

OUR PURPOSE

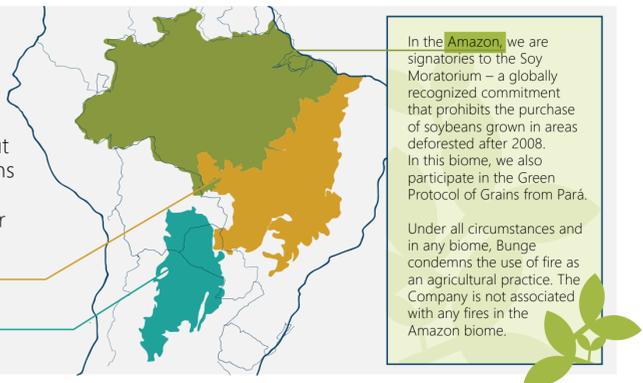
We connect farmers and consumers around the world to sustainably provide essential food, feed and fuel. For this reason, we value the partnership with producers to make our supply chains increasingly productive and sustainable. Bunge believes that to bring about changes with lasting impact, collaborative sectorial action is required. The company is committed to using its position and scale to lead the industry's progress in this direction.

OUR COMMITMENT

Through our global non-deforestation policy, we have a public commitment to reaching deforestation-free value chains worldwide by 2025, the tightest deadline in the industry. Our commitment extends to areas where the conversion of native vegetation is legally permitted and applies to our direct and indirect supply. We aim to build value chains that are traceable, verifiable and have a positive impact for all.

OUR FOCUS

The global non-deforestation policy guides our conduct in all operations around the world, but for grains and oilseeds, its actions are centered on the producing regions that today face a greater risk of deforestation: **The Brazilian Cerrado, and the Chaco region of Argentina and Paraguay.**



OUR PROGRESS

Since 2015, when the non-deforestation policy was launched, we have made significant progress in strengthening governance and control of the volumes of soy from direct sources in high-risk regions.

MONITORING

The database covers 100% of the risk areas in the Chaco region and has progressed in the Brazilian Cerrado, from 91% in 2019 to 95% in 2020.

TRACEABILITY

Soy volumes are classified as traceable when Bunge has information such as the Rural Environmental Registry number, GPS coordinates, or complete location details of the property where the soy was produced.

We have **100%** traceability to origin for direct purchases in Brazil and in regions at risk of deforestation in the Chaco region of Argentina and Paraguay.



Launch of a new communication and engagement tool: AgroApp Bunge.

As the most recent engagement initiative for Brazil, this free app provides unique functionality by facilitating producers' access to their properties' Rural Environmental Registry (CAR) data via cell phone. The AgroApp also provides information on the socio-environmental data across Bunge's origination processes, information on environmental legislation, and access to sustainable production support tools.



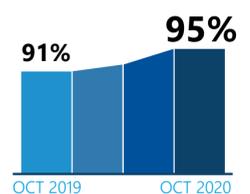
Increase in the number of monitored properties*



Maintenance of the monitoring level at 100% in Chaco** regions of Argentina and Paraguay



Progress in monitoring the Cerrado**:



NOTE: *Update scheduled for April 2021, post-harvest. **Volume percentage of direct purchases monitored in areas with the highest risk of deforestation in Argentina, Paraguay and the Brazilian Cerrado, located in the states of Mato Grosso, Maranhão, Tocantins, Piauí and Bahia.

OUR PROCESS



PRECISION

Bunge is always looking to strengthen its relationship with producers - an extremely important link for our business. For this reason, we work closely and engage with our suppliers to collect property data, such as GPS coordinates and, in Brazil, the **Rural Environmental Registry (CAR)** number. In addition to using cutting-edge satellite technology, we also have the most extensive monitoring in the sector, capable of identifying changes in land use and soy planting on each of the farms we monitor. The partnership with the producer was essential for us to get to this point, with 95% of monitored areas in Brazil including detailed CAR information. In Argentina and Paraguay, however, Bunge has maintained its monitoring of direct purchases in high-risk areas at 100%.

The CAR (Rural Environmental Registry) number, which represents the public registration of Brazilian properties, provides access to information on exact property boundary delimitations. With its use, we are best able to understand what happens on each property, and also, on its borders.

Bunge is the only company in the sector that uses CAR data at this scale to obtain accurate information about its origination in Brazil.



ENGAGEMENT

Our monitoring system is a powerful instrument for engagement and positive change. With it, we map and develop initiatives to support farmers in producing sustainably. Our most recent initiative to engage with farmers is the AgroApp Bunge. Another important tool is **Agroideal**.



AGROIDEAL

Together with other partners, we have developed and made this free platform available to territorial management that contributes to the identification of areas with less socio-environmental risk for agricultural expansion. Bunge also uses this platform in its origination planning.

[Find out more here.](#)



ORIGINATION CRITERIA

Bunge monitors the occurrence of deforestation on direct supply farms, and blocks farms that do not comply with environmental or labor legislation. In its grain purchase process in Brazil, the Company uses daily consultations of IBAMA's public list of embargoes (illegal deforestation) as well as the list of the Labor Inspection Secretariat (forced labor analogous to slavery).

Additionally, in the Amazon biome, Bunge is a signatory to the Soy Moratorium and the Green Protocol for Grains of Pará.

When deforestation is identified from our monitoring, we develop strategy to engage the producer. During this phase, Bunge:

- maintains continuous monitoring of land use changes to understand if the deforestation is related to soybean production
- a re-evaluation of the producer in relation to our policies is then made after engagement
- if there is no positive response from the producer, the property is blocked from selling to Bunge.

Currently, 37 properties in the monitored regions of Brazil are blocked.



SUPPLIER SCREENING

The chart below presents the result of the screening in Brazil, related to public policy advocacy and commitments to enhance our supply chain in the country.

FARMERS DISQUALIFIED DUE TO NON-COMPLIANCE WITH SUSTAINABILITY CRITERIA IN BRAZIL IN 2019.

Total blocked through December 31, 2019

Illegal deforestation (IBAMA)	429
Illegal deforestation (State of Para)	165
Amazon Soy Moratorium	108
Modern Slavery Labor Issues	5
NDP (Non-Deforestation Policy)	37*
Total Blocked	744

NOTE: *October 2020.



SECTOR INITIATIVES

We act collaboratively and actively in the sector. We are founding members of the Soft Commodities Forum (SCF) which works to increase transparency in its members' supply chains, encourage effective sector collaboration and promote initiatives that balance environmental, social and economic interests.

THE FOCUS OF THE SCF'S ACTIVITIES IS ON:

25 MUNICIPALITIES

in the Cerrado considered priority due to the high risk of deforestation.

These municipalities represent almost **40%** of the total volume of soy purchased by Bunge in the Cerrado.

More than **98%** of this volume are from direct purchases.

[Additional data on the initiative can be found here.](#)



PALM OIL SUSTAINABILITY

Our commitment to sustainability applies to all of our operations.

In addition, Bunge Loders Croklaan publishes the progress of our actions in the Palm Oil supply chain every quarter.

[Find out more here.](#)