

[2017]

FAIR LABOR ASSOCIATION INDEPENDENT EXTERNAL MONITORING AGRICULTURAL REPORT

Company: Nestle Country: Ivory Coast Crop: Cocoa Production Process: Harvesting Cooperative: Bio Partnaire Assessment Locations: Région du Guémon, Préfecture de Duekoué Monitors: Societal Compliance Initiatives Assessment Dates: 05-13 Octobr 2017 Number of assessed farms: 60 Total area covered: 174 ha Number of farmers interviewed: 60 Total number of workers: 127 Number of workers interviewed: 42

To view more about the FLA's work with Nestle, please visit the FLA website <u>here</u>. To access the FLA Agriculture Monitoring Benchmarks, please visit <u>this page</u>.



Employment Relationship

Section	Benchmark	Compliance status	Farms
	ER.1.1	In compliance	
Human Resource Management	ER.2.1 (PR)	In progress	All farms
System	ER.2.1.1(PR)	In progress	All Farms
	ER.3.1	Risk of noncompliance	All farms
	ER.3.1.1	Risk of noncompliance	All farms
	ER.3.1.2	In compliance	
	ER.4	N/A	
	ER.5.1	N/A	
	ER.5.2	N/A	
	ER.5.3	In compliance	
	ER.6 (PR)	Not Initiated	All farms
Recruitment and Hiring	ER.7.1	In compliance	
	ER.7.2	In compliance	
	ER.7.3	In compliance	
	ER.7.4	In compliance	
	ER.7.5	In compliance	
	ER.7.6	In compliance	
	ER.7.7	In compliance	
	ER.7.8	In compliance	
	ER.9.1	In compliance	
	ER.9.2	0	
	ER.9.2.1	In compliance	
	ER.9.2.2	In compliance	
	ER.9.2.3	In compliance	
	ER.9.3	0	
	ER.9.3.1	In compliance	
	ER.9.3.2	In compliance	
Terms and Conditions	ER.9.3.3	In compliance	
Terms and conditions	ER.10	In compliance	
	ER.11		
	ER.12.1	In compliance In compliance	
	ER.12.1.1		
	ER.12.2	In compliance N/A	
	ER.12.2 ER.13.1		
		In compliance	
	ER.13.2 (PR)	N/A N/A	
	ER.13.3 (PR)		
	ER.15.1	In compliance	
	ER.15.2	N/A N/A	
	ER.15.2.1		
Administration	ER.16.1	In compliance	
	ER.16.2	In compliance	
	ER.17.2 (PR)	N/A	
	ER.17.3 (PR)	N/A	
	ER.17.4 (PR)	In compliance	
Worker Involvement	ER.18.1	In compliance	
Richt to One in the internet	ER.18.2 (PR)	In compliance	
Right to Organize and Bargain	ER.19	In compliance	
	ER.20.1	In compliance	
	ER.20.2	In compliance	
Work Rules and Discipline	ER.20.3 (PR)	In compliance	
	ER.20.4	In compliance	
	ER.20.6	In compliance	



	ER.20.7	In compliance	
	ER.20.8	In compliance	
	ER.20.9 (PR)	N/A	
	ER.20.11	In compliance	
Training	ER.21	In compliance	
	ER.24.1.	In compliance	
	ER.24.2 (PR)	In compliance	
	ER.24.3	In compliance	
	ER.24.4 (PR)	0	
	ER.24.4.1 (PR)	In compliance	
HSE Management System	ER.24.4.2 (PR)	In compliance	
	ER.24.4.3 (PR)	In compliance	
	ER.24.4.4 (PR)	Not Initiated	All farms
	ER.24.4.5 (PR)	Not Initiated	All farms
	ER.24.4.6 (PR)	Not Initiated	All farms
	ER.24.5 (PR)	In compliance	
	ER.25.1 (PR)	In compliance	
Grievance Procedures	ER.25.2 (PR)	In compliance	
Glievance Procedures	ER.25.3	Noncompliance	All farms
	ER.25.4	In compliance	

