

# Neste

**Coalition member since 2020** | As of September 2023, palm oil, palm oil derivatives, and beef are material commodities for Neste..

The following table includes a list of each Key Performance Indicator (KPI) for each material commodity, along with the company's 2021, 2022 and 2023 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](https://transparency.tcgfforestpositive.com)

## Palm Oil for Manufacturers Buying Palm (CPO and PKO)

Palm Oil KPIs (Manufacturers Buying Palm Oil)	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
<b>Element 1</b>							
<b>1.1 Policy commitments to the forest positive goals</b>	Note: Policy cover no fire, HCS/HCVS, smallholders and human rights and traceability <a href="#">neste_responsible_sourcing_principle_0.pdf</a>	Yes X No <input type="checkbox"/>	The policies are communicated publicly on Neste website.		All renewable feedstocks used by Neste. Requirements equivalent to the RSPO Principles and Criteria are all covered in different policies and commitments of Neste.	<a href="#">Neste Sustainability Policy</a> <a href="#">Neste Responsible Sourcing Principle</a> <a href="#">Neste Supplier Code of Conduct</a> <a href="#">Neste Human Rights Principle</a>	
<b>1.2 Timebound action plan summary</b>	Did not report	Yes X No <input type="checkbox"/>	100% Palm Oil Neste sourced had achieved the forest positive goals since 2013.	Since 2013, all palm oil Neste sourced are 100% ISCC certified and traceable back to the plantation. To ensure Neste's palm oil supply chain meet the strict requirement on land use change and deforestation-free commitment, all palm oil that	Palm Oil	Timeline where Neste achieved its deforestation-free supply chains for palm oil: <a href="#">Protecting Forests</a>  Neste's commitment to Nature Positive by 2040 ( <a href="#">Neste's Sustainability Reporting</a> - page 80)	

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

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				Neste sources must be ISCC certified, which means the land has been verified and certified by accredited ISCC Certification Bodies as meeting the ISCC requirements of traceability and land use change. This requirement of Neste means 100% palm oil that Neste purchased is traceable back to the plantation and met the ISCC's principle on protection of land with high biodiversity value or high carbon stock, as part of the requirements of the ISCC.			

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				Additionally, Neste is committed to Nature Positive by 2040.			
<b>1.3 Mill list using the conventions of the Universal Mill List to make group links</b>	List published and up to date <a href="#">Palm oil dashboard   Neste</a>	Yes X No <input type="checkbox"/>	Neste's palm oil mill list is published on a half-yearly basis.	The mill list follows the conventions of Universal Mill List.	Palm Oil	<a href="#">Neste's Palm Oil Dashboard</a>	
<b>1.4 % volume that is deforestation and conversion free</b> - using public DCF methodology or IRF Delivering category	N/A – new KPI	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100% of Palm Oil that Neste sourced had met the deforestation and conversion free target since 2013.	As Neste only sources ISCC certified palm oil, all the mills must be certified by ISCC and have met the requirements of ISCC for sustainable agricultural biomass. Being ISCC certified means the plantations had met ISCC's Principle on protection of land (deforestation and conversion	Palm Oil 2022 palm oil usage 135 kt; around 4% of renewable material inputs globally	<a href="#">Neste's Palm Oil Dashboard</a> , showing the 100% of palm oil Neste purchased are ISCC certified.	

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				free prior to 1 January 2008) and therefore, had achieved and committed to protection of highly biodiverse forests which forms the requirements of the ISCC.			
<b>1.5 % Progress of mills toward forest positive (or NDPE) – using the NDPE IRF or equivalent (updated reporting guidance)</b>	Did not report	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100% of palm oil mills that Neste sourced from had met the deforestation and conversion free target.	All Palm Oil Neste sources have to be certified by the ISCC as meeting the forest positive equivalent definition of the ISCC.	Palm Oil	<a href="#">Neste's Palm Oil Dashboard</a> , showing the 100% of palm oil Neste purchased are ISCC certified.	
<b>1.6 % traceable to mill</b>	100% palm oil is traceable back to mills. Neste reports the following performance publicly: i) The number of mills and refineries ii) % mapped back to the plantations and mills iii) total usage (volume) of palm oils. WRI Global Forest	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100% palm oil is traceable back to the mill.	All the mills and plantations, the volumes Neste purchased, are listed on the dashboard. During July through December 2022, Neste sourced	All Palm Oil Neste uses, including the proportion of palm oil used versus other renewable raw materials used by Neste.	<a href="#">Neste's Palm Oil Dashboard</a>	

