



## **TEBMA KANDU**

FUJI OIL SUSTAINABLE SHEA PROGRAM





**Partnerships** 

Open Invitation for business partners to join

FUJI OIL EUROPE

About Shea

Fuji Oil's Shea Value Chain

#### At a Glance

#### FUJI OIL HOLDINGS INC.

Soy-Based Ingredients **Business** 



## Vegetable Oils and Fats Business

#### Core Product Line





Soy protein isolate

Textured soy protein





Soy protein foods

Soluble soy polysaccharides

#### Emulsified and Fermented Ingredients Business



#### **Core Product Line**





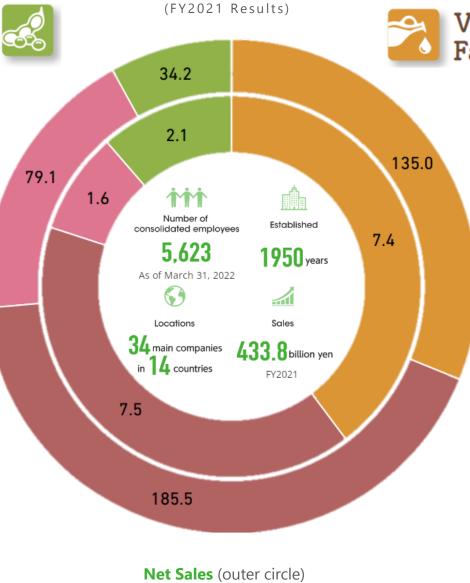
Whipping cream

Margarine





Cheese flavor ingredients Fillings



#### **Operating Profit** (inner circle) Unit: ¥ billion

#### Core Product Line -





Vegetable fats for chocolate

Frying oils and fats





Powdered oils and fats

confectionery



#### Industrial Chocolate **Business**

#### Core Product Line





Pure chocolate\*2

Compound coating chocolate\*3





Chocolate for ice cream Molded chocolate

#### **Plant-Based Food Solutions**

OUR MISSION AND VISION



#### FUJI OIL HOLDINGS INC.

"

Together with our **stakeholders**, we will **co-create** a **sustainable** future for food, based on **plant-based** ingredients that are both **delicious** and **healthy**.

Anikio Sakai

Preside

Chief Executive Officer Fuji Oil Holdings, Inc.

The innovator in healthy, tasty, sustainable food solutions, using plant-based oils, fats and cocoa



## The Fuji Oil Group ESG Management

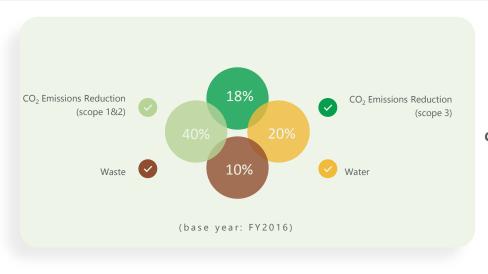
WITH THE GOAL OF REALIZING BOTH THE SUSTAINABLE GROWTH OF THE GROUP AND A SUSTAINABLE SOCIETY





#### **ENVIRONMENTAL VISION 2030**

#### **PROGRESS 2021**





CO2 emissions reduction (FY2021 result)



Water used reduction (FY2021 result)



Waste reduction (FY2021 result)



Resource recycling (FY2021 result)

(Group companies in Japan)

## **About Shea**

AN IMPORTANT SOURCE OF INCOME FOR THE WOMEN OF GHANA AND THEIR FAMILIES







Shea nuts are a wild harvest crop from the shea tree that grows naturally in the dry West African Savannah parklands



Shea tree

Starts to produce shea fruit once it is 15-20 years old and remains productive for more than 100 years



