BATTLE AGAINST WASTE

Leveraging Date Labelling

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DANONE & FOOD WASTE

DANONE OPOH AMBITION

AT DANONE WE FIRMLY BELIEVE THAT THE HEALTH OF PEOPLE AND PLANET ARE INTERCONNECTED

In line with our 'One Planet. One Health' vision, we have defined our Danone 2030 Goals, which are aligned with the 2030 SDGs by the United Nation.

We are therefore fully committed to contribute to FOOD WASTE REDUCTION as part of our category strategies

OUR COMMITMENTS

- In 2015, we committed to reducing unrecovered food waste by 50% between 2016 and 2025.
- In 2020, we stepped up our engagement by committing to achieve SDG 12.3—reducing food waste within our operations and supply chain by half by 2030





DATE LABELLING & FOOD WASTE

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FOOD DATE LABELLING AND ITS INFLUENCE ON FOOD WASTE

10% OF FOOD WASTE IN THE EU SUPPLY CHAIN

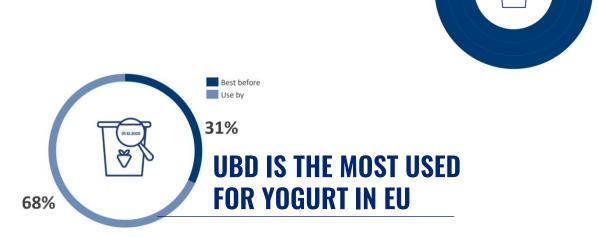
CONSUMERS ARE CONFUSED **50% DONT KNOW**

17% OF YOGURT WASTED

In Europe each year

'DATE LABEL' A TOP REASON FOR DISCARDING YOGURT

70%



DATE LABELLING STRATEGY

DATE CODING SCRAPS AND LOSSES)





- **Expired Products**: products past their BBD / UBD
- Buy Backs: Customer returns of near expiry, expired or damaged products, where Danone guarantees to buy-back all unsold inventory within a specific time period and an agreed upon price list
- **Damaged**: Products with external or internal damage



Category









HARMONIZE DATE LABELLING



USE THE RIGHT LABEL



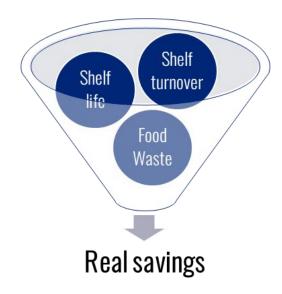
SHELF LIFE HARMONIZATION – CROSS EU PRODUCTS

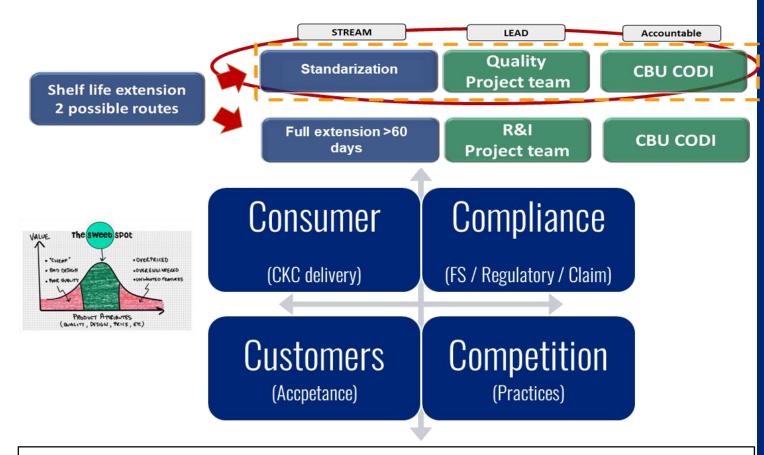
Optimized Shelf life is a mix of:

Product quality @ end of target SL



- Consumer awareness/demand on Freshness vs. Food waste
- Product shelf turnover





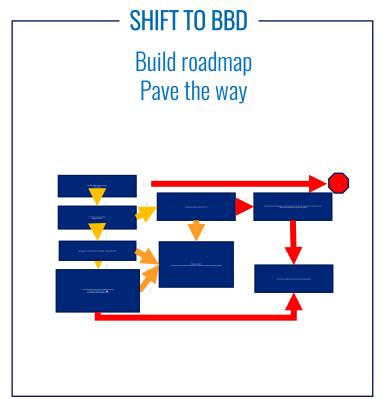
- € Decreased Supply Chain waste => less returns, buybacks
- € Enable more efficient production scheduling => less OpEx

