PARTNERS IN PALM OIL

A 5-year journey to improve the environmental impact and smallholder livelihoods in P&G's palm oil supply chain

P&G

To further our commitment to drive a more sustainable future, P&G has announced a new collaboration with **MALAYSIA INSTITUTE FOR SUPPLY CHAIN INNOVATION (MISI)**, **INTERNATIONAL PLANT NUTRITION INSTITUTE (IPNI)** and **YARA INTERNATIONAL** to help improve the livelihood of smallholders within the P&G palm supply chain in Malaysia. After a successful 3-year pilot, the Company is expanding the program that partners with independent palm oil smallholders to increase their overall fruit yields through the training and implementation of best-in-class, and more sustainable agricultural practices.

SMALLHOLDERS TODAY DELIVER:

40% of global palm oil supply

YET MANY OF THEM ARE LIMITED IN:

- Access to knowledge
- Agricultural resources to maximize their crop

P&G'S 5-YEAR JOURNEY WITH SMALLHOLDERS:

Assessed baseline capability and sustainability gap of around

2,000 smallholder farmers in Johor, Malaysia.

Will expand to create

250 learning farms, which will be embedded in a P&G-led innovation system.

Farms will serve as Community Resource Centers to drive scale and provide training in good agricultural practices for up to

10,000 smallholders within the next five years.

Goal: improve yields
30-50%

Smallholders will receive hands-on technical advisory and support in:

Harvesting Optimization

Nutrient Plans

Financial & Environmental Sustainability Management

In return, smallholders will:

Be Agents for Social & Environmental Change

Act as Resource Trainers

Scale the Effort to Other Farmers

> **"WE BELIEVE WE CAN BE A FORCE FOR GOOD AND A FORCE FOR GROWTH.**
> This program illustrates our commitment to driving long-term sustainability efforts. We are proud of the work we are doing in Malaysia because it is the right thing to do for the local community and the global consumers we serve, who want more sustainable products."
>
> **JACK RYAN -** Vice President, P&G Chemicals