yes</u></p> <p><i>20% of our suppliers who were involved in the soy reporting have a zero deforestation and conversion policy including soy used in their supply chain, and further 15% are in the process of developing one. 13% of the suppliers involved in the reporting said that they have deforestation and conversion free soy as a contractual requirement with their suppliers.</i></p>	Information on policies on soy, and the scope of these, is requested as part of the annual reporting process	
2.5 List of identified major upstream suppliers	Yes	<p><u>Yes</u></p> <p><i>Cargill, Cefetra and ADM collectively representing around 36% of soy in our supply chain</i></p>	Methodology not available	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
2.6 Upstream suppliers/ traders sourcing from high-risk origins that have been engaged (directly or via collective approach) and are being evaluated	Yes	Yes	Tesco engages with priority soy traders (as identified through our annual reporting process) through initiatives such as the Soy Transparency Coalition (of which Tesco are a founding member) and the UK Round Table on Sustainable Soy .	
2.7 Performance of upstream suppliers/traders against the elements of the Forest Positive Approach including progress on delivery across entire soy business	Not reporting yet	Yes – narrative <i>Note: To engage effectively with upstream traders we participate in the Soy Transparency Coalition which makes available a confidential assessment of trader performance to its members. This confidentiality is essential to establish a level of trust and sharing. Whilst Tesco does not publicly disclose the performance of upstream suppliers/ traders, we do, through the Soy Transparency Coalition (STC), apply our requirements to the STC scorecard template to use as an indicator of their progress.</i>	Click here	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Paper, Pulp, and Fibre-based Packaging				
Element 1 (Own Supply) Key Performance Indicators for Retailers				
1.1 PPP Sourcing Policy including commitment to the forest positive goals	Yes	<p>Yes Click here Click here Click here</p> <p>Our KPI for Wood Sourcing is % paper/wood products certified to Forest Stewardship Council (FSC), Programme for the Endorsement of Forest Certification (PEFC) or from a recycled scheme. In the most recent reporting year our performance was 100% from FSC, PEFC or recycled source.</p> <p>We are working with our suppliers to deliver our ambition of sourcing 100% sustainable paper and board used in our packaging.</p> <p>Industry collected data remains insufficiently robust to report at this time, but we continue to work with our compliance partner Valpak to address the challenges. (see relevant Factsheets for more details).</p>		

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.2 Timebound action plan summary	Not reporting yet	<p>Yes Click here Click here Click here</p> <p>In the most recent reporting year our performance was 100% from FSC, PEFC or recycled source.</p>	<p>Our KPI for Wood Sourcing is % paper/wood products certified to Forest Stewardship Council (FSC), Programme for the Endorsement of Forest Certification (PEFC) or from a recycled scheme. Working with our suppliers to deliver our ambition of sourcing 100% sustainable paper and board used in our packaging. Industry collected data remains insufficiently robust to report at this time, but we continue to work with our compliance partner Valpak to address the challenges.</p>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.3 Percentage recycled, percentage virgin fibre	Not reporting yet	Yes Click here Click here	Percentage of paper and board packaging that is certified sustainably sourced or from recycled materials. As defined by percentage of paper and cardboard weight within Own Brand packaging sourced from sustainable forestry such as FSC (Forest Stewardship Council) or PEFC (Programme for the Endorsement of Forest Certification) sources, or includes recycled material.	
		<i>Wood/paper packaging: Total weight (metric tonnes) placed on the market in 2020 calendar year: = 279,418 Tonnes, Recycled content and/or certified material (% of total weight) = 52% (See Packaging Factsheet for more details). 100% of paper/wood products certified to Forest Stewardship Council (FSC), Programme for the Endorsement of Forest Certification (PEFC) or from a recycled scheme</i>		
1.4 Percentage of virgin supply certified, and percentage per scheme and chain of custody model	Not reporting yet	Yes Click here Click here	See factsheet	
		<i>100% of paper/wood Own Brand products FSC/PEFC certified or from a recycled source. Wood/paper packaging: recycled content and/or certified material (% of total weight) = 52%</i>		
1.5 Percentage of supply from high-priority sources	Not reporting yet	Not reporting yet	Methodology not available	

