

Zero Deforestation Policy

February 19, 2024

1. Introduction

Forests play a vital role in maintaining the planet's biodiversity, regulating climate, and providing resources for communities around the world. Protecting forests from deforestation, degradation, and other forms of conversion is a global issue with far-reaching implications for the earth and its inhabitants. Terviva, Inc. and its subsidiaries (collectively, "Terviva") recognize that, as a global business dependent on the global agricultural supply chain, it has a responsibility to ensure that its agricultural practices and sourcing of agricultural products do not contribute to natural system conversion, including deforestation.

Therefore, Terviva has developed this zero deforestation policy to guide our global operations and promote sustainable practices throughout our supply chain ("Terviva's Zero Deforestation Policy" or "Policy"). Compliance with this Policy is the responsibility of all employees, officers, and directors of Terviva, Inc. and its global subsidiaries.

2. Terviva's Commitment

Terviva is committed to achieving a deforestation- and conversion-free ("DCF") pongamia supply chain by January 1, 2026.

Terviva's Zero Deforestation Policy commits Terviva to:

2.1 No Deforestation and No Conversion of Forests

Terviva will never deforest land for its operations and will not conduct or sponsor agricultural operations or projects on land that has been deforested per the Forest Stewardship Council ("FSC")'s <u>Principles and Criteria for Forest Stewardship Standard</u>.

2.2 Sourcing Materials Responsibly

Terviva will not:

- source raw materials from areas that have been deforested or converted after Dec 20, 2020 ("Cutoff Date");
- source materials from High Conservation Value ("HCV") land or High Carbon Stock ("HCS") areas that have been cleared; or
- cause any deforestation or forest degradation while collecting raw materials sourced directly from forests. Specifically pongamia seeds, are harvested without the need to deforest or remove trees.

Terviva will:

 work with our suppliers to ensure that they share our commitment to sustainable sourcing practices and have no involvement in deforestation.

Terviva's suppliers are required to comply with this Policy, <u>Terviva's Supplier Code of Conduct</u>, <u>Terviva's Human Rights Principles</u>, and all applicable federal, state, and local laws and regulations in the markets where we and our suppliers operate.

2.3 Traceability:

Terviva will establish a system to trace the origin of our procurement. This will allow us to verify that the products are not coming from areas where deforestation is taking place or where the sourcing of these products has led to the degradation of natural forests or ecosystems. Terviva will work with its suppliers to ensure that they provide accurate traceability data to assess the origin of their products.

2.4 Supporting Forest Restoration and Regeneration:

Terviva will support forest restoration and regeneration initiatives to offset our impact on the environment. We will work with our suppliers to identify opportunities to promote forest restoration and regeneration in areas where deforestation has occurred or where forests are degraded.

2.5 Monitoring and Reporting:

Terviva will establish a system and regularly monitor and report on our compliance with this policy. We will also work with our suppliers to monitor and report on their compliance with this policy.

2.6 Taking Action:

If we identify any violations of this policy, we will take appropriate action, such as terminating relationships with non-compliant suppliers.

If violations of this policy by Terviva or its supply chain partners have been identified, please refer to <u>Terviva's Grievance Mechanism</u> or contact sustainability@terviva.com to formally report it.

At Terviva, we are committed to protecting the world's forests and promoting sustainable sourcing and agricultural practices throughout our supply chain. We believe that our Zero Deforestation Policy will help us achieve this goal and demonstrate our commitment to sustainability and responsible sourcing practices. By implementing this policy, we aim to help preserve forests for future generations while also contributing to the health of the planet.