

# Neste

**Coalition member since 2022** | As of September 2022, 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 and 2022 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 reporting yet" response indicates a company is not 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).

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
<b>Palm Oil</b>				
<b>Element 1 (Own Supply) Key Performance Indicators for Manufacturers</b>				
1.1 Policy commitments to the forest positive (or NDPE) goals	Not Coalition Member	<u>Yes</u>		
1.2 Timebound action plan summary	Not Coalition Member	Not reporting yet		
1.3 Mill list using the conventions of the Universal Mill List to make group links	Not Coalition Member	<u>Yes</u>  <i>Note: Neste has been using the Universal Mill List for its traceability dashboard. The mill list provided by Neste's suppliers are checked and verified by a third-party sustainability partner and standardized using the conventions of the Universal Mill List to ensure no duplication across datasets in the mapping of Neste's supply chains</i>		
1.4 Progress of mills toward forest positive (or NDPE)	Not Coalition Member	Not reporting yet	Methodology not available	
1.5 Percentage traceable to mill	Not Coalition Member	Yes	WRI Global Forest Watch standard traceability to mill data from their Universal Mill list and RSPO Palm Trace	
		100% palm oil is traceable back to mills		

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.6 Percentage traceable to FFB sources	Not Coalition Member	<p>Yes</p> <p><i>100% palm oil traceable 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</i></p>	<a href="#">Click here</a>	
1.7 Percentage physically certified (MB/SG)	Not Coalition Member	<p>Yes</p> <p><i>Neste purchases 100% ISCC certified palm oil on mass balance basis, in addition they are also RSPO certified:</i></p> <ul style="list-style-type: none"> <li>● 26% Identity Preserved</li> <li>● 61% MB</li> </ul>	<i>SCC methodologies and reporting</i>	
<b>Element 2 (Suppliers and Traders) Key Performance Indicators for Manufacturers</b>				
2.1 Direct supplier list	Not Coalition Member	<a href="#">Yes</a>		
2.2 Percentage of direct suppliers engaged and informed of the Forest Positive Suppliers' Commitment and Forest Positive Approach	Not Coalition Member	<p>Yes</p> <p><i>100% of Neste's direct suppliers are committed to no-deforestation</i></p>	<i>Methodology not available</i>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
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	Not Coalition Member	<a href="#">Yes – narrative reporting (Also click here)</a>	<i>Methodology not available</i>	
<b>Element 3 (Monitoring and Response) Key Performance Indicators for Manufacturers</b>				
3.1 Summary of company grievance process that aligns with Coalition Deforestation Monitoring and Response Framework (MRF)	Not Coalition Member	<a href="#">Yes</a>		
3.2 Summary of progress of grievance cases [e.g. in grievance log or relevant progress report(s)]	N/A	<a href="#">Yes</a>		
3.3 Coverage of deforestation and peat monitoring: percentage of supply base covered by deforestation and peat monitoring (including supplier and landscape monitoring systems) aligned with Monitoring Minimum Requirements	N/A	<a href="#">Yes – narrative reporting</a>	<i>Methodology not available</i>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
3.4 Coverage of deforestation and peat monitoring: 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 sectoral collaborations	N/A	<u>Yes</u>		
3.5 Progress towards tackling deforestation and peat grievances: Percentage of supply mills with, or potentially linked to, deforestation and peat grievances	N/A	Not reporting yet	<i>Methodology not available</i>	
3.6 Progress towards tackling deforestation and peat grievances: Percentage of deforestation and peat grievances where action taken in line with MRF steps and requirements	N/A	Not reporting yet	<i>Methodology not available</i>	
<b>Palm Oil Derivatives</b>				
<b>Element 1 (Own Supply) Key Performance Indicators for Manufacturers</b>				
1.1 Policy commitments to the forest positive (or NDPE) goals	Not Coalition Member	<u>Yes</u>		
1.2 Timebound action plan summary	Not Coalition Member	Not reporting yet		
1.7 Percentage physically certified (MB/SG)	Not Coalition Member	Not reporting yet	<i>Methodology not available</i>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
<b>Element 2 (Suppliers/Traders) Key Performance Indicators for Manufacturers and Retailers</b>				
2.1 Direct supplier list	Not Coalition Member	<u>Yes</u>		
2.2 Percentage of direct suppliers engaged and informed of the Forest Positive Suppliers' Commitment and Forest Positive Approach	Not Coalition Member	<u>Yes – narrative reporting</u>	<i>Methodology not available</i>	
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	Not Coalition Member	<u>Yes – narrative reporting</u>	Neste, in collaboration with its sustainability partners CORE and Earthqualizer, engage with its suppliers to conduct risk assessment and to monitor deforestation activities within its supply chains. We also continued engaging with suppliers to further enhance their NDPE pledge	
2.4 List of identified major upstream suppliers/traders prioritised	Not Coalition Member	<u>Yes</u>	Neste reports the percentage of palm oil and derivatives back to FFB sources. 100% palm oil traceable back to FFB sources; 100% PFAD traceable to palm oil refineries and mills; 84% PFAD traceable back to FFB sources	
2.5 Upstream suppliers/traders prioritised, engaged (directly or via a collective approach) and informed of the Forest Positive Approach	Not Coalition Member	Not reporting yet	<i>Methodology not available</i>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
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	Not Coalition Member	Not reporting yet	<i>Methodology not available</i>	
<b>Element 3 (Monitoring and Response) Key Performance Indicators for Manufacturers</b>				
3.7 Narrative summary of progress made towards reporting on Element 3 in 2023	N/A	Not reporting yet		
<b>Beef</b>				
<b>Element 1 (Own Supply) Key Performance Indicators for Manufacturers</b>				
1.1 Policy commitments to the forest positive goals	N/A	<u>Yes</u>		
1.2 Timebound action plan summary	N/A	<u>Yes</u>		<p>To chart a path towards our vision, we have set ourselves two biodiversity targets:</p> <ul style="list-style-type: none"> <li>• We aim at creating net positive impacts (NPI) for biodiversity from new activities from 2025 onwards</li> <li>• We target no net loss (NNL) of biodiversity from all ongoing activities by 2035</li> </ul>
1.3 Beef footprint across all product categories	N/A	Not reporting yet	<i>Methodology not available</i>	