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	Watch standard traceability to mill data from their Universal Mill list and RSPO Palm Trace <a href="#">Palm oil dashboard   Neste</a>			palm oil from 8 supplier mills. All mills are located in Indonesia.			
<b>1.7 % traceable to FFB sources</b>	Neste reports the % of palm oil back to FFB sources. 100% palm oil traceables back to FFB sources. Neste bought 100% ISCC certified CPO and refined palm oil in which the palm oil meets the full traceability requirements of ISCC. To drive improved transparency within the palm oil industry as a whole, we have collaborated with our partners from CORE (Daemeter & Proforest) and developed a Traceability to Plantations (TTP) approach specifically for palm oil based waste and residue raw materials, such as PFAD. Our aim has been to develop a common approach to tracing palm oil-based waste and residues and to develop a common definition and shared understanding of the concept	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100% palm oil is traceable back to the FFB sources.	Neste only sources ISCC certified palm oil, traceable back to the plantation.	Palm Oil	The palm oil Neste uses has been fully traceable back to the plantation since 2007: <a href="#">Protecting Forests</a>	

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	<p>for all the actors in the industry.</p> <p>Our Risk-calibrated Approach (RCA) towards TTP prioritizes gathering more data from suppliers sourcing raw material in higher risk areas, such as those in close proximity to forests, uncultivated peat, and protected areas. Since 2018, we have engaged with palm oil suppliers to introduce the approach with an intention to start implementing it together. The progress we have made in developing traceability for our PFAD supply chain all the way to palm oil plantations is largely based on this work. At the end of 2021, we had been able to independently map and validate 99.97% of our PFAD supply chain to the supplying palm oil mills and 84% all the way to plantations.</p>						
<b>1.8 % physically certified (MB/SG)</b>	Neste purchases 100% ISCC certified palm oil on mass balance basis.	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	In 2022, Neste purchases 100% ISCC certified palm		Palm Oil	<a href="#">Neste's Palm Oil Dashboard</a> . Additionally, the mass	

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	26% Identity Preserved, 61% MB		oil on a mass balance basis. 100% ISCC-certified Additionally, the mills are: – 8% RSPO Identity Preserved – 83% RSPO Mass Balance			balance approach is also mentioned in the individual mill reports published on Neste's palm oil dashboard.	
<b>Element 2</b>							
<b>2.1 Direct supplier list.</b>	List published and up to date <a href="#">Palm oil dashboard   Neste</a>	Yes X No <input type="checkbox"/>	The list is published on Neste's Palm Oil Dashboard.		Palm Oil	<a href="#">Neste's Palm Oil Dashboard</a>	
<b>2.2 % Direct suppliers engaged and informed of 'Forest Positive Supplier' Commitment and 'Forest Positive Approach'</b>	100% of Neste's direct suppliers are committed to no-deforestation. We source palm oil from carefully selected, responsible suppliers in Malaysia and Indonesia that are committed to certification, principles of sustainability, and continuously improving sustainability performance.	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100% of Neste's direct suppliers. We have arranged workshops for all our palm oil suppliers since 2015 to foster dialogue, and to hear about our suppliers' concerns. They also provide us an opportunity to clarify our requirements and	100% of Neste's direct suppliers are committed to no-deforestation. We source palm oil from carefully selected, responsible suppliers in Malaysia and Indonesia that are committed to certification, principles of sustainability, and	Palm Oil	<a href="#">Neste's Sustainably Produced Palm Oil</a>  <a href="#">Neste Supplier Workshop - Sustainability Engagement</a>	

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			expectations. The topics of these workshops have ranged from human and labor rights to deforestation and supply chain traceability.	continuously improving sustainability performance. These suppliers must be RSPO members and the volumes must be ISCC certified. Therefore, they are committed to the ISCC Principles and the RSPO Code of Conduct for members.			
<b>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 (updated)</b>	Narrative reporting <a href="#">neste_sustainability_report_2021.pdf</a> <a href="#">Neste Sustainability Report 2022</a> <a href="#">Palm oil dashboard   Neste</a>	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100% of Neste's direct suppliers - committed to No Deforestation policies not only in their own operations but also in their third party sourcing.	Already in 2015, all our palm oil suppliers committed to No Deforestation policies not only in their own operations but also in their third party sourcing. This means that even those producers that do not produce raw	Palm Oil	The palm oil Neste uses has been fully traceable back to the plantation since 2007 and additionally, being ISCC Certified: <a href="#">Protecting Forests</a>	