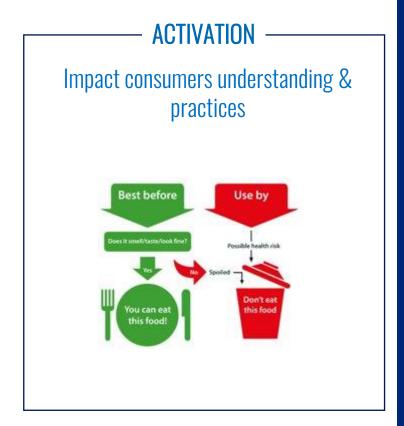
LABEL BETTER TO WASTE LESS

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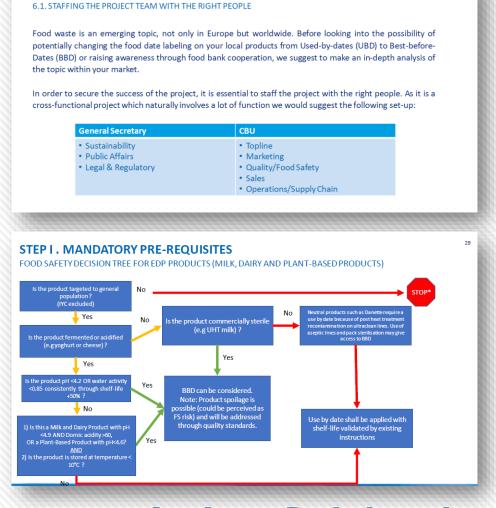
AREAS OF FOCUS





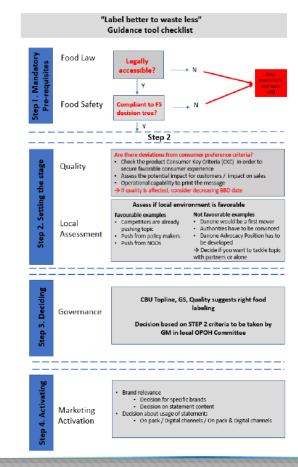


DANONE LEADING THE TRANSITION UBD TO BBD



6. KEY RECOMMENDATIONS ON HOW TO GET STARTED

ADDRESSING & ACTIVATING FOOD DATE LABELLING: A STEP BY STEP APPROACH

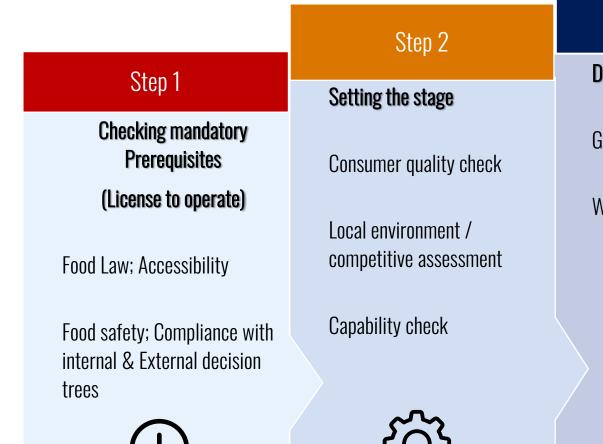


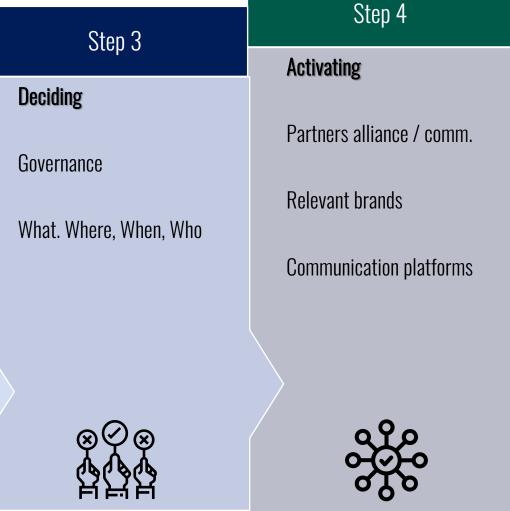
Applying Risk-based approach, where applicable we have transitioned 90% of products to BBD

LABEL BETTER TO WASTE LESS

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A STEP BY STEP APPROACH

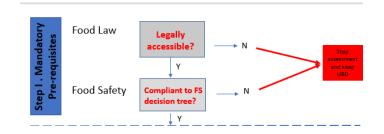




CHECKING MANDATORY PRE-REQUISITES STEP 1

STEP 1 – CHECKING MANDATORY PRE-REQUISITES

1A) LEGAL/REGULATORY ASSESSMENT/LIABILITY



Mandatory Prerequisites

Food law

Legally accessible*?

Food safety

Compliant to FS decision tree?

Stop assessment and keep UBD

step 2

'Use by ...' informs consumers about food safety

'Use by' dates must be declared on food products which, from a microbiological point of view, are high perishable and are therefore likely after a short period to constitute an

After the 'use by' date food is deemed unsafe and it is a criminal offence to

Food should be only consumed up until its 'use by' date, but not after.

