



The cornerstone of Touton's approach is the company's presence in the countries where we source our products.



coffee, vanilla and natural

customers around the globe.

ingredient products to its



In 2015 Touton initiated its industrial development with the acquisition of a cocoa liquor factory in Tema, near Accra.



SUSTAINABILITY

We work on holistic approaches that benefit farmers and their families while supporting our sustainable sourcing activities.



Touton Quarterly News



Touton is one of 12 major cocoa and chocolate companies who have committed to addressing deforestation in the cocoa supply chain. The Cocoa Sector Collective Statement of Intent was signed during an official event on 16 March that was hosted by the Prince of Wales.

On 16 March 2017 Twelve of the world's leading cocoa and chocolate companies agreed to a statement of collective intent committing them to work together, in partnership with others, to end deforestation and forest degradation in the global cocoa supply chain, with an initial focus on Côte d'Ivoire and Ghana. The agreement commits the participating companies to develop and present a joint public-private framework of action to address deforestation at the Nations United Framework Convention on Climate Change 23rd Conference of the Parties (COP 23) meeting in Bonn in November.

The framework will build on existing company initiatives and include an actionable suite of measures including greater investments in more sustainable forms of landscape management; more active efforts in partnership with others to protect and restore forests in the cocoa landscape; and significant investments in programs to improve cocoa productivity for smallholder farmers working in the cocoa supply chain.

This initiative is coordinated by WCF, IDH and The Prince of Wales' International Sustainability Unit (ISU).

The World Cocoa Foundation (WCF) is an international membership organisation that promotes sustainability in the cocoa sector. Touton is a member of WCF and sits on the organisation's Board of Directors.

The Dutch Sustainable Trade Initiative (IDH) convenes PPPs to reinforce supply chains in a sustainable manner. IDH is a major actor in the cocoa sector in West Africa

HRH Prince of Wales International Sustainability Unit (ISU)

HRH's ISU was formed in 2010 to address critical challenges to development and the environment.

The joint initiative is a perfect fit with Touton's own Climate Smart Cocoa programme that was initiated in 2014 in Ghana and builds on group's farmer professionalisation the approach. Using its Rural Service Centres, Touton works on 3 levels:

- farm/plot level to train and coach farmers on diversified crops, good agroforestry practices and the use of shade trees.
- community/district level: bringing together the different 'landscape' actors to agree on landscape use priorities
- national level: working with partners to develop a landscape standard that includes criterion for assessing and nurturing a market for 'Climate Smart Cocoa'.

Touton has signed MoU's with the Ghana Cocobod and Forestry Commission and is working with the Nature Conservation Research Centre and a host of technical partners (incl. VCS, AgroEco, SWA).

We believe that bringing together different stakeholders' perspectives and know-how in a shared vision of more sustainable cocoa farming landscapes will benefit the whole sector. Touton is intent on bringing its support to cocoa-producing countries in operationalizing their REDD+ objectives



As part of the Vokatra Mevan'i (Les

Bons Produits Touton) programme,

Touton Ingredients recently financed

and will nurture 2000 clove seedlings

Once ready, the plants will be

distributed to farmers in the area of

Ambodimanga who will then benefit

from the expert advice of the

CTHT (Technical Horticultural Centre

in the Eastern part of Madagascar.



Touton is considerably expanding its coffee business.

Three years after acquiring the Socadec business in Geneva (now Touton Genève), Touton is preparing to open a first coffee grading facility in Uganda.

Providing planting material for clove producers in Madagascar





Touton leads Traceability Working Group of the Sustainable Vanilla Initiative

Touton is a member of the IDHcoordinated 'Sustainable Vanilla Initiative' (SVI).

Touton recently took the leadership of the SVI's traceability working group. Working groups are composed of a limited number of allow members to focused discussions on a given priority sustainable topic. Indeed, much needs to be done regarding traceability in the vanilla sector. There are currently no robust traceability systems in place to register the 100 000 farmers, 100 collectors and 90 exporters of the vanilla supply chain in Madagascar. Implementing a traceability system will be a key enabler to identify the farmers, collectors key and exporters and to secure future vanilla supply.



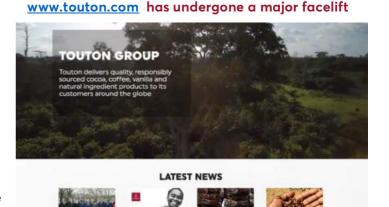
of Tamatave).

Co-creating more sustainable supply-chains

SUSTAINABLE SOURCING REPORT



At the beginning of the year we published our first **Sustainable Sourcing** <u>Report</u>. The French version will be available at the end of May.





Touton is a leading agro-industrial actor. Our know-how builds on over 150 years' experience of providing our customers with high quality commodities.

In addition to delivering responsibly-sourced cocoa, coffee, vanilla and natural ingredients, we are now increasing our engagement in commodity-producing countries through processing operations in cocoa. With subsidiaries in originating regions, and agents in key locations, Touton's strength lies in the skills of its workers, the cultural diversity of its teams, and a deep understanding of the countries in which the company operates.