## **Essity**

**Coalition member since 2020** | As of September 2023, paper, pulp, and fibre-based packaging (PPP) is a material commodity for Essity.

The following table includes a list of each Key Performance Indicator (KPI) for each material commodity, along with the company's 2021, 2022 and 2023 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 yet reporting" response indicates a company is not yet 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

## **PPP for Retailers and Manufacturers**

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
Element 1							
1.1 Policy	Notes: Policy states		Section 4.5 of	Public reporting via	Wood Pulp.	Essity Fresh-	
commitments to	unacceptable sources of wood	Yes ⊠	policy	our Global Fresh	Externally	wood Fiber	
the forest positive	as - Illegally harvested wood,	No □		Fibre Procurement	purchased	<u>Procurement</u>	
goals	harvested in violation of			Policy	Parent Reels.	Plicy 2023	
	traditional or human rights,				Purchased		
	from forests in which high				Packaging		
	conservation values are						
	threatened by forest						
	management activities, forests						
	being converted to plantations						
	or non-forest use, forests in						
	which genetically modified trees						
	are planted. All fresh wood						
	based fiber materials must be						
	sourced through a publicly						
	recognized						
	Chain-of-Custody system and						
	fulfill all legal requirements for						
	trading.						
	FreshWoodBasedFiber Sourcing						
	Policy 1 tcm339-47401.pdf						
	(essity.com)						
1.2 Timebound	In 2021, action plans will be		Target: Fresh	Reporting against	Wood Pulp.	Essity Annual	
action plan	agreed with suppliers to certify	Yes ⊠	fiber share of FSC	target will be via	Externally	<u>and</u>	
summary	the remaining small volumes of	No □	or PEFC-certified	Essity website and	purchased	Sustainability	
	fresh fiber-based mother reels		fresh fiber = 100%		Parent Reels.	Report 2022	

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
	and packaging, with Essity's support where necessary. Essity prefers to cooperate with suppliers and to introduce FSC® or PEFC™ Chain of Custody to deliver certified and controlled material instead of changing supplier.  H8. Fiber sourcing - Essity Annual and Sustainability Report 2020			Essity Annual report plus CGF reporting  Pulp suppliers are 100% compliant in 2022. Russian suppliers no longer used after UN Sanctions. Remaining packaging has a timebound objective of end 2025	Purchased Packaging		
1.3 % recycled, % virgin fibre	47% recycled, 53% virgin, reported as both percentage of fiber purchase and tonnes of fiber purchase <u>Link</u>	Yes: quantitative ⊠ Yes: narrative □ No □	Pulp consumption = 64%  Recover paper consumption = 36%  80%: Share of packaging manufactured from renewable and/or recycled material	Calculated on Goods receipted- into Essity. Certified sources checked for compliance using purchase order and invoice certification claim	Fresh fibre pulp Waste paper grades purchased	Annual report and website Essity Annual and Sustainability Report 2022	

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
1.4 Percentage of virgin supply certified, and percentage per scheme and chain of custody model	98% certified, 63% FSC mix credit, 35% PEFC certified, 2% FSC CW Link	Yes: quantitative ⊠ Yes: narrative □ No □	59% as FSC Certified and 38% as PEFC Certified 3% FSC controlled wood standard  Total = 97% Share of FSC or PEFC- certified fresh fiber	Delivery as certified is confirmed by checking both purchase order and invoice when delivered.  The decline of 1% in 2022 was a consequence of the decision by the FSC and PEFC certification systems to withdraw their systems for traceability in Russia and Belarus.	Wood pulp Mother reels Packaging. 53% of supply delivered as fresh fibre.	Annual report and website Essity Annual and Sustainability Report 2022 pp.141	
1.5 % of virgin supply traceable to origin (at least to country of harvest)	N/A – new KPI	Yes: quantitative ⊠ Yes: narrative □ No □	100% traceable to mill for timber products	All pulp is traceable back to pulp mill. Wood is then traceable back to Country & region of origin,	Wood pulp	CDP F6.2	
1.6 % of supply from high priority sources	32% high risk origin. 100% of it is certified (sourcing from Brazil and Russia considered high risk) Link	Yes: quantitative ⊠ Yes: narrative □ No □	32% high risk origin. (sourcing from Brazil and Russia considered high risk)	Includes Russia and Brasil. Russian supply no longer sourced following the UN Sanctions.	Wood and wood pulp	Reported with CGF reporting Link	

