Deloitte Sustainability

RETAIL AND BUSINESS PERSPECTIVE

Manuela Gheoldus



No More Food to Waste

Actions towards SDG 12.3: halving food waste FUSIONS European Platform Meeting

Brussels, Hotel Bloom Date 19 May 2016







- 1. Bon et bien, François Tasmowski, McCain and Thomas Pocher, E. Leclerc
- 2. Advancing social supermarkets, *Manuela Gheoldus*, Deloitte Sustainability
- 3. Innovation and packaging, Hélène Lanctuit, Nestlé
- 4. Questions and answers

Innovation and packaging, Hélène Lanctuit, Nestlé



Innovation and Packaging to reduce food loss and waste

Hélène Lanctuit Nestlé R&D

FUSIONS May 19th, 2016

Nestlé at a glance



Providing safe, quality nutrition for 150 years

2 000+ brands worldwide Around 335 000 employees

Operations in more than 197 countries

442 factories in 86 countries CHF 88.8 billion sales in 2015



Offering tastier and healthier food and beverage choices that are also better for the environment



We transform more than 14 million tonnes of perishable raw material into safe and nutritious food products for consumers every year.

NESCAFÉ created in 1938 as a solution to Brazil's coffee bean surplus.







The Nestlé commitment to reduce food loss and waste







Appendix to The Nestlé Policy on



Nestlé Commitment to reduce food loss and waste

About one third of global food production is either wasted or lost every year.1 Food waste emissions² and wastage of water³ but also affects doing business. farmer income as well as the availability and cost of food. Hence, it contributes to inequality and undermines rural development. In this context, the UN has targeted food waste reduction as part The Nestlé Corporate Business Principles, The of its post-2015 development agenda, aiming by 2030 to halve per capita global food waste at retail and consumer levels and to reduce food losses along production and supply chains, including post-harvest losses.4

Ever since its foundation in 1866, Nestlé has contributed to reducing food waste by transforming perishable raw materials such as milk coffee hears and coops into safe, tastier and healthier value-adding food products. Over the last 10 years, Nestlé has more than halved, per tonne of product, the amount of waste for disposal⁵ generated in its factories.

As the leading Nutrition, Health and Wellness company. Nestlé is committed to further playing its part in helping to reduce food loss and waste. Not only will this help Nestlé to secure supply of the agricultural raw materials it sources, but it will also have a positive impact on

- 1 FAO 2013, Food wastage footprint
- (http://www.fao.org/docrep/018/i3347e/i3347e.pdf) 2 3.3 Gigatonnes of CO₂e
- 3 250 km³
 4 Sustainable Development Goals; Goal 12.3
- (https://sustainabledevelopment.un.org/topics)

 Waste for disposal is any material generated during manufacture that is destined for final disposal to landfill

society by supporting rural development, water conservation, and food security. This is in line not only generates superfluous greenhouse gas with Nestle's Creating Shared Value approach to

Nestie

Good Food, Good Life

This public commitment serves to quide and align Nestlé's efforts to address food loss and waste. It complements the following documents: Nestlé Policy on Environmental Sustainability, The Nestlé Supplier Code, and Nestlé Responsible Sourcing Guidelines.

Specifically, Nestlé commits to:

- 1. Prevention, minimisation and valorisation Nestlé will focus its efforts on:
- Eco-design

Nestlé assesses and optimises the environmental performance, including on food wastage, from the earliest stage in the development of new or renovated products and throughout the value chain

Nestlé's R&D network looks for innovative waste recovery options to optimise their value.

- Responsible sourcing

According to The Nestlé Supplier Code, Nestlé's suppliers shall optimise their consumption of natural resources and minimise solid waste. including food waste.

Nestlé supports the farming communities where it sources agricultural raw materials, and provides technical assistance on practices that help avoid pre-harvest losses through yield improvement and reduce post-harvest losses through optimising delivery of raw materials up to the factory.

Nestlé Commitment to reduce food loss and waste

Food waste prevention, minimisation, valorisation

Eco-design



Packaging



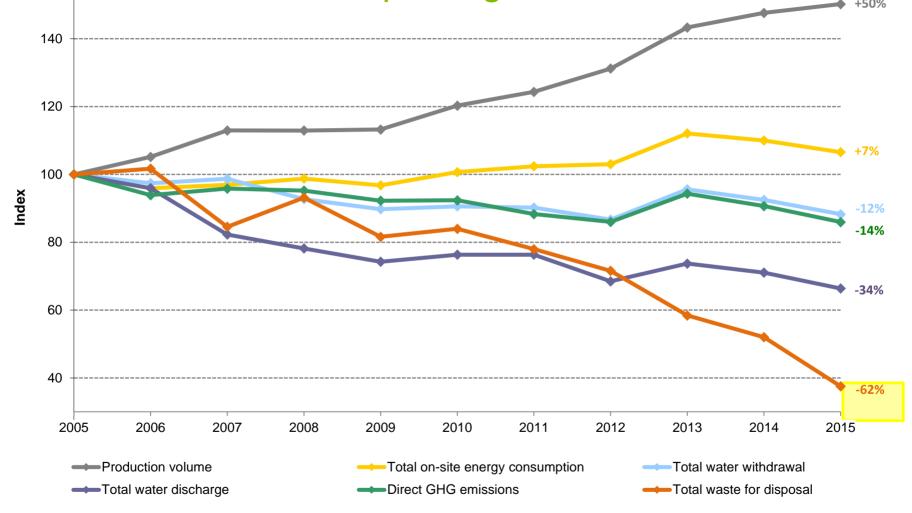
Responsible Sourcing



Manufacturing and Distribution



Over the last 10 yrs, Nestlé has more than halved the amount of waste for disposal generated in its factories.



