

Particulars

About Your Organisation

1.1 Member Name

Trans-Asia Phils Manufacturing Industries Corporation

1.2 Membership number

2-0326-12-000-00

1.3 Membership sector

Palm Oil Processors and/or Traders

1.4 Membership category

Ordinary

1.5 Country

Philippines

2.0 Does your company or organisation produce, process, consume or sell any palm oil or any products containing derivatives of palm oil?

Yes

2.1 Please select all description(s) that describe the palm oil-related activities of your company or organisation. Multiple selections are allowed, and not limited to the primary sector of the member's RSPO membership. You will be required to complete the relevant ACOP section based on your selection(s).

- ☐ I own and operate oil palm estate(s) and/or palm oil mill(s)
- ☐ I represent a palm oil Independent Smallholder farmer Group
- ☐ I own and operate independent palm oil mills
- ☐ I own and operate independent palm kernel crushing plants
- ☐ I trade or broker palm oil, palm kernel oil or related products
- ☒ I am a refiner of palm oil or palm kernel oil
- ☒ I am a processor of intermediate (B2B) palm oil, palm kernel oil or related ingredients
- ☐ I am a B2B distributor or wholesaler of palm oil, palm kernel oil or related products
- ☐ I manufacture consumer (B2C) products containing palm oil, palm kernel oil or related products. This includes products manufactured by 3rd party contractors.
- ☐ I retail consumer (B2C) products containing palm oil, palm kernel oil or related products
- ☐ I operate food retail outlets that use palm oil, palm kernel oil or related products
- ☐ I support the sustainable development of the palm oil industry as a conservation and environmental NGO
- ☐ I support the sustainable development of the palm oil industry as a social and human development NGO

Processors & Traders

1. Operational Profile

1.1 Please state your company's main activity within the palm oil supply chain.

- ☐ Refiner of CPO and PKO
- ☐ Palm Kernel Crusher
- ☒ Trader with Physical Possession
- ☐ Trader without Physical Possession
- ☒ Integrated Refiner-Trader-Processor
- ☐ Intermediate Products Producer
- ☐ Power, Energy and Biofuel Processor
- ☐ Animal Feed Producer
- ☐ Oleochemicals Producer
- ☐ Distribution & Logistics
- ☐ Other

Other

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2. Palm Oil and Certified Sustainable Palm Oil Consumption

Information in Section 2.0 - Palm Oil and Certified Sustainable Palm Oil Sourcing is a mandatory declaration in your ACOP. This includes volume data on palm oil, palm kernel oil and related products consumed of individual members, sectors and RSPO members as a whole. ACOP reports without reported volume data will be considered as incomplete and will not be accepted. Incomplete ACOP reports may lead to suspension or termination of RSPO membership.

2.1 Please include details of all certified and uncertified operations using palm oil, palm kernel oil and related products, owned and/or managed by the member and/or all entities that belong to the group.

Trans-Asia Phils Manufacturing Industries Corp support RSPO Code of Conduct and implement parallel standard relevant to our own organization, which cannot be lower than those set out in RSPO Principle and Criteria (Resilient and Healthy Landscapes and Communities), Green and Inclusive Growth:

1. People - human rights protected, respected and remedied
2. Prosperity - competitive, resilient and sustainable sector, behave ethically and transparently
3. Planet - Conserved, protected, and enhanced ecosystem that provide for the next generation

RSPO was established and membership to RSPO required adherence to requirements of sourcing sustainable oil palm products. Sourcing and distribution of certified sustainable oil palm products conform to the requirements of model scheme (IP, SG, and MB).

Upon receipt of certified oil palm product from RSPO Supply Chain Certification (SCC) certified (millers/refiners/trader) from country of origin and foreign vessel, it is transferred to local barges and loaded to lorries for transport to manufacturing plant for storage and processing in our refinery. We conduct quality enhancement by bleaching (with bleaching earth and activated carbon) and 2nd stage deodorization to become highly refined RBD Palm Oil and/or Palm Olein. Distribution of certified sustainable palm oil is distinguished from conventional oil palm products by indicating and stating the model scheme of the delivered commodity as well as the RSPO SCC Certificate number of the organization in all accompanying documents of the delivery, such as Certificate of Analysis, Delivery Receipt and Sales Invoice.