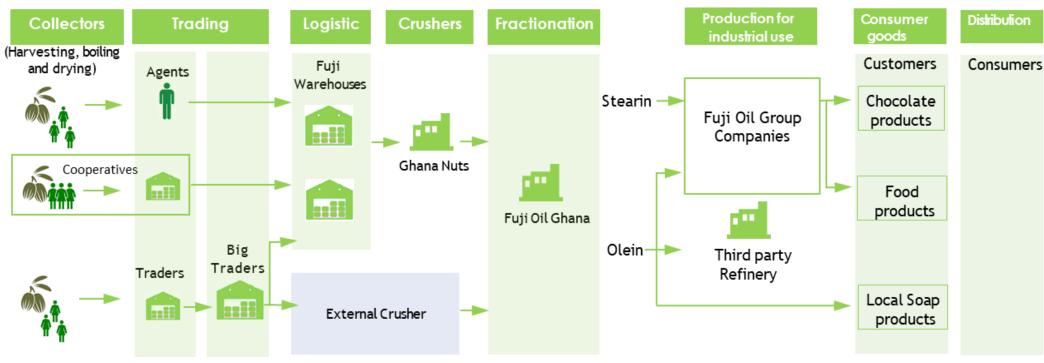
O Collecting by hand

Mainly women collect the ripe nuts by hand, from May to September



# FUJI OIL GHANA LTD.

## Fuji Oil's Shea Value Chain



The Shea Value Chain start from collectors (small quantities per collector) not plantations. For that reason traceability is rather linked to groups, to villages, cooperatives or regions, and will result in a 'mass balance' system for the shea stearin.



## Sustainable Shea Program

BALANCED SUSTAINABILITY FOOTPRINT AND SHARED VALUE CREATION ALONG THE VALUE CHAIN OF SHEA, FOCUSING ON THREE COMMITMENTS



Each of these commitments give rise to a set of actions that is aimed at creating continuous improvements

## For a Resilient and Sustainable Shea Value Chain



By 2030, 75% of shea kernels traceable to cooperative By 2030, 50% of shea kernels from Tebma Kandu co-ops

100% local crushing and fractionation

6000 seedlings planted every year

2025 vs. 2017, +50% increase in permanent direct employment

By 2023, 100% steam production from non-fossil energy source



EBMA KANDU KPI's

TEBMA KANDU SHEA PROGRAM



#### **Traceability**

Steadily increase traceability of our shea kernels back to the clusters of African villages where they come from.



By 2030,

75%

30% traceable to group of villages

Y1

2021 Result

Volumes to the Tebma Kandu women co-ops below expectations

A control women to come of villages.

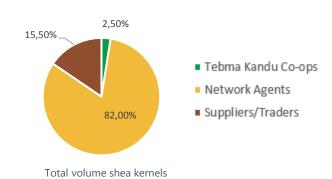
- Increase the volume of Tebma Kandu co-ops
- Improved traceability registration of our agents (auditable)



**Focus 2022** 

• Agent volumes traceable to group of villages but registration needs improvement





TEBMA KANDU SHEA PROGRAM



#### **Women Empowerment**

Steadily increase the amount of shea kernels sourced from women co-operatives directly linked to Fuji Oil Ghana through our program



**KPI** 



By 2030,

**50**%

- June '21 26 fair trade contracts with cooperative representatives
- 2,2% of volume from Tebma Kandu co-ops.
- Strict quality requirements 100% achieved

(Y1)

2021 Result

- **Evaluation**
- Volumes supplied were far too low (=pre-financed volume)
- Logistics need optimization (e.g. more frequent pick-up)
- Adapt the pre-financing system (e.g., amount, timing) in MOU and contract
- Continue our journey to achieve positive social impact add 9 new co-ops



**Focus 2022** 

Ziiniaya group posing with FOG contract in front Kerk In Actie founded warehouse adopted by FOG

## Co-op – what & how

TEBMA KANDU SHEA PROGRAM

The MOU is a mutual commitment to work together in achieving common business interest

June '21 – **26 agreements** between cooperative representatives and Fuji Oil Ghana

<u>Trainings</u> to become small entrepreneur and on optimization of kernel harvest and processing practices

Provision of <u>warehouses</u>, <u>work material</u> and equipment such as pallets and bags for transport and storage of the kernels

Provide <u>pre-financing</u> before the start of the season to help them during the poorest month, so they do not have to sell their crop in advance at very low prices

The women co-operatives can freely negotiate and engage in supply contracts with us

The development of Tebma Kandu cooperatives is monitored through 3 levels of maturity

At the highest level of maturity, women in the cooperative are able to conduct and grow their business without any help



TEBMA KANDU SHEA PROGRAM



#### **Local Value Creation**

Ensuring value adding, job-creation and training within West Africa, through local processing of the shea kernels and shea butter



