

PepsiCo

Coalition member since 2020 | As of September 2022, palm oil, direct soy, and paper, pulp, and fibre-based packaging (PPP), are material commodities for PepsiCo.

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 quantitively 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 on their public websites and reports, which was later reviewed 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.



КРІ	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Palm Oil				
Element 1 (Own Supply) Key Pe	rformance Indicators for Manufa	acturers		
1.1 Policy commitments to the forest positive (or NDPE) goals	Yes	Yes		
1.2 Timebound action plan summary	Yes	Yes		
1.3 Mill list using the conventions of the Universal Mill List to make group links	Yes	Yes		
 1.4 Progress of mills toward forest positive (or NDPE) 1.5 Percentage traceable to mill 1.6 Percentage traceable to 	Yes NDPE IRF: 55% in Delivering 10% in Progressing 10% in Commitments and starting action 1% Awareness 23% Known origin <1% Unknown Yes 97% Yes	Yes NDPE IRF: • 49% in Delivering • 5% in Progressing • 21% in Commitments and starting action • 2% Awareness • 21 % Known origin • 3% Unknown Yes 97%	Using the NDPE IRF (Implementation Reporting Framework)	
FFB sources	Yes 49%	Yes 57%	<u>Click here</u>	
1.7 Percentage physically certified (MB/SG)	Yes 99% Plus 1% RSPO independent smallholder credits	Yes 98% Plus 2% RSPO independent smallholder credits	Numbers from ACOP	



КРІ	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Element 2 (Supplier and Trader	s) Key Performance Indicators for	r Manufacturers		
2.1 Direct supplier list	Yes	Yes		
2.2 Percentage of direct suppliers engaged and	Yes	Yes		
informed of the Forest Positive Suppliers' Commitment and Forest Positive Approach	All suppliers (100%)	All suppliers (100%)	Through our supplier scorecard process (see KPI 2.3)	
2.3 Performance of direct	Yes	Yes		
suppliers against the elements of the Forest Positive Approach and changes over time including progress on delivery across entire palm oil business	<u>See charts here</u> (include progress between 2020 and 2021 scorecard results)	<u>See charts here</u>	Our Supplier Scorecards provide a means to track and encourage progress of our suppliers towards sustainable palm production. The scorecards engage suppliers on several areas (traceability and verification; certification; policy and implementation; grievance management; and transparency) to highlight areas for improvement for suppliers and ways in which PepsiCo can support them. We can therefore identify more capable partners who are poised to help drive industry- leading actions, as well as suppliers at the other end of the spectrum with which we can focus capability building efforts to improve their foundational programs. In 2017, we created the criteria, methodology, and initial evaluations, which ultimately led to our first Supplier Scorecards. In 2018, the scorecards were implemented across our entire Tier I supply base. In 2021, we continued to share the assessments with suppliers and are working with them to develop time- bound action plans unique to each situation.	



КРІ	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)			
Element 3 (Monitoring and Res	lement 3 (Monitoring and Response) Key Performance Indicators for Manufacturers						
3.1 Summary of company grievance process that aligns with Coalition Deforestation Monitoring and Response Framework (MRF)	Yes	Yes					
3.2 Summary of progress of grievance cases [e.g. in grievance log or relevant progress report(s)]	N/A	Not reporting yet					
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	Not reporting yet	Methodology not available				
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>					



КРІ	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)	
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	Methodology not available		
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	Methodology not available		
Direct Soy					
	rformance Indicators for Manufa	acturers			
1.1 Policy commitments to the forest positive goals	Yes	Yes			
1.2 Timebound action plan summary	Yes	Yes			
1.3 Percentage with known origin	Yes – narrative reporting	<u>Yes – narrative reporting</u>	Methodology not available		
1.4 Percentage from high-risk origins or unknown origins	Yes – narrative reporting	<u>Yes – narrative reporting</u>	Methodology not available		
1.5 Progress on ensuring soy is conversion-free for high-risk		Yes			
origins	Yes – narrative reporting	Out of the 29,918 MT direct soy volumes we source, 26,238 is RTRS MB (87.6%)	Aligned with RTRS annual report		
1.6 Percentage DCF supply from high-risk areas	Not reporting yet	Not reporting yet	Methodology not available		
Element 2 (Suppliers/Traders) Key Performance Indicators for Manufacturers					
2.1 Direct supplier list	Yes	<u>Yes</u>			