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<i>reporting guidance)</i>				materials directly for us but are associated with our suppliers, should also be committed to prevent deforestation. If Neste's supplier is found to have sourced palm oil from illegal origins, it is a clear violation of Neste's policies and contracts with the supplier. Neste is a fair but strict buyer, committed to sourcing only sustainable palm oil, known to take action in case any wrongdoing has taken place.			

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<b>Element 3</b>							
<b>3.1 Summary of company grievance process that aligns with FPC Deforestation Monitoring &amp; Response Framework (MRF)</b>	<a href="https://www.neste.com/sites/neste.com/files/attachments/corporate/sustainability/sustainable_supply_chain/neste_grievance_process.pdf">https://www.neste.com/sites/neste.com/files/attachments/corporate/sustainability/sustainable_supply_chain/neste_grievance_process.pdf</a>	Yes X No <input type="checkbox"/>	Neste has a publicly published grievance mechanism and grievance log. Additionally, Neste provides any stakeholders to report a concern via Ethics Online in the event of suspected breach of Neste's Code of Conduct or application legislation.	The grievance process includes all renewable raw materials which Neste sources from. The grievance process is aligned with the FPC's recommended good practices - verify, investigation, short-term response and corrective action.	All renewable raw materials Neste sources	<a href="#">Neste's Renewable Raw Materials Grievances</a>  <a href="#">Neste's Grievance Process</a>  <a href="#">Neste's Ethics Online</a>	
<b>3.2 Summary of progress of grievance cases (e.g. in grievance log or relevant progress report(s))</b>	Progress of grievance cases published once a month, includes status and relationship <a href="#">Neste's renewable raw material grievances</a>   <a href="#">Neste</a>	Yes X No <input type="checkbox"/>	Summary of grievance log is available on Neste's website.	The grievance log includes the company, the parent group, summary of the case, status and response.	All renewable raw materials Neste sources	<a href="#">Neste's Renewable Raw Materials Grievances</a>	
<b>3.3 % of supply base covered by deforestation &amp; peat monitoring (including</b>	Narrative reporting <a href="#">Palm oil dashboard</a>   <a href="#">Neste</a>	Yes: quantitative <input type="checkbox"/> Yes: narrative X No <input type="checkbox"/>	Our approach of palm oil sourcing is that, only ISCC certified oil, fully traceable back to	In addition to the palm oil being ISCC certified, Neste works with third party	Palm Oil and its derivatives	<a href="#">Satellite monitoring - Satelligence</a>  <a href="#">Palm oil dashboard</a>   <a href="#">Neste</a>	

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supplier and landscape monitoring systems) aligned with Monitoring Minimum Requirements			the plantation, can be sourced and we have achieved 100% ISCC certified palm oil. These plantations are verified to be meeting the land use cut-off date of the ISCC.	consultants to monitor the deforestation and peat monitoring in its palm oil and derivatives supply chains. Since April 2017, Neste has engaged with stakeholders and mapped large swathes of its supply chain.			
<b>3.4 For coalition member companies involved, narrative summary of support provided to develop on the ground monitoring and response systems beyond own supply chains including landscape initiatives and</b>	Neste only buys 100% ISCC certified crude palm oil and refined palm oil in which the land conversion has been verified by ISCC. In addition, Neste also works with sustainability partners to monitor the deforestation activities within its supply chains. Invests in Siak- Pelalawan landscape	Yes X No <input type="checkbox"/>	Neste only buys 100% ISCC certified palm oil in which the land conversion has been verified by ISCC. In addition, Neste also works with sustainability partners to monitor the deforestation activities within its supply chains. Satelligence's traceability platform will grant		Palm Oil and its derivatives	<a href="#">Satellite monitoring - Satelligence</a>	

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sectoral collaborations			Neste unprecedented supply chain visibility, making sure that Neste's PFAD suppliers can be traced and held to industry- wide sustainability standards. Satelligence's web app provides a Verified Deforestation Free (VDF) module, that will show Neste the risk of deforestation that their mills pose as a percentage. Relieving the burden of data collection in this way means that Neste will be able to pinpoint areas of deforestation risk easily and react accordingly. This way, they can				

