JOHNSON & JOHNSON PALM OIL USAGE

Palm Oil and Palm Kernel Oil Usage in Chemical Derivatives Supply Chains

About 0.1 percent of global palm oil eventually ends up being derived into ingredients used by Johnson & Johnson in its finished products. A majority of the Company's usage, around 45,000mt enters its upstream supply chains as a feedstock for complex chemical ingredients that are derived partly from palm oil. The Company is transitioning to Roundtable for Sustainable Palm Oil (RSPO) physically certified supply chain models where possible, and in the interim is using a mix of segregated and mass balance oils, while buying certificates for the remaining palm oil used in its upstream supply chains.

Johnson & Johnson's second largest usage, 36,500mt, is through ingredients derived from palm kernel oil. Palm kernel oil is the waste product from palm oil production crushed out of the inedible fruit nut that would otherwise be discarded.

Lastly, Johnson & Johnson purchases 8mt of refined palm oil from a distributor. All eight tons are RSPO Certified Mass Balance, which supports the sustainable production and introduction of palm oil into the market.