КРІ	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
2.2 Summary of Forest Positive Approach for suppliers and traders	Not reporting yet	Yes		
2.3 Percentage of Tier 1		Yes		
suppliers to whom the Forest Positive Approach and its implementation have been communicated	Yes – narrative reporting	All suppliers (100%)	<u>Click here for scorecard</u> <u>methodology</u>	
2.4 Performance of Tier 1 suppliers against Forest Positive Approach including progress on delivery across entire operations	Yes – narrative reporting	<u>Yes – narrative reporting</u>	Methodology not available	



Paper, Pulp, and Fibre-based Pa	ackaging (PPP)				
Element 1 (Own Supply) Key Performance Indicators for Manufacturers					
1.1 PPP Sourcing Policy including commitment to the forest positive goals	Yes	Yes			
1.2 Timebound action plan summary	Yes	Yes			
1.3 Percentage recycled,	Yes	Yes			
percentage virgin fibre	54% recycled	 69% recycled fibre 1.3% non-certified virgin fibre 	Methodology not available		
1.4 Percentage of virgin	Yes	Yes			
supply certified, and percentage per scheme and chain of custody model	90% of our total volume being certified to one of the following standards in 2020: CERFLOR, CSA, FSC, PEFC, or SFI.	90% of volumes are certified	Methodology not available		
1.5 Percentage of supply from	Yes	Yes	Record on CDD high rick		
high-priority sources	20% of our volume came from high risk geographies	Around 25%	Based on CDP high risk country list		
1.6 Actions being taken for supply from high-priority sources	Yes From 2015 to 2020, PepsiCo increased its amount of certified fiber sourced from 5 to 94 percent in Russia, 19 to 32 percent in China, 0 to 58 percent in Thailand, and 10 to 100 percent in Brazil.	<u>Yes</u>	Methodology not available		
Element 2 (Suppliers and Traders) Key Performance Indicators for Manufacturers					
2.1 Proportion of suppliers informed about the Forest Positive Suppliers Approach	N/A	Not reporting yet	Methodology not available		



2.2 Number or proportion of suppliers identified as priority for engagement, and percentage engaged	N/A	Not reporting yet	Methodology not available	
2.3 Performance of engaged suppliers and changes over time including progress on delivery across entire business	N/A	Not reporting yet	Methodology not available	



Element 4 (Landscape Engagement) Key Performance Indicators | As of September 2022, PepsiCo is

focusing its landscape engagement on palm oil.

КРІ	2021 Reporting Record & Performance	2022 Reporting Record & Performance	Methodology	Target (Optional)
Palm Oil				
4.1 Priority production landscapes identified	Yes	Yes	See KPI 4.2	
4.2 Methodology used to identify priority production landscapes	N/A	Yes		
4.3 Number of landscape initiatives currently involved	N/A	Yes	Methodology not available	
in		4 initiatives	Withoutingy not available	
 4.4 For each landscape initiative your company is currently engaged in, information on: Name, location, timeline and other partners involved Report on type of engagement (e.g. disbursed financial support, in-kind support, capacity, preferential sourcing) Specific actions or projects that are supported How the actions intend to address systemic issues and contribute to 	N/A	Yes		



	I		
delivering forest			
positive goals (at			
least one of			
conservation,			
restoration, positive			
inclusion of farmers			
and communities,			
landscape level			
multi-stakeholder			
platforms or			
partnerships)			
 Linkages to shared 			
landscape-level goals			
developed through			
multistakeholder			
processes			