Nestlé in Society: Creating Shared Value and Meeting our Commitments

Swiss Sustainability Leaders - SRI Conference Zürich, 4 October 2013

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Vice President, Global Head of Public Affairs
Nestlé at a glance

- Founded in 1866 in Switzerland as an infant nutrition company
- CHF 92 billion in sales in 2012
- 339,397 employees
- 468 factories in 86 countries
- 32 R&D and technology centres
- 2,000+ brands
- more than 1 billion Nestlé products sold every day
Nestlé in Society: Creating Shared Value

“For a company to be successful over time and create value for shareholders, it must also create value for society”

“... beyond sustainability, to create value for shareholders and society - integrally linked to our core business ...”

“... meet the needs of the present without compromising future generations ...”

“... comply with the highest standards ...”
Compliance: the foundation

The ten principles of the United Nations Global Compact
- Human Rights
- Labour
- Environment
- Anti-Corruption

The ten principles of business operations
- Consumers
- Human rights and labour practices
- Our people
- Suppliers and customers
- The environment

The Nestlé Supplier Code
- Business Integrity
- Sustainability
- Labour Standard
- Safety and Health
- Environment
- Supplying Farmers
- Audit and termination of the supply agreement
Sustainability:
reducing our environmental footprint in direct operations

Since 2002, we’ve reduced water withdrawal by 29% and direct greenhouse gas emissions by 24%, while increasing production volume by 53%.
Creating Shared Value

Nutrition

Water

Rural Development
Increased transparency in reporting:
our report reaches GRI A+ level

What GRI A+ means:
97 indicators
58 reported in full
16 reported in part
42 Profile disclosures
46 Disclosures on Management Approach

Transparency in Reporting
Nestlé rates highly on nutrition, sustainability and social responsibility
Meeting our commitments

Our commitments demonstrate our intent and allow stakeholders to hold us accountable for our achievements and shortcomings. This incentivises us to achieve continuous improvement in our CSV, environmental sustainability and compliance performance.

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<th>NUTRITION</th>
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<td>Natural capital</td>
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Improving the nutrition profile of our products

- Focus on children
- Undernutrition / micronutrient fortification
- Salt, sugar, saturated and transfat
- Whole grains and vegetables
Improved information and advice on labels

- Nutrition compass
- Nestlé standard on nutrition GDAs
Services to help consumers

- Portion guidance
- Nestlé Healthy Kids programme
- Nestlé Healthy Hydration programme
Rural development and responsible sourcing

- Rural Development Framework
- Nescafé Plan, Cocoa Plan
- Responsible sourcing and traceability
Water

- Improve water efficiency
- Improve water stewardship outside factories
Environmental sustainability

- Improve resource efficiency
- Improve environmental impact of products/packaging
- Provide climate change leadership
Environmental sustainability

- Preserve natural capital
- No deforestation
Human rights and compliance

- Assess/address human rights impacts
- Eliminate child labour
What we hope to see from the investor community

- Careful review of Nestlé in Society: Creating Shared Value reporting

- Focus on indices/reports: FTSE4Good, CDP, DJSI, Access to Nutrition Index, Oxfam Behind the Brands

- Understand importance of Creating Shared Value to the long-term performance of our business
More available at: www.nestle.com/csv

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Creating
Shared Value
Nutrition, Water, Rural Development

Sustainability
Protect the future

Compliance
Laws, business principles, codes of conduct
Nestlé in Society: Creating Shared Value and Meeting our Commitments

THANK YOU

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