



# ZERO DEFORESTATION & LAND USE POLICY

## Introduction

Within DPE, we are committed to preserving our planet's forests and ensuring sustainable production practices. Our Policy prohibits any form of deforestation or forest land conversion, legally or illegally, to produce commodities such as palm oil, soy, coffee, cocoa, wood, rubber and cattle, that are used in Domino's products. We only work with suppliers who demonstrate responsible land management, prioritise reforestation efforts, and adhere to recognised certification standards. We are committed to providing active support to local communities in forest regions, promote their engagement in sustainable livelihoods and empower them to protect their natural resources. We mitigate the environmental impact in our supply chain by impact action and continuous monitoring. In fact, we contribute to the preservation of global forest ecosystems for future generations, and we promote land use systems that restore soil cover, enhance biodiversity, and retain valuable water.

## Scope

In the Domino's supply chains, the following raw materials and ingredients are used which require due diligence with regard to deforestation and forest land conversion:

- Palm oil, including as cattle feed
- Soy, including as cattle feed
- Cocoa
- Wood, including non-recycled pulp & paper products
- Beef
- Coffee
- Rubber

Domino's sources these raw materials and ingredients from different countries. We are in the process of identifying which countries we consider having a high risk for deforestation, where subsequently a strict due diligence process applies. Sourcing countries with low or negligible risks of deforestation, require a simplified due diligence procedure only.

## Steps

We start by mapping our supply chains to identify the origins of our raw materials and identify whether they are sourced from high-risk countries and whether products can be traced back to the land that was used to produce them. We then ensure that our way of sourcing avoids or mitigates deforestation of that land. Raw materials are considered deforestation-free when they are effectively traced back to specific geolocations where no deforestation has been reported since December 2020.

Our Business Partners who supply products listed in annex 1 to the EUDR (Deforestation Regulation) for our Domino's Pizza European markets, are responsible for implementing due diligence and providing declarations on the forest and deforestation status of the land used for production of the products involved as supplied to us.



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This approach is done with all our current Business Partners on commodities we supply in the EU market. Per commodity we will develop explicit statements:

- Palm oil
- Soy
- Cocoa
- Pulp & paper
- Cattle beef (feed)
- Coffee

## Our commitments

- 1. Traceability:** Our traceability systems will help us to track the origin of our commodities up to the primary producer and the piece of land used for the production. We prioritise sourcing from suppliers who guarantee no deforestation or forest land conversion for our produce, and who adhere to sustainable farming practices, promote responsible land use and environmental stewardship. This helps to minimise the risks of deforestation and forest land conversion.
- 2. Sustainable production practices:** Our responsible sourcing policy promotes the adoption of sustainable production practices. This includes agroforestry, integrated pest management, and soil conservation techniques. It also encourages the use of responsible water management and the preservation of biodiversity within production areas.
- 3. Mitigate the risks:** Our traceability system will allow us to monitor the risks and actual impact in our supply chains and verify the compliance of our suppliers to our policies. If needed, we rectify to ensure compliance and we mitigate impact on forests and biodiversity.
- 4. Reporting:** We transparently evaluate and publicly report on our progress with risk and impact mitigation action mainly through our sustainability reporting.

We aim to achieve implementation of this Policy for our European markets and ensure that our Business Partners are compliant with the EUDR (Deforestation Regulation) by end of December 2024.

This Policy will also be helpful to achieve our SBTi/FLAG targets which are:

- DPE is committed to reducing its absolute Scope 3 FLAG GHG emissions by 33.3% by FY31 from our FY21 baseline. \*
- We also commit to zero deforestation across our primary deforestation-linked commodities with a target date of 31 December 2025 (for our non-European markets).

*\*The target includes FLAG emissions and removals.*

The Policy expectations will be included in our supplier approval process. To confirm compliance, we use commodity specific tools and independent certification as needed, as certification could also help us for ensuring traceability. In the case of production geolocations with high deforestation risk, we work with suppliers to develop and implement an impact action plan, with reasonable time commitments to meet our requirements. Suppliers failing to meet our time-bound requirements are subject to non-renewal or termination of supplying contracts.



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## Policy Review

This Policy will be reviewed annually, or any time sooner when circumstances so dictate; for example, to align with changes in regulations or to address emerging issues. Any change to this Policy shall be communicated to our suppliers instantly and directly.