'Best before ... informs consumers about food quality

food products to show minimum durability; being the date that the properly stored food can reasonably be expected to retain its specific properties, after which it will not be in optimal condition (e.g. loss of flavour and texture).

Food can be consumed after its 'best before' date, but it may no longer be at its best quality. Before throwing away, do a sensory assessment to judge the food's

The Food Information to Consumers (FIC) Regulation (No. 1169/2011), which prescribes food labelling requirements, makes it mandatory for food products (unless specifically exempt) to declare: 'the date of minimum durability [i.e. best before] or the 'use by' date' and 'any special storage conditions and/or conditions of use'.

'Best before' dates are used on other

"USE BY" informs you about FOOD SAFETY



"BEST BEFORE"

informs you about

FOOD QUALITY

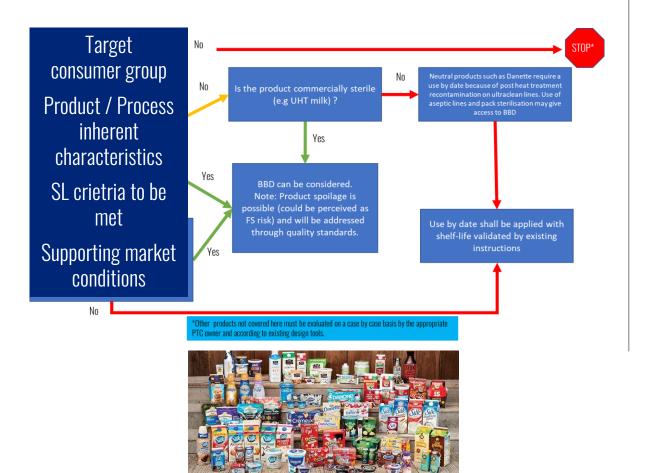


STEP 1 – CHECKING MANDATORY PRE-REQUISITES

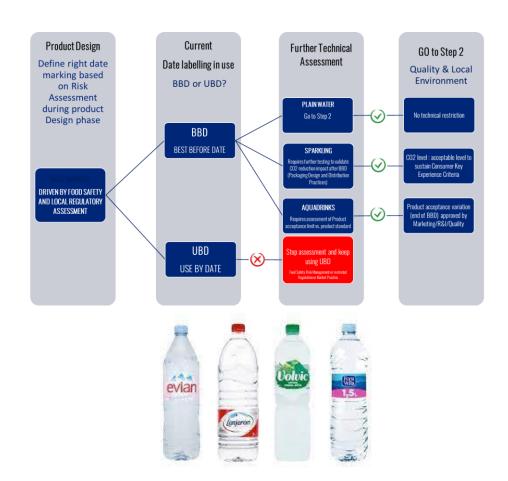
STEP 1 – CHECKING MANDATORY PRE-REQUISITES

1B) RISK-BASED FOOD SAFETY DECISION TREE (ADAPTED FOR DIFFERENT CATEGORIES)

Yoghurts and Plant based Spoonable & Drinkable



WATERS Iconic Products (PLAIN, SPARKLING AND AQUADRINKS)



STEP 1 – CHECKING MANDATORY PRE-REQUISITES

1B) RISK-BASED FOOD SAFETY APPLIED – BUILDING A COMPLIANCE DOSSIER

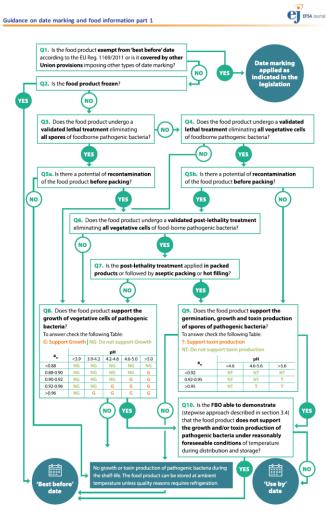


Figure 1: Decision tree on the appropriate date marking for temperature controlled prepacked foods

- To collect time-temperature data during distribution, retail and domestic storage of foods, a understand beliefs
 Understand beliefs<
- To clarify and provide guidelines on how to use reasonably foreseeable conditions in date variation to includ and consumer behaviour/intended use, and the protocols to apply when evaluating how pathogens will behave under these conditions.
- To develop ALOP/FSO for most food-pathogen combinations lack of such data is an obstacle ('use by' date). The lation to food safety uld facilitate a more efficient risk based approach for date marking by FBOs

Local

- - Authorities have to be convinced Danone Advocacy Position has to
 - → Decide if you want to tackle topic

2A CHECK

STEP 2 - SETTING THE STAGE

Consumer Key Criteria [Quality/Consumer experience] risk of deviation / mitigation



ARE THERE DEVIATION FROM CONSUMER PREFERENCE CRITERIA?

