

Jollibee Foods CORPORATION	ESG Relevant Policies and Procedures	
	ENVIRONMENT	
	Sustainability	
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SUPPLY CHAIN (COMMISSARY AND DISTRIBUTION FACILITIES) Sustainability Policy and Program:

Beginning 2021, Corporate Supply Chain launched a Sustainability Program anchored on principles summarized in a Sustainability Policy. This policy focuses on the responsible operations of our manufacturing and logistics facilities, as these relate to the environment and the communities in which they operate.



**SUSTAINABLE ENERGY, WATER AND
WASTE MANAGEMENT POLICY**

With the growing threat to our planet's sustainability, environmental concerns have become key considerations in supply chain operations.

ZENITH FOODS CORPORATION believes we have a big responsibility to environmental progress, and sustainable use of our Energy, Water and Raw Material resources. It is a primary commitment which we take very seriously. To this end, our focus is on influencing mindsets, employing systems, and engaging technology.

The company aims to continuously invest in equipment and capability to reduce our environmental footprint. We consult with experts in the field to test emerging technologies and systems on harnessing energy from renewable sources.

We engage our employees to contribute to the sustainability agenda through responsible behavior in energy and water use and effective use of materials through efficiency projects.

We consume energy, water, and materials in the most efficient, economic, and environmentally responsible way possible to minimize waste.

We regularly report and review sustainable performance on energy use, water use, and waste generated including targets, improvement activities and compliance programs to applicable statutory and legal requirements.

We work with our contractors, suppliers, experts, customers, and employees as well as participate in relevant industry or government agencies to promote and achieve energy efficiency and our sustainable goals.

It is our corporate duty to sustain the natural environment. Our dream is to see our strategies and efforts bear the targeted results. In this sustainability journey, we aspire to lead and be role models in treating the planet responsibly. Our vision is to leave a legacy of environmental responsibility

Michael Ong
VP, Head of Supply Chain

This Sustainability Program spans across all commissary and logistics sites, with the following initiatives:

- Standardization of Dashboards and deployment of common metrics to measure performance across sites.
- Application of Engineering Tools for accelerating performance, including monthly hotsheets, toolkits, and a list of engineering best practices for reapplication.
- Launching an awareness campaign on Sustainability, focused on energy conservation, water stewardship, and reducing food loss in the value chain.
- Boosting manufacturing productivity through Overall Equipment Effectiveness (OEE) improvements.
- Driving improvement on maintenance metrics and execution to reduce unplanned downtime and improve utilities and production equipment reliability.
- Application of an extensive energy, water, and waste management checklist that assesses the execution and development of energy, water, and waste management plan.
- Roll out of continuous improvement action plans for each utility system; like refrigeration and boiler systems

Each commissary site is measured according to the energy (electricity and fuel) and raw water expended for every metric ton produced. Similarly, the waste generated is measured for every metric ton produced. These metrics are compared across sites and against previous years.

The process improvements introduced have yielded very positive results. The Supply Chain team had set targets to be better than 2020 in terms of energy use, water use, and waste generated ratios.

For the first three quarters, year to date performance compared to 2020, the following sustainability gains have been realized: 10% improvement in energy use ratio, 3.7% improvement in water use ratio, and 33.9% improvement in waste generation ratio. These improvements can roughly be translated to a 3,300 Metric Tons Carbon Dioxide YTD release avoidance, 30,000 Cubic Meters YTD of water conserved,

Sections: Environment, Social, Corporate Governance

Subsections:

