Bonsucro Standard Revision & Living Wage

07/10/2020 Nahuel Tuñón

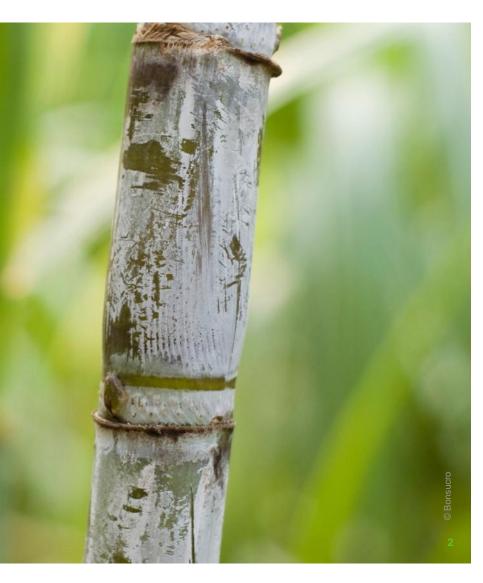


WHAT IS BONSUCRO?

Bonsucro is the global industry platform with a vision of thriving, sustainable producer communities and resilient assured supply chains.

We help achieve this vision through supporting **performance improvement** and **verification** of sugarcane producers, linked together with a vibrant, diverse and **global community** of supply chain actors and support organisations.





A PLATFORM BUILT TO CREATE CHANGE



Production Standard

A comprehensive metric standard for sustainable farming and milling of sugarcane.



Tools & Resources

We provide an integrated set of tools, knowledge & services to help producers who want to improve their performance



Programmes & Projects

Targeted interventions to address most relevant issues and opportunities. Capacity building and support to farmers and mills in key origins. Engagement and ownership by local stakeholders.

3

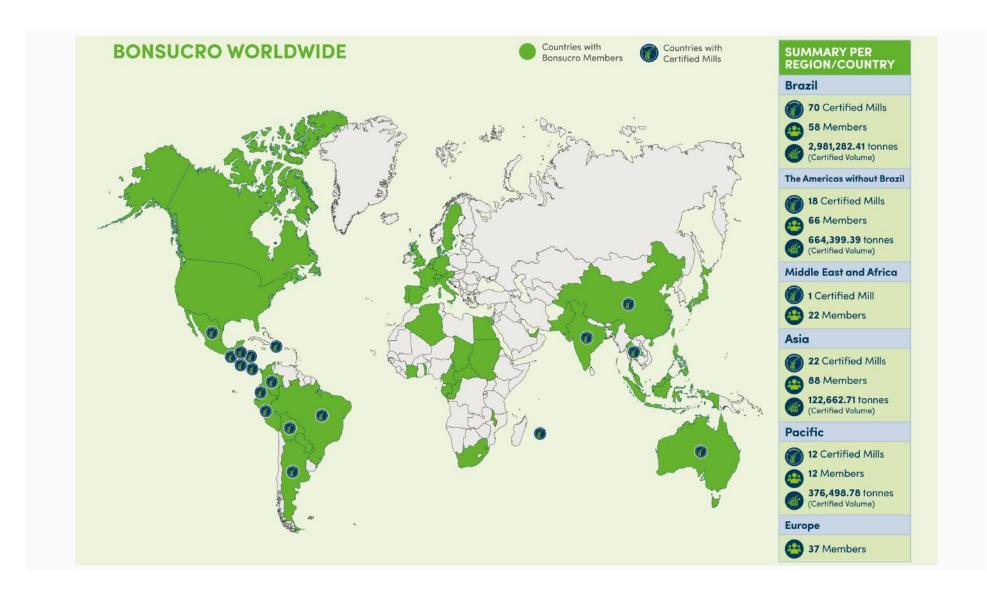
BONSUCRO PRODUCTION STANDARD:

THE MOST GLOBALLY ADOPTED PERFORMANCE FRAMEWORK FOR SUGARCANE

5 Principles (+2)	18 Criteria	53 Indicators
1 Obey the law		16 Core Indicators
Respect human rights and labour standards		
Productivity – Manage input, production & processing efficiencies to enhance sustainability		
 Environmental – Actively manage biodiversity and ecosystem services 		
Continuous Improvement - Continuously improve key areas of the business		
6 EU RED Compliance		
 Organisation of Farmers (Smallholder Standard only) 		37 Non-Core Indicators









What do we want to achieve with the revised Standard

- Increase value, improvement or impact of applying the Bonsucro Production Standard and support tools.
 - Demonstrate compliance with international regulations & guidelines
 - Demonstrate compliance with client sourcing requirements
 - Improve access to sustainable finance
 - Demonstrate commitment & improvement of sustainability parameters
 - Improve working conditions & livelihoods
 - Maintain trust with existing stakeholders & gain acceptance from new stakeholders.





How does the Standard get reviewed?



What are the requirements around LW in the draft Standard?

- Reasons for Inclusion:
- Stakeholder Interest
- Alignment with peer standards
- Reduction of social risks

- Challenges with Implementation:
- Methodological issues
- Cost of production
 - Stakeholder acceptance

2.3.5	Applies to all workers on the premises of the mill and the farms	
Movement to	included in the unit of certification.	
close living	The company shall identify the gap between the Living Wage and the	
wage gap	salary of its employees and has an action plan to close the gap by	
	10% by every Bonsucro re-certification audit. Bonsucro will provide	
	the applicable living wage benchmark data that will be used to	
	assess the living wage gap.	



What's Next?

- Standard is still under development.
 - Working Group is analysing the comments of the public consultation
 - Working Group will develop the second draft
 - Expect final draft to be approved in <u>July 2021</u>.
- Bonsucro continues to explore & work on developing fair remuneration for the sugarcane sector.
 - Looking to collaborate with different stakeholders around pilots and benchmarking





Thank you

Nahuel Tuñón Nahuel@Bonsucro.com



NT1 Nahuel Tunon; 7-10-2020