Employment Relationship Assessment Summary

Proof of Age Documentation

work towards collecting and maintain including long term and casual work	of age documentation for all young workers in the farm at the time of their employment and ining all documentation necessary to confirm and verify date of birth of all workers, kers. nable measures to ensure such documentation is complete and accurate.		
Findings/Noncompliance Explanation	During the assessment visit, six of the interviewed farmers reported to the monitors that they verify the identification documents of the workers before hiring them. But the 54 others said they only base their judgment on the morphology of the people who come to them when they need to recruit workers. In addition, none of the 60 farmers interviewed maintains the necessary documentation to justify and confirm the date of birth of all workers, even the long-term and casual ones.		
	Source: Interviews, observation and record review		
Company Action Plans:	 Cooperatives have a register of certified farmers that also list their workers. Together with the suppliers Nestlé will continue to raise awareness among cooperatives on important factors: 		
	 Annually updating the register of farmers, by including the ages of the workers. 		
	 Keeping a copy of workers' identity documents on file to maintain age verification documentation. 		
	\circ Having the farmers involve the delegates and the producer relays (PR) in the		
	recruitment of their permanent or temporary workers.		
	 For workers with no identity documents, and who are from the same village, two people from the community (i.e., branch delegate and village chief) should certify the worker's age orally or in writing. 		

	2. Raising farmer's awareness on workers' age verification and keeping a copy of age documentation.			
Deadline Date:	August 2019			
Grievance Procedures				
farmers and workers in the supply of	hall make sure that a confidential non-compliance reporting mechanism is available for chain (such as members of cooperatives or suppliers of seed organizers). Through this communicated to the company if the local and farm level grievance redress mechanisms fail in all farms			
Findings/Noncompliance Explanation	Nestlé published a confidential telephone number to allow anyone to contact the directly to report any grievance or non-compliance in their supply chain. Bu currently, this number remains inaccessible to farmers and workers in the visited run areas. To reach the final recipient, the call must pass through at least three levels of interlocutors. Moreover, the language of communication is English, and is, therefor not understood by farmers or workers. In addition, the phone number is accessib only through landlines, which are rarely available in rural areas, including the communities visited. According to the head of the Nestlé Internal Monitoring System actions are underway to address this issue. But for the time being, no operation mechanism is available for the use of farmers and workers. <u>Source:</u> Interviews, record review, telephone test			
	1 Nestlá will och eight more geoperatives to establish suggestion haves in			
Company Action Plans:	 Nestlé will ask eight more cooperatives to establish suggestion boxes in a branches and warehouses and to raise the awareness of farmers and workers on functioning grievance mechanism. In order to test an alternative grievance mechanism. Nestlé cooperatives w 			
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Company Action Plans:	 branches and warehouses and to raise the awareness of farmers and workers on functioning grievance mechanism. In order to test an alternative grievance mechanism, Nestlé cooperatives w involve the RCs in the anonymous collection of complaints. These complaints are analyzed at cooperative level and an action plan is developed to respond. Currently we have this alternative in two cooperatives. 			

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Child Labor

Section	Benchmark	Compliance status	Farms
General Compliance	CL.1	Noncompliance	Farms 2,3,6,11,13,15,16,20,21
Minimum Age	CL.2	In compliance	
Immediate Family Members	CL.3	Noncompliance	Farms 2,3,6,11,13,15,16,20,21
Right to Education	CL.4.1 (PR)	In compliance	
	CL.5	In compliance	
Young Workers	CL.6.1	In compliance	
	CL.6.2	Risk of Noncompliance	All Farms



	CL.7	Noncompliance	Farms 3,13,15,16,20,21
Apprenticeships and Vocational	CL.8.1 (PR)	In compliance	
Training	CL.8.2 (PR)	In compliance	
Children on Premises	CL.9	In compliance	
Removal and Rehabilitation of	CL.10.1	In compliance	
Child Laborers	CL.10.2 (PR)	In compliance	