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

. PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
				Brasil source is from Plantations.			
1.7 Actions being taken for supply from high priority sources	All supply 100% certified. Traceability systems checked to be able to trace wood fiber back to the supplying forest or regions Link	Yes ⊠ No □	We ensure responsible fiber procurement through certifications such as the Forest Stewardship Council (FSC) and the Programme for the Endorsement of Forest Certification (PEFC) and can thereby prevent deforestation and promote biodiversity. Every FSC-certified forest must be annually assessed by the accredited body. Essity works with and encourages	All pulp from High Risk sources is purchased as certified. Wood species are confirmed and checks made on the origin of the wood, If necessary further on- site inspections/audit may take place at forest level.  Pulp is no longer sourced from Russia as UN sanctions were implemented during 2022.	Wood and Wood pulp	Reported with CGF reporting on Essity website Essity Annual and Sustainability Report 2022 p. 56	

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			non-certified				
			suppliers and				
			forest owners to				
			become certified. This secures our				
			procurement of				
			certified				
			materials while				
			increasing the				
			availability of				
			certified raw				
			materials to other				
			users. To further				
			promote				
			responsible				
			forestry at the				
			global, regional,				
			and national				
			levels, we support				
			the further				
			development of				
			international				
			certification systems. Essity				
			participates in the				
			Consumer Goods				
			Forum (CGF)				
			together with				

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			other leading consumer goods companies in the Forest Positive Coalition of Action initiative to combat global forest degradation, deforestation and to preserve biodiversity.				
Element 2 2.1 Direct supplier list	N/A – new KPI	Yes □ No ⊠	In process of publication	Actual suppliers that are responsible for 80% of pulp supply		Once approved will be via Essity website, Annual report and CGF Reporting	
2.2 Proportion of suppliers informed about the Forest Positive Suppliers approach	Supplier questionaire sent, 100% of all pulp suppliers informed of CGF Forest Positive Initiative Link	Yes: quantitative ⊠ Yes: narrative □ No □	Despite the continued adverse impact of the COVID-19 pandemic, Essity restarted on-site audits of the company's sites	Essity sends questionnaires to our pulp suppliers on an annual basis, the questions are updated annualy to reflect Essity ambitions and	All wood pulp suppliers.	Essity Annual and Sustainability Report 2022 p.141	

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			in 2022. This	requirements. A			
			included the	section explaining the			
			Essity scope	CGF was added in			
			extension audits	2021 and again in			
			to include the	2022			
			Asaleo and				
			Familia sites into				
			the Essity FSC				
			multi-site certificate. In				
			2022, Essity				
			continued to				
			utilize recycled				
			fiber and added				
			more alternative				
			fibers to the fiber				
			mix. During 2022,				
			Essity worked				
			with both				
			Australian				
			hygiene company				
			Asaleo Care the				
			Latin American				
			hygiene company				
			Familia to				
			introduce the				
			company's fiber				
			policy and				

. PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			sourcing targets, and update and change mother reel and pulp contracts to move toward 100% certified purchases. Essity also continued to add new questions to the annual supplier surveys for pulp. In 2022, Essity repeated the requirements for wood and fiber traceability from every supplying pulp mill and continued its commitment to promote forest certification via the Consumer Goods Forum Forest Positive coalition. Finally,				

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
2.3 Number or proportion of suppliers identified as priority for engagement, and % engaged	100% fibre suppliers informed via supplier questionaire 2021. All suppliers engaged, but priority is taken to iModified nclude the HR country suppliers together with the 9 companies that make up 80% of supply to Essity.  Link	Yes: quantitative ⊠ Yes: narrative □ No □	Essity continued its discussions with suppliers about Science Based Targets adding the new SBT FLAG requirements to the questions.  100% direct suppliers engaged through supply chain mapping and capacity building (Offering on-site training and technical assistance. Investing in pilot projects. Support suppliers to set their own no deforestation/conversion commitments across their entire commodity operation)	Each supplier is requested to declare the amount of wood they purchase to operate their pulp mill.  How much of that total wood supply if from certified forests What are their plans to increase the amount of certified input	Modified approach to focus on the top 80% of wood pulp suppliers	CDP F6.2	

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
2.4 Performance of	Did not report	Yes:	Despite the	Baseline is being	Suppliers on	Essity Annual	
engaged suppliers		quantitative 🗆	continued	created (under	the 80% of	<u>and</u>	
and changes over		Yes: narrative	adverse impact of	development). This	supply list.	<u>Sustainability</u>	
time including		$\boxtimes$	the COVID-19	will monitor the		Report 2022	
progress on delivery		No □	pandemic, Essity	number of responses		p.141	
across entire			restarted on-site	from the top 80%			
business			audits of the	pulp suppliers, their			
			company's sites	current certified			
			in 2022. This	wood input and their			
			included the	plans to increase.			
			Essity scope	Reporting for 2023			
			extension audits	will show number of			
			to include the Asaleo and	suppliers reporting as			
			Familia sites into	a percentage of total			
			the Essity FSC	based on 80% supply list. How much wood			
			multi-site	is currently certified			
			certificate. In	as percentage of total			
			2022, Essity	purchase. Final			
			continued to	reporting will be			
			utilize recycled	increase of certified			
			fiber and added	wood every two			
			more alternative	years.			
			fibers to the fiber	,			
			mix. During 2022,				
			Essity worked				
			with both				
			Australian				