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			be assured that they will stay in line with commitments like No-Deforestation, No-Peat, and No-Exploitation (NDPE). The data supports improving the supply chain sustainability and compliance with existing and upcoming regulations. Invests also in the Siak-Pelalawan landscape				
<b>3.5 % of supply mills with, or potentially linked to, deforestation &amp; peat grievances</b>	Narrative reporting	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	0%. Neste's palm oil supply chain has not been linked to any deforestation and peat grievances. Since only certified volumes are sourced, and all supply chains are verifiably	Note that while the grievance log includes all renewable raw materials Neste sources, Neste had not received grievances specifically related to its palm oil supply	<i>Note: Reporting is across all crude and refined palm oil supply chains</i>	<a href="#">Neste's Sustainably Produced Palm Oil</a>	

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			traced back to the plantation.	chains. Reasons could be the additional risk mitigation measures that Neste has taken, where only ISCC certified palm oil can be sourced, in addition to Neste's sustainability due diligence and requirements to be members of RSPO.			
<b>3.6 % of deforestation &amp; peat grievances where action taken in line with MRF steps and requirements</b>	Did not report	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100%. Neste has not received deforestation and peat grievances related to its palm oil supply chain.	Since only certified volumes are sourced, and all supply chains are verifiably traced back to the plantation. Additionally, no NDPE related non-compliances in palm oil supply chains were reported.	<i>Note: Reporting is across all crude and refined palm oil supply chains</i>	<a href="#">Neste's Sustainably Produced Palm Oil</a>	

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Palm Oil for Retailers and Manufacturers Buying Palm Derivatives (CPO derivatives and PKO derivatives)

Palm Oil KPIs (Retailers and Manufacturers Buying Palm Derivatives)	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
<b>Element 1</b>							
<b>1.1 Policy commitments to the forest positive goals</b>	Note: Policy covers no fire, HCS/HCVS, smallholders and human rights and traceability <a href="#">neste_responsible_sourcing_principle_0.pdf</a>	Yes X No <input type="checkbox"/>	The policies are communicated publicly on Neste website.		All renewable feedstocks used by Neste. Requirements equivalent to the RSPO Principles and Criteria are all covered in different policies and commitments of Neste.	<a href="#">Neste Sustainability Policy</a> <a href="#">Neste Responsible Sourcing Principle</a> <a href="#">Neste Supplier Code of Conduct</a> <a href="#">Neste Human Rights Principle</a>	
<b>1.2 Timebound action plan summary</b>	Did not report	Yes X No <input type="checkbox"/>	Neste is committed to Nature Positive by 2040.		All renewable feedstocks used by Neste.	Neste's commitment to Nature Positive by 2040 ( <a href="#">Neste's Sustainability Reporting</a> - page 80)	
<b>1.4: % volume that is deforestation and conversion free - using public DCF methodology or IRF Delivering category</b>	N/A – new KPI	Yes: quantitative <input type="checkbox"/> Yes: narrative <input type="checkbox"/> No X	Not reporting.				
<b>1.8 % physically certified (MB/SG)</b>	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative <input type="checkbox"/> No X	Not reporting.				
<b>Element 2</b>							

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Palm Oil KPIs (Retailers and Manufacturers Buying Palm Derivatives)	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
<b>2.1 Direct supplier list</b>	List published and up to date <a href="#">PFAD traceability dashboard   Neste</a>	Yes X No <input type="checkbox"/>	All Neste's palm oil derivatives suppliers (refineries and mills) are listed on Neste's PFAD dashboard.	The mills are listed in accordance with the conventions of Universal Mill List.	Palm Fatty Acid Distillate (PFAD)	<a href="#">Neste PFAD Dashboard</a> Neste's palm oil mill list is published and updated on a half-yearly basis.  <a href="#">Neste Supplier Workshop - Sustainability Engagement</a>	
<b>2.4. List of identified major upstream suppliers/ traders prioritized</b>	List published and up to date	Yes X No <input type="checkbox"/>	All direct suppliers of Neste (refineries) are listed on Neste's PFAD dashboard.	All direct suppliers (refineries) are identified and published.	Palm Fatty Acid Distillate (PFAD)	<a href="#">Neste PFAD Dashboard</a>	
<b>2.2 % Direct suppliers engaged and informed of 'Forest Positive Supplier' Commitment and 'Forest Positive Approach'</b>	Narrative reporting	Yes: quantitative <input type="checkbox"/> Yes: narrative X No <input type="checkbox"/>	We continue engaging with PFAD-supplying palm oil refineries to ensure that their operations and those of their supplying mills are in compliance with our sustainability policies and principles. We have also evaluated each palm oil mill for environmental risks as part of our proactive approach to preventing deforestation.	All Neste's direct suppliers are subjected to Sustainability Due Diligence. The due diligence assessment includes commitments and policies to Forest Positive related criteria. Additionally, all Neste's direct suppliers must be members of the RSPO and therefore they	Palm Fatty Acid Distillate (PFAD)	<a href="#">Neste PFAD Dashboard</a>  Neste Workshops: <a href="#">Supplier engagement   Neste</a>	

