

Particulars

About Your Organisation

1.1 Name of your organisation

CVS Health Corporation

1.2 What is/are the primary activity(ies) or product(s) of your organisation?

- Palm Oil Grower
- Processor and/or Trader
- Consumer Goods Manufacturer
- Retailer
- Bank and/or Investor
- Social and/or Development NGO
- Environmental and/or Conservation NGO
- Affiliate

1.3 Membership number

3-0087-16-000-00

1.4 Membership category

Retailers

1.5 Membership sector

Ordinary

Retailers

1. Operational Profile

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

- Retail - with own brand products
 Retail - without own brand products
 Food service providers
 Retail wholesalers
 Other

Other

-

2. Palm Oil and Certified Sustainable Palm Oil Consumption

Information in Section 2 - Palm Oil and Certified Sustainable Palm Oil Consumption - is a mandatory declaration in your ACOP. This includes volume data on palm oil and palm oil products consumed, to enable the RSPO to accurately calculate uptake on a member, sector and total level. ACOP reports without reported volume data will be considered incomplete and will not be accepted.

2.1 Please list down all operations and subsidiaries using palm oil that are owned and/or managed by the member, including those under Group Membership

CVS Health does not own or manage any operations using palm oil. CVS Health requires suppliers of CVS Store Brand items that contain palm oil to be in compliance with the CVS Pharmacy Palm Oil Policy requirements. The policy includes the requirement that suppliers must transition to sustainably sourced palm oil via RSPO or Rainforest Alliance by 2020.

2.1.1 In which markets does your company retail goods with palm oil and oil palm products?

United States

2.2.5 Total volume of all palm oil and palm oil products (palm-content only) used in your company's own-brand products in the year:

Description	Tonnes
Total volume of crude/refined palm oil (tonnes)	0.0
Total volume of crude/refined palm kernel oil (tonnes)	0.0
Total volume of palm kernel expeller (tonnes)	0.0
Total volume of palm oil/palm kernel oil derivatives and fractions (tonnes)	0.0
Total	0.0

2.2.6 Please estimate the percentage of derivatives and fractions (reported in Question RT.2.2.4) derived from palm oil or from palm kernel oil. The default split for volumes is assumed to be 80% palm oil-based derivatives and 20% palm kernel oil-based derivatives.

Description	Percentage
Palm oil-based derivatives and fractions	80.0
Palm kernel oil-based derivatives and fractions	20.0

2.3 Volume of RSPO-certified palm oil and oil palm products (palm-content only) used in your company's own brand products in the year (tonnes):

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

2.3.1 Please estimate the percentage of RSPO-certified derivatives and fractions (reported in Question RT.2.3) derived from RSPO-certified palm oil or from RSPO-certified palm kernel oil. The default split for volumes is assumed to be 80% palm oil-based derivatives and 20% palm kernel oil-based derivatives.

Description	Percentage
Certified Palm oil-based derivatives and fractions	80.0
Certified Palm kernel oil-based derivatives and fractions	20.0

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

-

2.4.1 If your company has not reached 100% usage of sustainable palm oil through the four supply chain models (RSPO Credits, MB, SG or IP), do you have any plans to cover the gap using RSPO Credits?

Yes

2.5 Please estimate the regional distribution of your company's RSPO certified palm oil and palm oil-products usage (as declared in Question RT.2.3) in the following countries/regions:

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

3. TimeBound Plan

3.1 Which year did your company begin (or expects to begin) using RSPO-certified sustainable palm oil and palm oil products in own-brand products

2017

3.1.1 If the previous target year for RT.3.1 has not been met, please explain why.

Target has been met.

3.2 Which year did your company begin (or expects to begin) using 100% RSPO-certified sustainable palm oil and palm oil products from any supply chain option in own-brand products.

2020

3.2.1 If the previous target year for RT.3.2 has not been met, please explain why.

As of Q4 2017, all new CVS Store Brand items containing palm oil are required to contain sustainably sourced palm oil via RSPO or Rainforest Alliance. By the end of 2019, 100% of our CVS Store Brand suppliers of items containing palm oil have either become members of the RSPO or obtained Rainforest Alliance certification. In addition, 99% of existing CVS Store Brand items containing palm oil are coming from sustainably sourced palm oil via RSPO or Rainforest Alliance. The supplier of the remaining 1% of existing CVS Store Brand items containing palm oil completed their RSPO audit in early 2020.

3.3 Which year did your company begin (or expects to begin) using 100% RSPO-certified sustainable palm oil and palm oil products from physical supply chain options (Identity Preserved, Segregated and/or Mass Balance) in own-brand products.

2020

3.3.1 If the previous target year for RT.3.3 has not been met, please explain why.

As of Q4 2017, all new CVS Store Brand items containing palm oil are required to contain sustainably sourced palm oil via RSPO or Rainforest Alliance. By the end of 2019, 100% of our CVS Store Brand suppliers of items containing palm oil have either become members of the RSPO or obtained Rainforest Alliance certification. In addition, 99% of existing CVS Store Brand items containing palm oil are coming from sustainably sourced palm oil via RSPO or Rainforest Alliance. The supplier of the remaining 1% of existing CVS Store Brand items containing palm oil completed their RSPO audit in early 2020.

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

Not applicable

4. Trademark Use

4.1 Does your company use or plan to use the RSPO Trademark in own-brand products?

Yes

4.2 Please select the countries where your company uses or intends to use the Trademark

United States

4.2.1 Which year did your company begin (or expects to begin) using the RSPO Trademark

2017

5. Actions for Next Reporting Period

5.1 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 May of 2017, CVS announced its CVS Pharmacy Palm Policy publicly in its annual 2016 Corporate Social Responsibility (CSR) Report. The policy is available at <https://cvshealth.com/sites/default/files/cvs-pharmacy-store-brands-responsible-palm-oil-sourcing-policy.pdf>. CVS provides annual updates on our progress in our CSR report available at www.cvshealth.com/CSR. Q3 2017 - Notified suppliers of the CVS Pharmacy Palm Policy and expectations to transition CVS Store Brand items to sustainable palm oil by the 2020 deadline, and conducted training webinars for our suppliers. Q4 2017 - Required all new CVS Store Brand items to contain sustainably sourced palm oil. 2018 - We continued to engage with our Store Brand suppliers regarding the CVS Pharmacy Palm Oil Policy. We tracked the progress being made towards our 2020 deadline for the transition of our existing Store Brand items to using sustainably sourced palm oil, and monitored that suppliers of new Store Brand items containing palm oil provided the required confirmation the palm oil is sustainably sourced prior to the item entering our supply chain. End of 2019 - 100% of our Store Brand suppliers have either become members of the RSPO or obtained Rainforest Alliance certification. In addition, 99% of existing CVS Store Brand items containing palm oil are coming from sustainably sourced palm oil via RSPO or Rainforest Alliance. The supplier of the remaining 1% of existing CVS Store Brand items containing palm oil completed their RSPO audit in early 2020. 2020 - We will continue to engage with our Store Brand suppliers regarding the CVS Pharmacy Palm Oil Policy, and will ensure the supplier of the remaining 1% of existing Store Brand items containing palm oil finalizes the completion of their RSPO audit requirements in early 2020. We will also monitor that suppliers of new Store Brand items containing palm oil are providing the required confirmation that the palm oil is sustainably sourced prior to the item entering our supply chain.

6. Shared Responsibility

The Board of Governors of the Roundtable on Sustainable Palm Oil (RSPO) 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

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

Yes

6.1.1 Does the policy cover:

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

6.1.2 Has your company previously uploaded or linked its Labour & Labour Rights policy in previous ACOP reporting cycles?

Yes

Ethical Conduct & Human Rights

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

Yes

6.2.1 Does the policy cover:

- Recruitment
- Contractors
- Sub-Contractors & Third-Party Contractors

6.2.2 Has your company previously uploaded or linked its Ethical Conduct & Human Rights policy in previous ACOP reporting cycles?

Yes

Land Use

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

Yes

6.3.1 Does the policy cover:

- Free Prior and Informed Consent (FPIC)
- Compensation

6.3.2 Has your company previously uploaded or linked its Land Use policy in previous ACOP reporting cycles?

Yes

Occupational Health & Safety

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

Yes

6.4.1 Has your company previously uploaded or linked its Occupational Health & Safety policy in previous ACOP reporting cycles?

Yes

Climate Change & Greenhouse Gas (GHG)

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

Yes

6.5.1 Does the policy cover:

- Identification and assessment of GHG
- Public reporting of GHG footprint
- Monitored implementation plan to reduce or minimise GHG emissions

6.5.2 Has your company previously uploaded or linked its Climate Change & Greenhouse Gas policy or report in previous ACOP reporting cycles?

Yes

Complaints & Grievances

6.6 Does your company have a Complaints & Grievances Mechanism?

Yes

6.6.1 Is your Complaints & Grievances mechanism in line with the RSPO's grievance mechanism? For details of the RSPO's grievance mechanism, please go to <https://askrspo.force.com/Complaint/s/>

No

Smallholders

6.7 Does your company support oil palm independent smallholder groups?

No

6.7.3 Do you have any future plans to support oil palm Independent Smallholders?

No

6.7.4 Please explain why you are not planning to support oil palm independent smallholders

CVS Health does not own or manage any operations using palm oil. It is the responsibility of our Store Brand suppliers to appropriately source sustainably sourced palm oil via their supply chain.

7. Challenges

7.1 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

-

7.2 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

-

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

CVS Store Brand Palm Oil Policy - <https://cvshealth.com/sites/default/files/cvs-pharmacy-store-brands-responsible-palm-oil-sourcing-policy.pdf> CVS 2019 Corporate Social Responsibility Report - <https://cvshealth.com/sites/default/files/2019-csr-report.pdf>