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			hygiene company Asaleo Care the				
			Latin American				
			hygiene company				
			Familia to				
			introduce the				
			company's fiber				
			policy and				
			sourcing targets,				
			and update and				
			change mother				
			reel and pulp contracts to move				
			toward 100%				
			certified				
			purchases. Essity				
			also continued to				
			add new				
			questions to the				
			annual supplier				
			surveys for pulp.				
			In 2022, Essity				
			repeated the				
			requirements for				
			wood and fiber				
			traceability from				
			every supplying				
			pulp mill and				

. PPP KPIs	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Scope*	Link to publicly available source	Target (optional)
			continued its				
			commitment to				
			promote forest certification via				
			the Consumer				
			Goods Forum				
			Forest Positive				
			coalition. Finally,				
			Essity continued				
			its discussions				
			with suppliers				
			about Science				
			Based Targets				
			adding the new				
			SBT FLAG				
			requirements to the questions.				

## Element 4 (Landscape Engagement) Key Performance Indicators | As of September 2023, Essity is focusing its landscape engagement on PPP.

PPP Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)				
Element 4 (Lands	Element 4 (Landscape Engagement)									
4.1 Priority production landscapes identified		Yes ⊠ No □	Russian North West including Archangelsk Region		<u>CDP</u> F6.10a					
4.2 Methodology used to identify priority production landscapes		Yes ⊠ No □	Company has operational presence in area. We follow the principles established as established by our involvement with the Consumer Gods Forum Forest Positive Coalition. The Collective Action serve as parameters for the Coalition to decide which landscape initiatives to focus its support (see 10 principles).		CDP F6.10a					
4.3 Number of landscape initiatives currently engaged in		Yes: quantitative ⊠ Yes: narrative □ No □	1		CDP F6.10a					
4.4 For each landscape initiative your company is currently		Yes ⊠ No □	Russian North West including Archangelsk Region. Through our involvement with the Consumer Goods Forum		<u>CDP</u> F6.10a					

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

PPP Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
engaged in,			Forest Positive Initiative we			
information			invested 50 000 EUR in			
on:			2021 to fund dialogue with			
1) Name,			companies, authorities and			
location,			communities, awareness			
timeline and			raising, training on			
other partners			precommercial thinnings			
involved			and methodologies			
2) Report on			development, landscape			
type of			planning. Identified as			
engagement			CGF/Essity. The project will			
(e.g disbursed			be implemented by FSC			
financial			Russia through consultants.			
support, in-kind						
support,			In addition to the above			
capacity,			50,000 €, additional			
preferential			funding from Essity Russia			
sourcing)			& FSC Russia via an on-pack			
3) Specific			promotion of Zewa			
actions or			products will also be used			
projects that			to support the project.			
are supported			Identified below:			
4) How the						
actions intend			50 000 EUR as co-funding			
to address			for FSC-certified companies			
systemic issues			to implement the best			
and contribute			practices in pre-			
to delivering			commercial thinnings and			
forest positive			planting, which overpass			
goals (at least			the requirements of			
one of			Russian regulations and of			

<sup>\*</sup>Scope: What materials/products are in-scope of the reported value, and what proportion of total commodity volume does that scope represent?

PPP Landscape KPI's	Publicly reported value and method provided in 2022	Publicly reporting as of June 30th 2023	Publicly reported value or narrative for 2023 on 2022 data	Methodology	Link to publicly available source	Target (optional)
conservation,			the Russian FSC standard			
restoration,						
positive			Implemented by FSC			
inclusion of			Russia, no commission /			
farmers and			management fee, all			
communities,			money goes to 6			
landscape-level			companies selected on a			
multi-			competitive basis, we			
stakeholder			expect 350 hectares of			
platforms or			forests restored / thinned,			
partnerships)			website will be developed			
5) Linkages to			for transparency of the			
shared			results and their promotion			
landscape-level						
goals			In addition to the above a			
developed			further 20 000 EUR to			
through multi-			ensure joint collaboration			
stakeholder			between FSC and			
processes			WWF/Earthworm projects			
			to deliver the forest			
			inventory data which will			
			be used to further support			
			learnings from both			
			projects towards a better			
			landscape solution			

<sup>15</sup>