2.1.1 In which markets do you sell goods with palm oil and palm oil -related products?

Rest of the World

DL.2.0 In order to facilitate ease of reporting and transparency, RSPO members operating within the palm oil demand supply chain can now choose to report palm oil and palm oil product volumes on:

an aggregate level (as in previous ACOP reporting cycles)

2.2 Volumes of uncertified and certified palm oil, palm kernel oil and related product sourced in the year

Description	Tonnes
Crude palm oil, including derivatives refined from CPO (tonnes)	90642.516
Crude palm kernel oil, including derivatives refined from CPKO (tonnes)	0.0
Crude palm kernel expeller (tonnes)	0.0
Total	90643

2.3 Volume of RSPO-certified palm oil, palm kernel oil and related products sourced in the year (tonnes):

Description	Crude Palm Oil (CSPO) and CSPO Derivatives	Crude Palm Kernel Oil (CSPKO) and CSPKO Derivatives	Palm Kernel Expeller (CSPKE)
RSPO Credits from Mill / Crusher	0.0	0.0	0.0
RSPO Credits from Independent Smallholder	0.0	0.0	0.0
Mass Balance (MB)	11099.51	0.0	0.0
Segregated (SG)	0.0	0.0	0.0
Identity Preserved (IP)	0.0	0.0	0.0
Total	11099.51	0.0	0.0

2.4 According to the volume information you have provided in Question PT.2.2 and Question PT.2.3, your company's certified palm oil, palm kernel oil and related products uptake is:

12.25%

2.4.1 Please provide additional information on your certified palm oil, palm kernel oil and related products uptake calculated in PT.2.4. This may include changes due to business environment, evolving nature of operations or variations due to stock positions

Due to the pandemic experienced in 2020, there was a decline in the world market for all industries, caused a long lasting damage to global production and supply chains.

Global market impact depends on how quickly the international community can mitigate the effects of the pandemic and reboot their economies. First and third world countries are in varying stages of coping with the pandemic and its fall out.

Now, consumers are more forgiving of less-than-perfect experiences, and it will continue to improve as the world settles into its "new normal".

Bulk of total palm oil products sourced and purchased for 2020 is conventional oil palm products. Big chunk portion of this are from sourced and purchased derivatives (RBD Palm Olein), which is 73%. Conventional RBD Palm Oil is at 14% while certified RSPO Palm Oil MB is at 12%. RSPO has made effort to improve the sustainability of palm oil production by creating an environmental certification system for palm oil. However, the majority that finds its way into products people buy daily is still using conventional practices.

Even in the midst of world wide effects of pandemic, current customers for certified and sustainable palm oil and palm olein continue their drive towards sustainability and best expressed as a living document that is updated continually in line with the demands of both legislation and best academic understanding regarding environment impact and employee well-being.

Sustainability policy sets out that sustainability and successful performances are linked. As their supplier and considered as partner, these customers engage their stakeholders with set goals and commitment, as well as track progress, communicate actions and discussion to meet expectations towards achieving leadership in sustainability.

2.5 What is the estimated percentage of Certified Sustainable Palm Oil in the palm oil, palm kernel oil and related products sold, traded or processed by your company in the following regions:

Countries/Regions	Percentage
Europe	0.0
North America	0.0
Malaysia	0.0
Indonesia	0.0
China	0.0
India	0.0
Latin America	0.0
Africa	0.0
Rest of World	12.0

3. TimeBound Plan

3.1 Which year did your company achieve/obtain (or expects to achieve/obtain) the RSPO supply chain certification or RSPO trader/distributor licence?

2016

3.2 Which year did your company start (or expect to start) to source any RSPO-certified palm oil and oil palm products?

2016

3.2.1 If the previous target year has not been met, please explain why.

Trans-Asia Phils Manufacturing Industries Corp RSPO Supply Chain Certification started June 17, 2016. The facility was found to be in compliance with RSPO SCC version 2014. The criteria for processing RSPO certified oil palm products through one or more of the supply chain models as stated were met.

Since 2017 surveillance audit where Segregation (SG) was added as additional scope, and in 2018 where Identity Preserved (IP) was added, the organization was found compliant to RSPO Supply Chain Standard (revised 2017) and continuous license in the RSPO IT trading platform on an annual basis upon successful completion of an audit by accredited Certifying Body.

