

## **SARB 26**

| Commitment             | https://jbsesg.com/our-environment/responsible-sourcing/  |
|------------------------|---|
| JBS Procurement Policy | https://jbs.com.br/wp-content/uploads/2023/10/Responsible-<br>Purchasing-Policy-of-JBS-Friboi-Suppliers.pdf |
| Reference Year         | 2023  |
| Scope                  | Legal Amazon  |

| Indicators  |        |  |
|---|--------|--|
| Percentage of monitored and traced slaughters up to direct suppliers <sup>1</sup>   | 100%   |  |
| Percentage of monitored and traced slaughters up to indirect suppliers <sup>2</sup> |        |  |
| Percentage of cattle slaughtered in compliance with SARB 26 <sup>3</sup>            | 62.41% |  |

## **Disclaimer**

- <sup>1</sup> Cattle heads from Direct Suppliers that are monitored in compliance with JBS Responsible Sourcing Policy
- <sup>2</sup> Cattle heads from Direct Suppliers engaged in monitoring Indirect Suppliers through the Livestock Transparent Platform
- <sup>3</sup> Direct Suppliers with monitoring of Indirect Suppliers, and both are compliant with JBS Responsible Sourcing Policy

## RISK MANAGEMENT OF DEFORESTATION IN THE BEEF SUPPLY CHAIN

JBS is committed to maintaining a supply chain free of illegal deforestation, focusing on enhancing monitoring and traceability mechanisms within our operations, enabling us to demonstrate that our suppliers comply with relevant legislation, as per our purchasing policy.

In the Legal Amazon, our purchases also adhere to the rules defined in the Unified Protocol for Monitoring Cattle Suppliers (Beef on Track Protocol). Regarding the monitoring of indirect suppliers, whose feasibility depends on the availability of public data and information provided by third parties, JBS contributes to addressing a sectoral challenge through the creation and use of a blockchain platform for sharing information from its supply chain.

JBS provides technical contributions to the Public Power, through trade associations such as the Brazilian Association of Meat Exporting Industries - ABIEC, in order to create policies and mechanisms that enable the traceability and comprehensive monitoring of the supply chain, in accordance with the best sustainability practices and the fight against illegal deforestation.



In the procurement of raw materials, JBS follows the principles of responsible sourcing, ensuring compliance with both the laws and regulations of the countries where it operates and the best practices of the sector. In the beef supply chain, JBS only does business with cattle suppliers that meet the rigorous social and environmental standards established by the company, ensuring the delivery of internationally recognized products.

## **Responsible Purchasing Policy of JBS Friboi**

Friboi, JBS' beef business in Brazil, does not acquire animals from farms or suppliers involved in:

- Deforestation in the Amazon biome, with or without authorization, with cut-off date of 07/22/2008:
- Unauthorized deforestation in the other biomes, with cut-off dates of 08/01/2019;
- Areas that overlap with Indigenous lands;
- Areas that overlap with Quilombola territories;
- Areas that overlap with Environmental Conservation Units,
- Areas embargoed due to deforestation;
- Slave-like working conditions;
- Reputational risks to JBS.

Regarding the monitoring of suppliers regarding embargoes due to illegal deforestation, as per lists maintained by state environmental agencies, JBS clarifies that the adoption of this criterion is done after such lists are publicly structured to facilitate their proper adaptation and compatibility with the company's monitoring system.