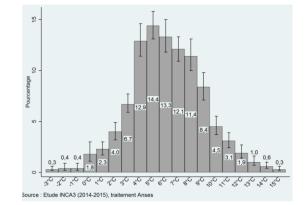
2B ASSESS

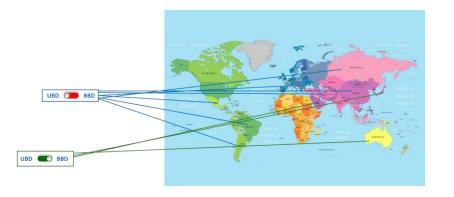
Potential impact for customers, impact on sales & competitive market dynamics



2C INVESTIGATE

Technical / financial capability to apply a change if decided







STEP 3 - DECIDING

GOVERNANCE, WHAT AND WHO DECIDES

Local OPOH committee

- Final regulatory assessment done by local regulatory teams
- Relevant brands chosen & communication platform choice
- Adhoc advocacy plans
- Initiate communication with relevant partners

A market decision endorsed by ALL functions and taken by GM of the country

Step 3. Deciding

Governance

CBU Topline, GS, Quality suggests right food labeling

Decision based on STEP 2 criteria to be taken by GM in local OPOH Committee



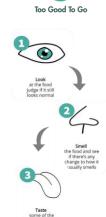












360° IMPLEMENTATION AND FOLLOW THROUGH

Country by country

Engage relevant stakeholders
Brand activation
Internal communication
Follow through dashboards





Marketing Activation

- Brand relevan
 - · Decision for specific brands
 - · Decision on statement content
- Decision about usage of statement:
 - · On pack / Digital channels / On pack & Digital channels



BEST BEFORE LABELS ARE CAUSING FOOD WASTE AND WE'RE TRYING TO CHANGE THAT

LEADING THE WAY



STEP 4 - ACTIVATING

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ENGAGING CONSUMERS THROUGH OUR BRANDS: IMPACTING UNDERSTANDING & PRACTICES

ON PACK

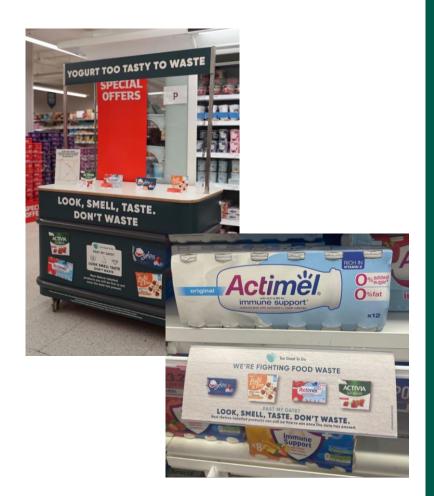




ONLINE



AT POINT OF SALE



BEST BEFORE DATE EDUCATION

We have joined Too Good To Go-led date labelling coalitions so far in Germany, Austria, Switzerland, France, Spain, Belgium, UK, Sweden, Denmark and Poland to educate consumers on this transition.

Branded activations









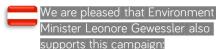


Retailer activity



Government engagement







We're using our membership of the EU Platform on Food Loss & Waste to call for legally-binding targets to reduce food waste in the EU by a massive 50%.

And if that wasn't enough, here are just a few of our other political achievements in 2022:

Spain

We drafted proposals for new food waste laws in oneon-one meetings with parliamentary group members. Six out of the eight proposals submitted will be discussed and voted on in Congress in 2023.

Denmarl

We brought political parties together around a breakfast table to discuss the need for a national food waste strategy, leading to a joint opinion piece signed by 11 political parties, who all agreed that:

- The financial impact of food waste is bad for households, businesses and society
- Food waste is socially unacceptable
 Reducing food waste means reducing out

climate footprint

 Food waste is an area where Denmark can contribute with solutions and innovation

France

We worked with the Ministry of Economy to address misleading and misunderstood date labels. As a result, a decree was adopted to allow 'best before' products to carry the additional message that food can be safely eaten past this date, using the phrase:
"For an optimal taste, best before xxxxxxxxxx".

Austria

We used the international Day of Food Loss & Waste to share our expertise on food waste regulation with journalists and politicians. Our Global Public Affairs team joined forces with the WWF to showcase progressive legislation from across Europe, highlighting the impact of The Good Samaritan Law, the La Gadda Law in Italy, and the Loi Garot law in France, which all enforce food sustainability.

We challenged Austria to raise the bar. Your move, guys.

STEP 4 - ACTIVATING

Follow up dashboards



AIRY

CONCLUSION

1

Tackling waste is key for all food operators.

It is what the consumer want

2

Date coding is one of the effective levers

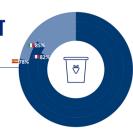
Yet, it mandates a disciplined process

3

No one can do it on their own.

Effective partnership with key stakehoders helps













THANK YOU



