

Palm fatty acid distillate (PFAD) is produced during the refining of palm oil. Volac International Ltd uses PFAD in the manufacture of Megalac, the rumen protected fat which improves milk yield and fertility in dairy cows to enhance productivity.

Volac is a member of the Round Table on Sustainable Palm Oil\* (RSPO). Our policy is to source PFAD only from members of the RSPO and to source from physically segregated and certified sustainable sources as soon as adequate and acceptable quality supplies are available in the supply chain. Volac International Ltd currently sources 37% of their PFAD from segregated RSPO certified sustainable sources.

Our PFAD is sourced from accredited suppliers, all of whom are fully certified under internationally recognised quality assurance schemes such as FEMAS, BRC or GMP+ and are tested for all relevant quality parameters.

Volac is committed to sustainable global food production and believe this can only be achieved by working closely with our customers, suppliers and the industry to set and achieve realistic and relevant improvement targets.

*\* The objective of RSPO is to promote the growth and use of sustainable palm oil through the following tasks:*

- *Research and develop definitions and criteria for the sustainable production and use of palm oil*
- *Undertake practical projects to facilitate implementation of sustainable best practices*
- *Develop solutions to practical problems related to the adoption and verification of best practices for plantation establishment and management, procurement, trade and logistics*
- *Involve the entire supply chain to support sustainable palm oil*
- *Acquire financial resources from private and public funds to finance projects under the auspices of the Roundtable on Sustainable Palm Oil*
- *Communicate the Roundtable's work to all stakeholders and to a broader public.*