Packaging protects the ingredients from spoilage or damage

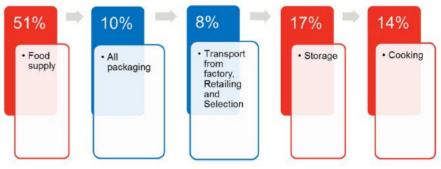










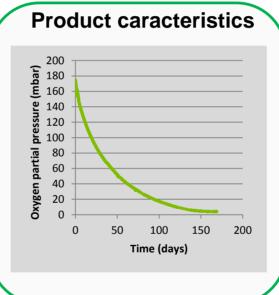


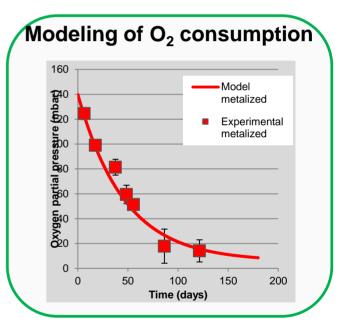
Energy for one person's weekly consumption of food, MJ/person/week. Source: Adapted from INCPEN and Verguese *et al.*

Shelf life mastership: Identifying the target

Enabling shelf-life prediction of products sensitive to oxygen and light







Change of packaging material to avoid breakage

Change from paper to a plastic structure (woven PP)

More resistance to puncture and tearing

Reduction of losses in the supply chain by approx 50%



Better control of pallet stretch wrapping parameters

Bottled water are wasted during transportation because of pallets instability.

By changing the wrapping parameters of the stretch film damaged packages have been reduced.







New wrapping recipe:

- Less turns
- Lower stretch film consumption
- Higher pre-stretch (=less elastic memory of the film)
- Improved load containmnet force (up to 50%)

Less bottle damages (-45% total defects)

Provide consumers the right portion size

Growing urbanization (eating out, eating habits being less regular) and the growth of single households demand for smaller packs in general.

By reducing the format of the consumer unit and providing a more proper portion size, the consumers can purchase and consume the exact amount of food needed.



Making our packaging work for the consumer and the environment

Policy Mundatory February 2013





Good Food, Good Life

The Nestlé Policy on Environmental Sustainability





We aim to create packaging that minimizes waste and protects our products



Where possible we also **provide consumers with on-pack advice**, helping them to join us in minimizing waste and protecting the environment



We find the best ways to **reduce the weight and volume of our packaging** while protecting our products



We investigate and, when it meets our requirements, use packaging materials from sustainably managed renewable resources



We support initiatives to recycle used packaging



Alternatively, we find ways to recover energy from packaging



We use **recycled materials for packaging** where there is an environmental benefit as long as they meet all our requirements

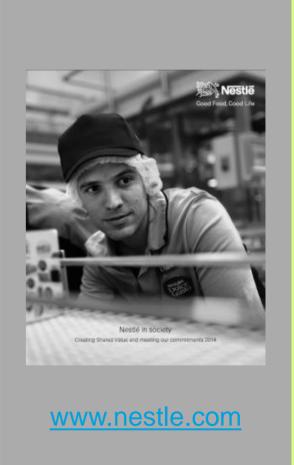
Information and education

Long-term engagement and partnerships

Reporting







Internal toolkit to share and promote activities to reduce FLW

Food loss and waste reduction toolkit

The Food and Agriculture Organization of the United Nations (FAO) estimates that, a third, by weight, of all food produced in the world is lost or wasted.



This toolkit was developped to support and inspire SHE managers, marketing, public affairs, packaging or other functions to act within their organisation and reduce the amount of food waste along our value chain.

Find out more information about Food loss and waste.

Start acting by following the steps and share your actions!

1° Quantify

To understand where the hotspots are, a waste audit is necessary.

Internal and external methodologies to quantify food loss and waste

2° Analyze

Main causes of creation of food waste need to be identified during the waste audit. Main possible causes of food waste from the literature

3° Act: Repository of Food loss and waste reduction practices
Retrieve internal or external practices among those categories:

Prevent / Minimise - Harvest / Agriculture - Post-harvest - Manufacturing - Distribution and retail - Consumer

4° Share

Contribute to the toolkit by sharing your practices against food loss and waste. Describe your practice in this template and send it back to us.

5° Employee Engagement

NESTLÉ COMMITMENT

Nestlé Commitment to reduce food loss and waste

Zero Waste for Disposal Guideline

Champions 12.3

USEFUL LINKS

Consumer Goods

Forum: Halving Food Waste by 2025, supporting UN Goals

HLPE: Food losses and waste in the context of sustainable food systems

UNEP: Think Eat Save

FAO: Global food losses and food waste - Extent, causes and prevention

FAO: Food was tage footprint impacts on natural resources

WRAP: Consumer
Attitudes to Food Waste and
Food Packaging

Food waste reduction alliance

EXTERNAL TOOLKITS



Proactive long-term engagement and partnership on food wastage















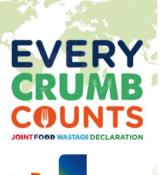














Champions 12.3





Target 12.3: By 2030, halve per capita global food waste at the retail and consumer levels and reduce food losses along production and supply chains, including post-harvest losses



"We are proud to be part of Champions 12.3. I am convinced that by working together, we can develop effective solutions to reduce food loss and waste, to help the world meet Sustainable Development Goal Target 12.3. Nestlé will play its part. Bold action is what matters, and we are already committed to sending zero waste for disposal from our sites by 2020. Such actions benefit society by supporting rural development, water conservation and food security, and help us ensure that our sourcing is more sustainable."

Paul Bulcke, Chief Executive Officer, Nestlé

Davos 21st January 2016



Thank you

Questions and answers