

Appendix 5:

Definitions for the 2021 annual report

- **BREEAM:** Instrument for measuring the overall sustainability of new buildings, existing buildings, land and demolition projects.
- **Creating Shared Value:** corporate policy and operational management aimed at strengthening the competitiveness of a company, while at the same time reinforcing the economic and social conditions of the community in which the company operates.
- **Dairy Sustainability Framework:** The Dairy Sustainability Framework (DSF) provides a global framework for a holistic approach to sustainability in the dairy value chain. The Sustainable Dairy Supply Chain is a member of the Dairy Sustainability Framework, and Vreugdenhil shares this ambition.
- **Sustainable Dairy Supply Chain:** an initiative in which the dairy industry and dairy farmers work together to make the Dutch dairy sector a world leader in sustainability.
- **EcoVadis:** is a collaborative platform that allows companies to evaluate the sustainability performance of their suppliers across 150 sectors and 110 countries.
- **Energy scan:** a scan that our dairy farmers can fill in to document their energy consumption per business process. The results provide a basis from which to take further steps to cut back on energy consumption.
- **GRI:** the Global Reporting Initiative is the international standard for sustainability reporting and corporate social responsibility.
- **GO:** a Guarantee of Origin is proof that electricity comes from wind energy, hydro energy, solar energy or biomass plants.
- **KalfOK score:** the KalfOK score was developed on the initiative of LTO and NZO and gives livestock farmers insight into the quality of young cattle rearing at their farm. Companies with a good score earn points in our sustainability programme.
- **KoeKompas (CowCompass):** a tool to help our dairy farmers capture and document the welfare and health of animals together with a veterinarian. A score on 7 components provides the dairy farmer with starting points for improvements.
- **Sustainability:** entrepreneurial approach taking people, planet as well as profit into account.
- **NZO:** Nederlandse Zuivel Organisatie (Dutch Dairy Association) is the trade organisation for the entire Dutch dairy industry.
- **Sustainability programme:** title of the programme through which we want to incentivise our dairy farmers to make improvements in the fields of the environment, animal welfare and animal health, using a points system and an associated incentive premium.
- **ProTerra:** certification for the production and use of sustainable, non-genetically modified soy certified according to the international organisation ProTerra Foundation.
- **RSPO:** the Roundtable on Sustainable Palm Oil is an organisation that brings together stakeholders from 7 different sectors in the palm oil industry for the development and execution of global standards for sustainable palm oil.
- **SAI Platform:** The SAI platform brings together more than 120 companies and organisations that are global leaders in sustainable agriculture.
- **SDGs:** at the end of 2015, the UN established a new global sustainable development agenda for 2030. This agenda includes 17 Sustainable Development Goals (SDGs).
- **SMETA:** Sedex Members Ethical Trade Audit. Internationally recognised working conditions standard.
- **Soy lecithin:** a part of soy that is extracted from the fat fraction of soy and which Vreugdenhil uses to make milk powder more easily soluble in water.