



**Danish Crown**

# **Policy on carbon insetting**

# Our policy

## 1. Vision

Our vision is to become carbon neutral (net-zero) by 2050.

## 2. Scope

This policy defines the general principles for insetting carbon into Danish Crown's own value chain towards our 2050 net-zero target.

## 3. Our efforts to achieve the net-zero target

To reach the net-zero target by 2050, Danish Crown prioritises reducing greenhouse gas emissions throughout its value chain, and then covering the residual emissions by offsetting mechanisms. We do not offset our emissions by investing in typical external offset projects that are beyond our control and that do not positively impact our own supply chain, production or products. Instead, we focus on carbon insetting, where we implement carbon projects upstream or downstream within our own value chain. Danish Crown's carbon insetting projects adhere to the following principles:

- a) Carbon insetting projects/credits are situated in our own value chain. These projects could be carbon sequestration, carbon farming, carbon capture or carbon reduction.
- b) Carbon insetting projects follow the principles of additionality, no leak, full transparency, and minimum 10 years duration.
- c) Carbon insetting projects must be verified by a carbon offset standard recognised by ICROA or similar (VCS or Gold Standard).

Since 90 per cent of the emissions within Danish Crown's value chain are classified as Scope 3 and originate from farming and feed production, we prioritise projects supporting our cooperative owners and other farmers within the Danish Crown value chain. However, we also accept offset activities in other areas, as long as they comply with Danish Crown principles (e.g. restoring forests in Germany and Denmark).

## 4. Partnerships & Dialogue

Every year, we release a Danish Crown Sustainability Report, where we provide an update on our progress and initiatives in the different areas of sustainability, including carbon insetting projects. The report is publicly available on Danish Crown's website.