Child Labor Assessment Summary

General Compliance / In	nmediate Family Members	
procedures concerning the prohibition CL.3: In accordance with national linvolved in light work on their parent o The work is not dangerous and o The work does not prejudice to during holidays	aws and ILO Convention 138, children of farmers not younger than 12 years may be nts' farm provided that: Ind not harmful to their health or development; their attendance at school and is done within reasonable time limits after school or e child's age and physical condition and does not jeopardize the child's social, moral or	Noncompliance in Nine farms
Findings/Noncompliance Explanation	On all the assessed farms, the monitors did not meet any cases of hird at the time of the assessment. However, they have identified of violations of national laws and international conventions on child provisions on schooling and hazardous work. Monitors identified between the ages of 11 and 14 and eight teenagers between the age They all work in the family context and participate in all production farms. These activities include those presented as dangerous by Iv such as weeding with a machete. Regarding the four children, one if one other refuses to continue school and the last two were removed their mother because of lack of financial means. <u>Source:</u> observation, record review, interviews	on some farms, labor, including d four children es of 16 and 18. activities on the orian legislation s out of school,
Company Action Plans:	 Since 2017, there have been two new law decrees on hazardous work With these changes, producer training and awareness tools are being of Through the CLMRS: ASR and RC are being trained on two new law decrees and new tools. We will continue the refreshing and training of all Nestlé part law on child labor. We will continue to raise awareness of child labor among farm workers. Regarding identified children, in cooperation with the cooperative, we monitor their conditions. 	updated. v awareness ners on the new ers and their
Deadline Date:	December 2018	
Young Workers		

Benchmarks:

CL.6.2: Employers shall maintain a list of all young workers, their entry dates, proof of age and description of their assignment.

Risk of Noncompliance in all farms Noncompliance

CL.7: No person under the age of 18 shall undertake hazardous work, i.e., work which, by its nature or the circumstances in which



limited to, the application of agricult lifting or moving of heavy materials	health, safety or morals of persons under the age of 18. Such work includes, but is not tural chemicals, pesticides, and fertilizers, use of farm equipment tools and machinery, or goods, or carrying out hazardous tasks such as underground or underwater or at erformed by a young worker must be supervised by an adult.			
Findings/Noncompliance Explanation	During the assessment, monitors did not meet any hired young workers in the visited farms apart from the young workers who are members of the farmer's family. Farmers do not keep any list of young workers. However, they told the monitors that they had never received specific recommendations stating that in case of employment of young worker, they should keep a list, with evidence of age justification. In addition, the monitors found evidence that young workers, family members of the farmers, were involved in hazardous work such as harvesting and weeding, in violation of the requirements on child labor. They even observed some children working on the farms at the time of the assessment.			
Company Action Plans:	 Nestlé will engage with two cooperatives to have farmers record a list of workers of all farmers including young and pregnant workers, if any. 			
	2. The farmers will keep a copy of the list of their workers including young and pregnant workers at farm level.			
	3. The cooperatives will raise farmers' awareness of workers' age verification and keeping a copy of age documentation.			
	4. For workers with no identity documents, and who are from the same village, two people from the community (i.e., branch delegate and village chief) should certify the worker's age orally or in writing.			
	5. This program, if successful, will be extended to other suppliers and cooperatives.			
	6. Since 2017, there have been two new law decrees on hazardous work and light work. Faced with these changes, producer training and awareness tools are being updated. Through the CLMRS:			
	 ASR and RC are being trained on two new law decrees and new awareness tools. 			
	• We will continue the refreshing and training of all Nestlé partners on the new law on child labor.			
	 We will continue raising awareness of child labor among farmers and their workers. 			
	7. Regarding the children, in cooperation with the cooperative, we continue the monitoring of their conditions.			
Deadline Date:	August 2019			