3.3 Which year did your company achieve (or expects to achieve) 100% RSPO certification of all palm product processing facilities.

2018

3.3.1 If the previous target year has not been met, please explain why.

For 2019, there was an increase of RSPO SCC MB sourced, purchased, and distributed. However, this 2020 there was an increase in sourced and purchased for conventional due to demands of the market. RSPO stakeholders find out if consumers were actually and actively seeking to make sustainable choice about palm oil. It remain as a challenge to make consumer aware that RSPO label showed a product contained sustainably-produced palm oil.

Customer's inquiry on sustainable and certified oil palm products were put on hold, as most business suffered major losses and are just rebooting their economies and operations.

However, RSPO MB Palm Oil purchased up by 3% in 2020, compared to 2019. Current customer of certified and sustainable continue its drive to achieve leadership in sustainability's 3 pillars - economy, society and environment. They have seen that their policy has changed the world - empowering women, protecting forests, improving health and supporting sustainable farming. Similarly though, there are progress, it is still found difficult to measure the actual impact of the programmes to sustain sustainability. The need to stay ahead and ensure what has been started will not go to waste, the need to introduce new commitment and followed by stretching targets and time lines.

3.4 Year expected to only source 100% RSPO-certified palm oil and oil palm products.2030

3.4.1 If target has not been met, please explain why.

There was a rise of 3% in percentage of certified RBD Palm Oil MB in volume purchased of RBD Palm Oil. However quantity in terms of volume is lower in 2020 as compared to 2019. This is due to worldwide effect of Covid 19, and slowing down of economy due to community quarantine declared in the Philippines and neighboring countries which affected the demand and supply flow.

Awareness of sustainable supply chain was spearheaded by private business sector to Small and Medium Enterprises (SMEs). This is to achieve sustainable supply chain wherein a company has to address environmental, social, economic, and legal concerns across its entire supply chain. By taking a holistic approach this will reduce waste and environmental footprint, while improving labour conditions, health and safety.

Our role as RSPO Ordinary member and RSPO Supply Chain Certification certified plant, will continue to promote benefits of using sustainable and certified products to our customers, as well as adapting to our management system the Principle and Criteria of RSPO. With this we will be stretching our target and time line year from 2019 to 2026 for 100% RSPO-certified palm oil and oil palm products.

RSPO system provides a level of transparency into company operations and other approaches to verify sustainability. One is to bundle the certificates of palm oil and trace that oil right through the supply chain. Under this approach end users know they are buying palm oil from a reputable source

3.5 If the TimeBound Plan commitments declared above do not cover all countries in which the member operates, please explain why

As of present time we do not export our products, it is our customer's who are supplying to regional and/or worldwide market. Being their partners, Trans-Asia Phils is one with them in their principles, policy and requirement of bringing safe, quality and traceable products to consumer and customers.

However, Trans-Asia Phils is open to the possibility of exporting our products in the near future. Our manufacturing license under Food and Drug Administration already included export as activity.

4. Actions For Next Reporting Period

4.1 Please outline activities that your company will take in the coming year to promote the production or consumption of certified sustainable palm oil (CSPO)

In some regions, oil palm cultivation has caused and continue to cause deforestation. Likewise, some palm oil plantations were developed without consulting local communities over the use of their land. Despite widely reported malpractices in the industry, a growing number of players in the palm oil industry have committed to adopting more sustainable practices.

Our suppliers of oil palm products adapted sustainability as an integral part of their business. Sustainable operations are crucial to securing the future of their company and for creating shared value for their customers, consumers, shareholders and stakeholders. To achieve this, they take holistic approach to sustainability that is fully integrated into their business model. Their business practices are aligned with universally acceptable social and environmental standards. Central sustainability strategy is No Deforestation, No Peat, No Exploitation (NDPE) Policy which is extended across their global operations including joint-venture partners and suppliers.

For our part, Trans-Asia Phils has continuously promote through communication and encouragement to our customers the benefits of sourcing from RSPO members and supply chain certified to ensure supply integrity, traceability and sustainability.