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			In November 2022, we organized an annual sustainability workshop for our palm oil and PFAD suppliers. The workshop was curated especially with the objective of raising awareness and advancing on topics such as human rights due diligence and strategies to achieve 100% traceability to plantation (TTP). New topics, such as greenhouse gas emissions tackling scope 3, were also introduced and discussed during the workshop.	must have environmental and social standards, not lower than those in RSPO, embedded in their operation as part of the requirement of the RSPO. Owing to this requirement of RSPO, all direct palm suppliers of Neste have had Forest Positive Commitments.			
<b>2.3 Performance of direct suppliers against the elements of the Forest Positive Approach and changes over time including progress</b>	Narrative reporting <a href="#">neste_sustainability_report_2021.pdf</a>	Yes: <input type="checkbox"/> quantitative <input type="checkbox"/> Yes: narrative X No <input type="checkbox"/>	Neste employs a risk calibrated approach in its derivatives supply chains. The progress of its suppliers with regards to the risk calibrated approach is published in the	Neste partners with third party consultant CORE to work with its suppliers (palm oil refineries) to enhance its deforestation-		<a href="#">Neste's Risk Calibrated Approach</a>  <a href="#">Neste's 2022 Sustainability Report</a> - page 94	

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on delivery across entire palm oil business (updated reporting guidance)			Neste's sustainability annual report. Our aim has been to develop a common approach to tracing palm oil-based waste and residues and to develop a common definition and shared understanding of the concept for all the actors in the industry. Our Risk-calibrated Approach (RCA) towards TTP prioritizes gathering more data from suppliers sourcing raw material in higher risk areas, such as those in close proximity to forests, uncultivated peat, and protected areas. During 2022, we were able to independently map and validate 100% (100%) of our PFAD supply chain to the supplying palm oil mills and 86% (85%)	free assessment. The work includes Risk-Calibrated Approach (RCA) to prioritise supplying areas in higher risk areas, such as those in close proximity to forests, uncultivated peat and protected areas.			

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			all the way to plantations.				
<b>2.5. Upstream suppliers/traders prioritised and engaged (directly or via a collective approach) and informed of Forest Positive Approach</b>	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative X No <input type="checkbox"/>	All refineries are engaged via annual sustainability workshops. Additionally, suppliers are engaged on one on one basis for capacity building to improve their performance.	We continue enga ng with PFAD- supplying palm oil refineries to ensure that their operations and those of their supplying mills are in compliance with our sustainability policies and principles. We have also evaluated each palm oil mill for environmental risks as part of our proactive approach to preventing deforestation. In November 2022, we organized an annual		<a href="#">Neste Supplier Workshop - Sustainability Engagement</a>  <a href="#">Neste's supplier engagement to improve sustainability performance</a>  <a href="#">PFAD traceability dashboard   Neste</a> – PFAD refineries	

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				sustainability workshop for our palm oil and PFAD suppliers. The workshop was curated especially with the objective of raising awareness and advancing on topics such as human rights due diligence and strategies to achieve 100% traceability to plantation (TTP). New topics, such as greenhouse gas emissions tackling scope 3, were also introduced and discussed during the workshop.			