Shea crushing and fractionation, as well as shea olein refining at a local 3<sup>rd</sup> party refinery

**100**%

2025 vs. 2017 +50% increase in permanent direct employment,

+50%

- +42% permanent contracts in FOG against 2017
- **100% local** crushing, fractionation and local refining of shea olein for food application
- 96% of shea olein for local applications



2021 Result

 Community of Techiman support (sponsoring of market complex, streetlights, COVID protection means, National Farmer's Day)

**Evaluation** 

**KPI** 



**Focus 2022** 

• Continue our mission to create local value





FUJI OIL GHANA, located in Techiman

TEBMA KANDU SHEA PROGRAM



#### **Preservation of Shea Parklands**

Contribute to forest preservation by planting seedlings and facilitate park-land management training at areas related to the Tebma Kandu Co-operatives.



**KPI** 



6000 seedlings planted every year

- Gold Package of **6000 indigenous trees**, planted near 3 Tebma Kandu co-cops
- Trainings on planting and protection and local responsible teams installed
- (Y1)

2021 Result

**Evaluation** 



 Successful partnership between FOG – Eco Restore – PAS – local land owners and chiefs – Tebma Kandu co-ops

- Identical Gold Package in 2022 by FOG
- Additional Gold Package by a customer in Tebma Kandu related communities



**Focus 2022** 

Samini village parkland restoration



The program is in line with the principles of the **Action for Shea Parklands** of the Global Shea Alliance



TEBMA KANDU SHEA PROGRAM



#### **Environmental Footprint**

Improving our environmental footprint by pursuing a fully non-fossil fuel base for our activities at Fuji Oil Ghana



**KPI** 



By 2023, steam production from non-fossil energy source

**100%** 

• 93% steam production from non-fossil fuel



2021 Result

**Evaluation** 



 Good result despite technical issues in 1st quarter

Study to turn waste stream (de-oiled cake) into Biochar or alternatively to feed the steam boiler (+co-generation)



**Focus 2022** 

FUJI OIL GHANA, located in Techiman



## Our fieldwork style way of working

TEBMA KANDU SHEA PROGRAM



We focus on creating maximum local value and seek partnerships to join forces to reach the highest implementation results





 PAS formed 22 co-ops around 22 warehouses sponsored by KIA. FOG adopted the 22 co-ops in a commercial relation in 2021.

4 new co-ops/warehouses follow this example in 2022.







- Trainings of 7 women co ops under the **SSI** and **GIZ** programs in 4 regions in North East of Ghana.
- 5600 women trained on co op development, governance, business mgmt., costing and budgeting, alternative income activities, aggregation and quality in April - June 2021.
- The SSI program was launched in 2016 and is funded by USAID.
- A similar program of the GSA is sponsored by the German GIZ, specially promoting German companies to invest in similar programs.
- Green World Initiative GWI (NGO and member of GSA), constructs co-op warehouses for FOG, form and register the co-ops.



- Eco Restore and FOG made a partnership to plant 6000 seedlings of indigenous trees in North Ghana in villages part of the Tebma Kandu cluster of co ops.
- Industrial partners of FOG are connected to Eco Restore to plant similar packages within the Tebma Kandu cluster.
- The program is in line with the principles of the Action for Shea Parklands of the GSA.



• Special thanks to the **chiefs**, elders, opinion leaders, assembly men, land owners of the different villages and communities who welcomed and supported our ideas and future plans with the women co ops.



Paramount Chief of Samini Poanaa Ayishetu Mahama Sheriga



## Open Invitation for business partners to join

TEBMA KANDU SHEA PROGRAM

O Co-sponsoring of a warehouse

As well as supplies for the warehouse, like calculator and filing cabinet, scale



Participate in the seedling packages

Trees are planted near the Tebma Kandu co-ops, in areas that require restoration, and are nursed by the women in the co-ops



O Sponsoring of personal protective equipment

Boots, gloves, safety-glasses, anti-venom

Contact your sales representative to explore possibilities

www.fujioileurope.com



Upfield joins Fuji Oil's Shea Sustainability Program "Tebma Kandu" warehouse and safety items to women in Bongbini, Ghana.

fujioileurope.com • 4 min read

