The Story of Palm

Sustainable palm is the way forward.



Palm oil comes from the fruit and kernel of oil palm trees.1



About 70% of personal care products contain palm oil derivatives.1



Indonesia and Malaysia produce 85% of the world's palm oil.1

Approximate area of land required to produce 1T of oil:

Palm 0.3 ha Rapeseed 1.3 ha

Coconut

Soybean 2.5 ha

Palm requires significantly less land than other crops to produce 1 tonne of oil. In fact, only around 6% of the land used to grow all vegetable oils is used for palm.

Currently, only about 19% of palm oil is certified by the Roundtable on Sustainable Palm Oil (RSPO).

19%

Palm 3.3 t/ha Palm is remarkably more efficient than other oil crops. One hectare of palm yields nearly 5 times more oil than rapeseed or coconut and about 8 times more oil than soybean.

> Rapeseed 0.7 t/ha

Coconut

Soybean



Smallholder farmers produce about 40% of the world's palm. 2 Croda and 5 other members of Action for Sustainable

Derivatives (ASD) collectively launched the <u>ASD</u> Impact Fund in 2022. This fund will support the Kaleka Initiative (formerly the Inobu Mosaik Initiative) to build an enabling environment for sustainable palm oil production at scale while empowering local communities.



ASD action for sustainable derivatives

What would happen if we boycotted palm oil?

Use of alternative oils, which require increased use of land

Increased deforestation, loss of biodiversity, and greenhouse gas emissions 1.3

Loss of business to smallholder farmers, negatively affecting their livelihoods and wellbeing

What is Croda doing to support sustainable palm?

15 of our global manufacturing sites are certified by the RSPO

85% of our palm derivative volumes are certified by the RSPO as of 2021

We are a founding member of ASD, a collaborative initiative that promotes responsible sourcing



Explore our range of Personal Care products that incorporate sustainable palm via our Product Finder.

Learn more about the story of palm in the second episode of our podcast, <u>Purposeful Beauty™ - 'What's Your Purpose?'</u>



Sources: (1) WWF (2) RSPO (3) Schmidt J and De Rosa M (2019), Comparative LCA of RSPO-certified and non-certified palm oil – Executive Summary Non-warranty The information in this publication is believed to be accurate and is given in good faith, but no representation or warranty as to its completeness or accuracy is