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
1.4 Percentage with known origin	N/A	Yes <i>100% of cattle products (tallow) traceable to slaughterhouses</i>	<i>Methodology not available</i>	100% of the tallow comes with known origin and risk level.
1.5 Progress on ensuring beef is free from deforestation, conversion, and conflict for high-risk areas	N/A	Not reporting yet	<i>Methodology not available</i>	
<b>Element 2 (Suppliers and Traders) Key Performance Indicators for Manufacturers</b>				
2.1 Direct supplier list of identified major upstream suppliers, up to slaughterhouse when possible	N/A	Not reporting yet	<i>Methodology not available</i>	
2.2 A summary of the Forest Positive Approach for meatpackers and own brand manufacturers	N/A	<u>Yes</u>		
2.3 Tier 1 suppliers to whom the Forest Positive Approach and its implementation have been communicated	N/A	<u>Yes – narrative reporting</u>	We actively engage with our 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	



KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
2.4 Performance of Tier 1 suppliers against Forest Positive Approach including progress on delivery across entire operations	N/A	Not reporting yet	<i>Methodology not available</i>	
2.5 Meatpackers sourcing from high-risk origins that have been engaged and are being evaluated	N/A	Not reporting yet	<i>Methodology not available</i>	
2.6 Performance of meatpackers against Forest Positive Approach including progress on delivery across entire operations	N/A	Not reporting yet	<i>Methodology not available</i>	

## Element 4 (Landscape Engagement) Key Performance Indicators | As of September 2022, Neste is focusing its landscape engagement on palm oil.

KPI	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
<b>Palm Oil</b>				
4.1 Priority production landscapes identified	Yes	Not reporting yet	<i>Methodology not available</i>	
4.2 Methodology used to identify priority production landscapes	N/A	Not reporting yet		
4.3 Number of landscape initiatives currently involved in	N/A	Yes	<a href="#">Click here</a>	
		<i>1 initiative</i>		
4.4 For each landscape initiative your company is currently engaged in, information on: <ul style="list-style-type: none"> <li>• Name, location, timeline and other partners involved</li> <li>• Report on type of engagement (e.g. disbursed financial support, in-kind support, capacity, preferential sourcing)</li> <li>• Specific actions or projects that are supported</li> <li>• How the actions intend to address systemic issues and contribute to delivering forest</li> </ul>	N/A	<a href="#">Yes</a>	<a href="#">Click here</a>	

<p>positive goals (at least one of conservation, restoration, positive inclusion of farmers and communities, landscape level multi-stakeholder platforms or partnerships)</p> <ul style="list-style-type: none"> <li>● Linkages to shared landscape-level goals developed through multistakeholder processes</li> </ul>				
---	--	--	--	--