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Palm Oil KPIs (Retailers and Manufacturers Buying Palm Derivatives)	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
<b>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</b>	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative X No <input type="checkbox"/>	All refineries are engaged and their performance are being reported according to the Risk Calibrated Approach.			<a href="#">Neste Supplier Workshop - Sustainability Engagement</a>  <a href="#">Neste's Risk Calibrated Approach</a>  <a href="#">Neste's 2022 Sustainability Report</a> - page 94	
<b>Element 3</b>							
<b>3.8 Provide a short narrative summary of progress made towards reporting on the Element 3 in 2023 (for own brand products).</b>	Did not report	Yes X No <input type="checkbox"/>	Neste monitors its palm oil derivatives supply chains and reports it on Neste's raw materials grievances. Satelligence's traceability platform will grant Neste unprecedented supply chain visibility, making sure that Neste's PFAD suppliers can be traced and held to industry-wide sustainability standards. Satelligence's web app	The grievance log includes the grievance subject that Neste may be potentially linked to, the parent group, summary of the case, status, response and companies excluded from the supply chains.		<a href="#">Neste's Raw Material Grievances</a>  <a href="#">Neste and Satelligence Team-up to Combat Deforestation in the Palm Industry — Satelligence</a>	

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Palm Oil KPIs (Retailers and Manufacturers Buying Palm Derivatives)	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			<p>provides a Verified Deforestation Free (VDF) module, that will show Neste the risk of deforestation that their mills pose as a percentage.</p> <p>Relieving the burden of data collection in this way means that Neste will be able to pinpoint areas of deforestation risk easily and react accordingly. This way, they can be assured that they will stay in line with commitments like No-Deforestation, No-Peat, and No-Exploitation (NDPE).</p> <p>The data supports improving the supply chain sustainability and compliance with existing and upcoming regulations.</p>				

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

## Beef and other cattle-derived products for Retailers and Manufacturers

Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
<b>Element 1</b>							
<b>1.1 Policy commitments to the forest positive goals</b>	Note: Policy covers no fire, HCS/HCVS, smallholders and human rights and traceability <a href="#">neste_responsible_sourcing_principle_0.pdf</a>	Yes X No <input type="checkbox"/>	See policies		Our policies and principles cover all feedstocks sourced to make our products, among them, there is tallow.	<a href="#">Sustainability Principle Protecting Biodiversity and Forests Responsible Sourcing Principle</a>	
<b>1.2 Timebound action plan summary</b>	In our vision when we say "all new and ongoing activities" we are including the sourcing of all feedstocks, including beef. In the future if we start sourcing animal fat from Brazil we could explore the possibility to be more specific. <a href="#">Protecting forests   Neste</a>	Yes X No <input type="checkbox"/>	"Our vision now is to drive a positive impact on biodiversity and achieve a nature positive value chain. We aim at creating net positive impacts (NPI) for biodiversity from new activities from 2025 onwards. target no net loss (NNL) of biodiversity from		Our Sustainability vision covers all feedstocks that we source.	<a href="#">Sustainability Vision</a>	

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?



Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			all ongoing activities by 2035." "As part of Neste's broad Sustainability Vision, we drive a positive impact on biodiversity and achieve a nature positive value chain by 2040. Nature positive aims at halting and reversing nature loss, positive impacts outweighing the adverse impacts."				
<b>1.3 Beef footprint across all product categories</b>	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative <input type="checkbox"/> No X					
<b>1.4 % with known origin</b>	100% of cattle products (tallow) traceable to tannery <a href="#">CDP</a>	Yes: quantitative X Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	100% of cattle products (tallow) traceable to point of origin –(to rendering plant)	Neste uses ISCC certification system, mass balance or segregation for waste animal fat	Tallow, animal fat.	<a href="#">CDP</a>	

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			<p>“During onboarding we require our suppliers to disclose their supply chain actors and locations as determined by market requirements and even go beyond in some cases.”</p> <p>“Neste sources animal fat globally. To be able to achieve and maintain full traceability of our supply chain requires internal expertise and close collaboration with our suppliers to be able to map all our cattle supply chains until the point of origin.</p>	<p>(not intended for human consumption). During the supplier onboarding we require our suppliers to disclose their supply chain actors and locations as determined by market requirements and even go beyond in some cases. The feedstock is traced back to the point where the separation of these residue or waste materials takes place: for animal fat (AF) we need to know the exact supply chain actors and</p>			

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			The process is managed through Neste's Supplier Sustainability Portal."	locations until the rendering facility, where the waste animal is converted into animal fat. Each Neste AF supplier must insert the location of their own production and processing site(s) and where applicable, their own suppliers' production and processing site(s), to Neste's digital Supplier Sustainability Portal (SSP). In addition, the suppliers are required to demonstrate entire physical supply chains			