1.6 Actions being taken for supply from high-priority sources	Not reporting yet	Yes Click here Click here Click here		
		Working with our suppliers to deliver our ambition of sourcing 100% sustainable paper and board used in our packaging. Industry collected data remains insufficiently robust to report at this time, but we continue to work with our compliance partner Valpak to address the challenges.		
Element 2 (Suppliers and Traders) Key Performance Indicators for Retailers				
2.1 Proportion of suppliers informed about the Forest Positive Suppliers Approach	N/A	Yes	Packaging is an interest page on the site to which Packaging and Wood suppliers are directed.	
		We make our suppliers aware of the Forest Positive Approach and its implementation via the Tesco Supplier Network, a community of over 10,000 incl. all suppliers. Packaging is an interest page on the site to which Packaging and Wood suppliers are directed.		
2.2 Number or proportion of suppliers identified as priority for engagement, and percentage engaged	N/A	Not reporting yet	Methodology not available	
2.3 Performance of engaged suppliers and changes over time including progress on delivery across entire business	N/A	Not reporting yet	Methodology not available	

Beef				
Element 1 (Own Supply) Key Performance Indicators for Retailers				
1.1 Policy commitments to the forest positive goals	N/A	Yes		
1.2 Timebound action plan summary	N/A	Yes		
1.3 Beef footprint across all product categories	N/A	Yes <i>In 2021/22 Tesco UK sourced over 70mt of Beef from the UK and ROI where deforestation risk is extremely low</i>	Methodology not available	
1.4 Percentage with known origin	N/A	Yes <i>100% of our fresh beef sold in our Tesco UK retail stores comes from the UK or the Republic of Ireland. These are considered to be extremely low-risk areas.</i>	<p>Our Responsible Sourcing team worked with the Technical teams to provide this information from Tesco systems. Moving our supply to the UK and ROI allows for effective monitoring and enforcement of our beef sourcing policy. Our requirements are embedded within commercial contracts with our beef suppliers and our audit and quality teams regularly ensure compliance is upheld.</p>	

1.5 Progress on ensuring beef is free from deforestation, conversion, and conflict for high-risk areas	N/A	Yes	Click here Click here	
		Since 2018 all of our Beef is sourced from the UK & ROI and this is again the case for 2022. Our performance is therefore 100% against ensuring our Beef is free from deforestation, conversion or conflict. We also do not source any Cattle related Products (Leather) from high-risk areas.		
Element 2 (Suppliers and Traders) Key Performance Indicators for Retailers				
2.1 Direct supplier list of identified major upstream suppliers, up to slaughterhouse when possible	N/A	Not reporting yet	Methodology not available	
2.2 A summary of the Forest Positive Approach for meatpackers and own brand manufacturers	N/A	Not reporting yet	Methodology not available	
2.3 Tier 1 suppliers to whom the Forest Positive Approach and its implementation have been communicated	N/A	Yes – narrative reporting	Tesco has published information on our Beef sourcing policy in Tesco's Supplier Network - a membership forum for registered Tesco suppliers.	
2.4 Performance of Tier 1 suppliers against Forest Positive Approach including progress on delivery across entire operations	N/A	Yes	Methodology not available	
		100% of our Beef was sourced from the UK and ROI in 2021. These are considered to be extremely low-risk areas.		

2.5 Meatpackers sourcing from high-risk origins that have been engaged and are being evaluated	N/A	<u>Yes</u>	<i>Methodology not available</i>	
2.6 Performance of meatpackers against Forest Positive Approach including progress on delivery across entire operations	N/A	<u>Yes</u>	<i>Methodology not available</i>	

Element 4 (Landscape Engagement) Key Performance Indicators | As of September 2022, Tesco is focusing landscape engagement on soy.

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Soy				
4.1 Priority production landscapes identified	Yes	Yes	See KPI 4.2	
4.2 Methodology used to identify priority production landscapes	N/A	Yes		
4.3 Number of landscape initiatives currently involved in	N/A	Yes 1 initiative	Methodology not available	
4.4 For each landscape initiative your company is currently engaged in, information on: <ul style="list-style-type: none"> Name, location, timeline and other partners involved Report on type of engagement (e.g. disbursed financial support, in-kind support, capacity, preferential sourcing) Specific actions or projects that are supported How the actions intend to address systemic issues and contribute to delivering forest 	N/A	Yes <i>Note: Tesco is providing £5m investment in the Responsible Commodities Facility, a pilot financial facility that will make low interest loans available to Brazilian soy farmers in the critical Cerrado landscape who agree to growing soy without deforestation or conversion. The selection of the Responsible Commodities Facility was via the CGF FPC landscape initiative selection process, the action is focused on changing the economic equation for farmers so that forests are worth more standing than dead. Click here</i>	Click here	

<p>positive goals (at least one of conservation, restoration, positive inclusion of farmers and communities, landscape level multi-stakeholder platforms or partnerships)</p> <ul style="list-style-type: none"> • Linkages to shared landscape-level goals developed through multistakeholder processes 				
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