

EU CODE OF CONDUCT ON RESPONSIBLE FOOD BUSINESS AND MARKETING PRACTICES

CARGILL

REPORT SUBMITTED ON 27 APRIL 2023

Type of business/sector <i>(E.g. retail, dairy)</i>	Sustainability dimension <i>(E.g. environmental, social)</i>	Code aspirational objective <i>(1-7)</i>	Individual commitments with baseline	Progress on KPIs and goals (qualitative and/or quantitative)	Additional information (optional) <i>(E.g. partnerships, geographical coverage, sharing best practices, links with other COM initiatives, with other reporting initiatives)</i>	Comments (optional) <i>(E.g. enablers, ideas on how to improve)</i>
Primary food processor	Environmental	Aspirational objective 6: Sustainable value creation in the European food supply chain through partnership	Reducing our global Scope 3 emissions by 30% per ton of product by 2030. Our climate target was approved in 2019 by the Science Based Target Initiative. Relative to a 2017 baseline	ESG Scorecard Scope 3 emissions reduction as of FY22 year-end: -0.15M MT CO2e reduced from 2017 baseline <small>2022 ESG Report & Scorecard Reporting boundary: Fiscal Year 2022</small> CDP Climate We report on select Scope 3 Categories in C6.5 Pages 27-31 of the CDP Climate Response.	Partnership with Soil Capital® In France and Belgium, Cargill is partnering with agricultural advisory firm, Soil Capital to implement a carbon farm management system that encourages verified carbon sequestration. Farmers are shown how to draw up an economic and environmental balance sheet of their farm, which is then analyzed to prioritize actions that will	Cargill has seen success from sharing knowledge and best practices on identifying and reducing implementation risks at farm level, including through technology transfer and market incentives.

We report on our Scope 3 Science Based Target in C4.1b Pages 14-15 of the CDP Climate Response.

CDP Climate Reporting Boundary:
Calendar Year 2021

We have been actively working over the past three years to calculate our Scope 3 baseline, footprint, and progress against target. We are in the process of reviewing the new WRI FLAG guidance for incorporating land use change into our baseline and ongoing progress reporting.

improve the farm's GHG impact and profitability.

In 2020, Cargill established [Cargill RegenConnect™](#), a voluntary, market-based program which pays eligible grain farmers for improved soil health and positive environmental outcomes, including carbon sequestration. The program connects farmers to new and emerging markets like the carbon marketplace with the aim of helping to scale the voluntary adoption of regenerative agricultural practices and improve the soil health. The program originally launched in North America and has since expanded to Europe—the program is in year two in France, and Cargill has plans to expand to other countries where it has a significant footprint in 2023. This expansion demonstrates Cargill's commitment to providing farmers with resources needed to adopt

soil health practices that help increase climate resiliency while connecting to new market opportunities.

[SeaFurther™ Sustainability: Aquaculture | Cargill](#): Cargill's goal is to help seafood farmers reduce their environmental footprint by 30 percent by 2030. This will help the industry save an estimated 2 billion kilograms of CO2, the equivalent of removing more than 400,000 cars from the road in one year.

To ensure we focus our efforts on the areas where we can make the most difference and work in the best and most sustainable way possible, everything we do is considered through the lens of these three key areas: (1) transforming supply chains; (2) safeguarding farmed fish; and (3) innovating and enhancing fish efficiency, getting the most out of production while using fewer

					<p>resources and reducing the impact on the ocean. We are working closely with our suppliers to grow sustainable ingredients and find ways to reuse by-products whenever possible. We are working to identify and source novel ingredients that create even more sustainable feed, helping our customers and partners achieve our shared sustainability goals.</p> <p>More information is available at Cargill.com/sustainability</p>	
	<p>Environmental</p>	<p>Aspirational objective 4: An optimised circular and resource-efficient food chain in Europe</p> <p>Aspirational objective 6: Sustainable value creation in the European</p>	<p>Our global water ambition is to enable a water positive impact across our operations, supply chains, and communities by 2030, measured against a 2020 baseline, through:</p> <ol style="list-style-type: none"> 1. Restoring 600 billion liters of water in priority watersheds. 2. Reducing 5 million kg of water pollutants in priority watersheds. 3. Implementing our Water Stewardship 	<p>Water KPIs as reported in 2022 ESG Report page 38</p> <ol style="list-style-type: none"> 1. Restored more than 5 billion litres. 2. We have reduced 394,000 kg nitrogen-equivalent pollutants 3. 77% average implementation of water stewardship practices across all priority facilities 4. We have continued the collaborations in 7 priority watersheds. 	<p>We have published a global ESG Report November 2022, see page 38:</p> <p>More water details can be found in our CDP Water response.</p>	<p>From Cargill’s experience, supply chain water projects are most successful when farmers are incentivized on a per-acre basis for adoption practices like planting cover crops, reducing tillage and optimizing nutrient management.</p> <p>Water is a complex global issue that requires a local</p>

		<p>food supply chain through partnership</p>	<p>program at all priority facilities.</p> <p>4. Improving access to safe drinking water in 25 priority watersheds.</p> <p>We define a water positive impact as effectively improving watershed health by addressing the shared water challenges of availability, quality, and access to safe drinking water, sanitation, and hygiene (WASH), using an approach that is informed by our footprint and the severity of local water challenges. The methodology to define unsustainable supply chain impact is described in the case study published by World Resources Institute.</p> <p>The Targets above and Progress on KPIs reflect targets that were current in FY 2022, but</p>	<p>More details: ESG Report pgs 37-41 ESG Scorecard for goal 3 2022 ESG Report & Scorecard Reporting boundary: Fiscal Year 2022 CDP Water W8.1a for goals 1, 2, 4 CDP Water Reporting Boundary: Calendar Year 2021</p> <p>Cargill's Sustainability Reporting Hub - Sustainability Reporting Hub Cargill</p>		<p>approach addressing local water challenges. We recommend setting context-based water targets.</p>
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		<p>the water target-setting guidance as well as the global data sets are evolving. In September 2022, we reviewed the scope and ambition of our water goal and targets, originally set in 2020, to build on what we've learned so far.</p> <p>While our underlying targets remain the same, we updated Cargill's global water ambition to drive greater alignment with our upstream and downstream customers, stakeholders, and business needs; our deployment strategies and responsibilities across Cargill; and our need for flexibility and adaptability to better meet emerging water risks. We also shifted the focus of our previous community water target to</p>			
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		<p>emphasize the human impact; however, the underlying analysis informing our target remains the same. We have aligned our priority regions with the recently launched draft guidance for Science-Based Targets for Nature (SBTN) and aligned the criteria for selecting priority regions with the updated recommended datasets as provided by SBTN – freshwater. You can find the updated language for our water targets on our website.</p> <p>*Please note that the number of priority facilities may change over time due to acquisitions, divestitures, or major changes to our operations.</p>			
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