Shared Responsibility

The Board of Governors of the Roundtable on Sustainable Palm Oil approved new Shared Responsibility rules on 31 October 2019, requiring all members to share sustainability requirements and obligations. Reporting of Shared Responsibility indicators will be done through several channels, including ACOP. As the implementation of Shared Responsibility reporting is still on-going and in development, the Shared Responsibility section in ACOP is not yet final and may change in future ACOP cycles. For more information on Shared Responsibility, please go to <https://rspo.org/news-and-events/news/what-are-the-new-shared-responsibility-rules> or email the ACOP team at acop@rspo.org

Labour & Labour Rights

1.1 Does your company have a publicly-available policy covering Labour & Labour Rights?

Yes

1.1.1 Does the policy cover:

- ☒ No discrimination
- ☒ Wage and working conditions
- ☒ Freedom of association
- ☒ No child labour
- ☒ No harassment
- ☒ No forced or trafficked labour

Ethical Conduct & Human Rights

1.2 Does your company have a publicly-available Policy covering Ethical Conduct & Human Rights?

No

Land Use

1.3 Does your company have a publicly-available Policy covering Land Use?

No

Occupational Health & Safety

1.4 Does your company have a publicly-available Policy covering Occupational Health & Safety?

No

Climate Change & Greenhouse Gas (GHG)**1.5 Does your company have a publicly-available policy covering Climate Change & Greenhouse Gas (GHG)?**

No

Complaints & Grievances**1.6 Does your company have a Complaints & Grievances Mechanism?**

Yes

1.6.1 Is your Complaints & Grievance mechanism in line with the principles of the RSPO's grievance mechanism, which are the elements of fairness, transparency, and impartiality?

Yes

Smallholders**1.7 Does your company support oil palm independent smallholder groups?**

Yes

1.7.1 Does this support cover:

- ☒ Fair and transparent dealings with Smallholders
- ☐ Improved Smallholder livelihoods

1.7.2 How is your company supporting them?

Trans-Asia Phils support our suppliers' projects and initiatives for independent smallholders to be more inclusive in our supply chain. Though these smallholder suppliers are not imposed certification requirement, however they are assisted in order for them to achieve RSPO group certification at the minimum. This initiative enable these smallholders to forge a more permanent relation with our supplier's mills.

Also by including our suppliers in collaboration together with our customer in strengthening the demand for certified sustainable products. This will further assist these smallholders in achieving certification in the time frame targeted.

Sustainable Palm Oil Policy

1.8 Does your company have a publicly-available Policy covering the implementation of RSPO Shared Responsibility principles?

No

Waste Management

1.9 Does your company have a waste management plan?

Yes

Water Management

1.10 Does your company have a water management plan?

Yes

Energy Use

1.11 Does your company have an energy use plan covering fossil fuels and renewable energy?

Yes

RSPO Services and Support

1.12 Does your company provide services and support to the RSPO, eg. participation in RSPO Working Groups and Task Forces

No

Shared Responsibility Resourcing

1.13 Does your company have a plan to commit resources to ensure effective implementation of RSPO Shared Responsibility principles?

Yes

Challenges and Support

1.1 What significant obstacles or challenges has your company encountered in the promotion of certified sustainable palm oil (CSPO)? What efforts has your company taken to address these obstacles or challenges?

- ☒ Awareness of RSPO in the market
- ☐ Difficulties in the certification process
- ☐ Certification of smallholders
- ☐ Competition with non-RSPO members
- ☐ High costs in achieving or adhering to certification
- ☐ Human rights issues
- ☒ Insufficient demand for RSPO-certified palm oil
- ☐ Low usage of palm oil
- ☐ Reputation of palm oil in the market
- ☐ Reputation of RSPO in the market
- ☐ Supply issues
- ☐ Traceability issues
- ☐ No challenges faced
- ☐ Others

Others

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1.2 In addition to the actions already reported in this ACOP report, what other ways has your company supported the vision of the RSPO to transform markets to make sustainable palm oil the norm?

- ☒ Engagement with business partners or consumers on the use of CSPO
- ☐ Engagement with government agencies
- ☐ Promotion of CSPO outside of RSPO venues such as trade workshops or industry associations
- ☐ Promotion of physical CSPO
- ☐ Providing funding or support for CSPO development efforts
- ☐ Research & Development support
- ☐ Stakeholder engagement
- ☐ No actions taken
- ☐ Others

Others

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1.3 If your company has any other publicly-available reports or information regarding its palm oil-related policies and activities, please provide the links here

www.palmtrace.rspo.org