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
				(starting from the rendering plant, all the way to Neste) in the portal, including the production and processing sites mentioned above. According to ISCC rules, all suppliers are subject to annual surveillance audits. Neste also carries out its own audits which are either conducted by Neste or a 3rd party.			
<b>1.5 Progress on ensuring beef is free from deforestation , conversion and conflict</b>	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative <input type="checkbox"/> No X					

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
for high-risk areas							
<b>Element 2</b>							
<b>2.1 Direct supplier list of identified major upstream suppliers, up to slaughterhouse when possible.</b>	Did not report	Yes <input type="checkbox"/> No X					
<b>2.2 A summary of the Forest Positive Approach for meatpackers and own brand manufacturers</b>	Cross-commodity code of conduct for suppliers: includes legal compliance, business conduct, human & labour rights, occupational health & safety, environmental impact and climate, reporting <a href="#">new supplier code of conduct. english. pdf (neste.com)</a>	Yes X No <input type="checkbox"/>	All suppliers are required to sign Neste's Supplier Code of Conduct.		All feedstocks including tallow	<a href="#">Supplier code of conduct</a>	
<b>2.3 T1 suppliers to</b>	Narrative reporting <a href="#">CDP</a>	Yes: quantitative X	We require 100% of suppliers and	We actively engage with our	All types of feedstocks and services.	<a href="#">Neste Sustainability Report</a> , page 39	

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
whom the Forest Positive Approach and its implementation have been communicated		Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	<p>other-business partners to be committed-to Neste Supplier Code of Conduct and have the best-in-class grievance processes including human rights, biodiversity-and climate targets as key criteria for suppliers as we drive diversification and increased availability of sustainable raw materials.</p> <ul style="list-style-type: none"> <li>• Developing or distributing supply chain mapping tool</li> <li>• Supplier audits</li> <li>• Investing in pilot projects</li> </ul>	suppliers to identify the biggest risks in our supply chain and to ensure our suppliers' compliance with our Supplier Code of Conduct and Responsible Sourcing Principle with the aim to improve our suppliers' ESG performance. In 2021, 223 renewable raw material suppliers were assessed. Our risk assessment includes mapping of supply chains and operations, desk-based research, supplier self-assessment		<a href="#">CDP</a>	

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			<ul style="list-style-type: none"> <li>Contract clauses linked to forest related commitments in certain high risk regions.</li> </ul>	questionnaires, supplier engagement, and discussions with expert stakeholders. In 2021, we e.g., arranged calls with suppliers and/or asked clarifications or supporting documents via email and reviewed all our new raw material suppliers. The supplier sustainability due diligence process is managed through Neste's digital Supplier Sustainability Portal (SSP), where our suppliers must also insert the			

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
				physical supply chains. We have been developing SSP collaboratively also with our AF suppliers. We also conducted a total of 19 sustainability audits in 2021.			
<b>2.4 Performance of T1 suppliers against Forest Positive Approach including progress on delivery across entire operations</b>	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative X No <input type="checkbox"/>	Percentage of business partners who have committed to Neste's minimum sustainability requirements in the Supplier Code of Conduct (%): 99% 8) (99%) of the renewable raw material volumes, 84% (88%) of the crude oil and fossil raw materials volumes, and 73%	In order to identify risks related to sustainability in our RP supply chain, we use information of country risk indices and maintain a country risk categorization. During the supplier specific sustainability evaluation, which is conducted for	All types of feedstocks and services.	<a href="#">Neste Sustainability Report</a> , page 39  <a href="#">CDP</a>	

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?



Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			of overall indirect contracted spend (87% of all indirect procurement supplier contracts commencing in 2022) were covered by Neste Supplier Code of Conduct or equivalent.	all new suppliers, we review e.g. if biodiversity, deforestation, conservation or land use change topics are covered by the company's documented set of policies or commitments. Supplier risk assessment includes mapping of supply chains, supplier self-assessment questionnaires, supplier engagement, and discussions with expert stakeholders. After supplier approval, the assessment process is			

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
				<p>renewed every 3–5 years depending on the supplier’s sustainability risk.</p> <p>Based on supplier risk assessment, Neste also conducts several 2nd party supplier audits annually which are conducted either by Neste Sustainability Specialists or a 3rd party auditor.</p>			
<b>2.5 Meatpackers sourcing from high-risk origins that have been engaged and are being evaluated</b>	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative <input type="checkbox"/> No X					

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Beef KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
2.6 Performance of meatpackers against Forest Positive Approach including progress on delivery across entire operations	Did not report	Yes: quantitative <input type="checkbox"/> Yes: narrative <input type="checkbox"/> No X					

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

**Element 4 (Landscape Engagement) Key Performance Indicators | As of September 2023, Neste is focusing its landscape engagement on palm oil and beef.**

Palm Oil Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
<b>Element 4 (Landscape Engagement)</b>						
<b>4.1 Priority production landscapes identified</b>	Did not report	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Neste has invested in the Siak Pelalawan Landscape Programme.		<a href="#">Sustainable Landscape</a>	
<b>4.2 Methodology used to identify priority production landscapes</b>	Did not report	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Not reporting.			
<b>4.3 Number of landscape initiatives currently engaged in</b>	1 initiative	Yes: quantitative <input checked="" type="checkbox"/> Yes: narrative <input type="checkbox"/> No <input type="checkbox"/>	1 initiative - Siak Pelalawan Landscape Programme.		<a href="#">Siak Pelalawan Landscape Programme</a>	
<b>4.4 For each landscape initiative your company is currently engaged in, information on: 1) Name, location, timeline and</b>	<a href="#">Siak Pelalawan Landscape Programme</a>	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Initiative 1: Siak Pelalawan Landscape Programme;  Location: Siak and Pelalawan Districts in Riau, Indonesia;  Other partners involved: Cargill, Loreal, Musim Mas, Neste, Pepsico, Unilever, Danone, Sinarmas. The project is also supported by Switzerland's State		<a href="#">Siak Pelalawan Landscape Programme</a>	

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

Palm Oil Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
<i>other partners involved</i> <i>2) Report on type of engagement (e.g disbursed financial support, in-kind support, capacity, preferential sourcing)</i> <i>3) Specific actions or projects that are supported</i> <i>4) How the actions intend to address systemic issues and contribute to delivering forest positive goals (at least one of conservation, restoration, positive inclusion of farmers and communities, landscape-level</i>			<p>Secretariat for Economic Affairs (SECO) and implemented by Proforest and Daemeter.</p> <p>Specific actions: The project aimed at protecting forests, peatlands, and natural ecosystems, helping smallholders and local communities to improve production practices, ensure labour rights are respected, pursue sustainable palm oil production goals through improved district policies and plans.</p>			

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

Palm Oil Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
multi-stakeholder platforms or partnerships) 5) Linkages to shared landscape-level goals developed through multi-stakeholder processes						

Beef Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
<b>Element 4 (Landscape Engagement)</b>						
4.1 Priority production landscapes identified		Yes <input type="checkbox"/> No X				
4.2 Methodology used to identify priority production landscapes		Yes <input type="checkbox"/> No X				

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

Beef Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
<b>4.3 Number of landscape initiatives currently engaged in</b>	<i>1 initiative</i>	Yes: quantitative <input type="checkbox"/> Yes: narrative X No <input type="checkbox"/>	<i>Neste is supporting a landscape initiative program in Para, a region in Northern Brazil that has been affected by deforestation. The collaboration with local NGOs (Proforest, Imaflores and Solidaridad) aims at driving structural change in the region by engaging with local cattle farmers and promoting forest conservation. The collaboration started early 2023 and the project is first focused on mapping the relevant stakeholders for further engagement.</i>		<a href="https://www.neste.com/sustainability/biodiversity/protecting-forests">https://www.neste.com/sustainability/biodiversity/protecting-forests</a>	
<b>4.4 For each landscape initiative your company is currently engaged in, information on:</b> <i>1) Name, location, timeline and other partners involved</i> <i>2) Report on type of engagement (e.g. disbursed financial support, in-kind)</i>		Yes <input type="checkbox"/> No X				

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

Beef Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
support, capacity, preferential sourcing) 3) Specific actions or projects that are supported 4) How the actions intend to address systemic issues and contribute to delivering forest positive goals (at least one of conservation, restoration, positive inclusion of farmers and communities, landscape-level multi-stakeholder platforms or partnerships) 5) Linkages to shared landscape-level goals developed through multi-stakeholder processes						

\*Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?