Health, Safety and Environment

Section	Benchmark	Compliance status	Farms
General Compliance	HSE.1.	Noncompliance	Farms 1,6,15,17,18,21,29,44,47,59,60
Documents, Permits and Certificates	HSE.2 (PR)	In compliance	
	HSE.3.1	N/A	
	HSE.4 (PR)	In compliance	
Evacuation Requirements and Procedure	HSE.5.1 (PR)	In compliance	
	HSE.5.2	Noncompliance	All Farms
	HSE.6.1 (PR)	Not Initiated	All Farms
Safety Equipment and First Aid	HSE.6.2 (PR)	Not Initiated	All Farms
	HSE.16.3 (PR)	Not Initiated	All Farms
	HSE.7 (PR)	In Progress	All Farms
Personal Protective Equipment	HSE.8	In compliance	
	HSE.9.1	In compliance	
	HSE.9.2	N/A	
Chemical Management	HSE.9.2.1	N/A	
-	HSE.10	Noncompliance	Farms 1,15,55,59,60
	HSE.11.1	In compliance	
	HSE.11.2	In compliance	
Ducto ation Donne ductive Lloolth	HSE.12.1	In compliance	
Protection Reproductive Health	HSE.12.2 (PR)	In compliance	
	HSE.13 (PR)	N/A	
	HSE.17.1	Noncompliance	Farms 1 to 20
Infrastructure	HSE.17.2 (PR)	N/A	
	HSE.19 (PR)	In compliance	
	HSE.21 (PR)	In compliance	
	HSE.22 (PR)	N/A	
	HSE.14.1	Noncompliance	Farms 17,29
	HSE.14.2	Noncompliance	Farms 3,44,59,60
Machinery Safety	HSE.14.3	N/A	
	HSE.14.4	In compliance	
Ergonomics and Medical	HSE.15.2 (PR)	Not Initiated	All Farms
Facilities	HSE.16.2	Noncompliance	All Farms



HSE Assessment Summary

General Compliance / Chemical Training / Machinery Safety

Benchmarks: HSE.1: Employers shall comply with all national laws, regulations and procedures concerning health, safety, and the environment. Noncompliance HSE.10: Workers shall receive training, appropriate to their job responsibilities, concerning the hazards, risks and the safe use of chemicals and other hazardous substances. in Eleven Farms HSE.14.1: All production machinery, equipment and tools shall be properly guarded and regularly maintained. HSE.14.2: Where appropriate, workers shall receive training in the proper use and safe operation of machinery, tractors, equipment and tools they use. **Findings/Noncompliance** The visited company trains applicators who are responsible for agrochemical **Explanation** treatment of farmers' farms. However, some farmers, as it has been noted on five farms, carry out the chemical treatment of their farms themselves without adequate training. In four other farms, the monitors observed the presence of empty pesticide containers. Finally, in the yard of one farmer, as well as on the farm of one other, the monitors observed machines for agrochemical product application that were within the reach of children. All of these constitute violations of the health, safety and environmental requirements of the company. Source: interviews, observation **Company Action Plans:** 1. As part of the CLMRS, the farmers/workers and their families have been trained by the RCs on a module of risks associated with the use of phytosanitary and pharmaceutical products. These awareness-raising actions will continue within communities and families. 2. The flyers and posters on the Nestlé Code of Conduct contain images on the use of phytosanitary products and proper equipment. 3. The cooperative has a team of eight sprayers with personal protective equipment, who are trained on the rational use of agrochemicals and farm treatment. This number will be increased to 32. 4. Awareness-raising sessions will be conducted by the lead farmers and the RCs to educate farmers and their laborers on: • the use of the applicators of the cooperative for the agrochemical treatment of farms; the importance of the proper storage of spraying machines and the proper management of empty chemical containers. 5. Code of conduct will emphasize on the safe use of chemicals and collection of

empty containers. These recommendations are reported against when a nonconformity is identified. The cooperative has to put proper measures in place in cases of non-compliance.

6. In addition, Nestlé has developed a video related to the use of Argo chemicals. These videos will be shown in the villages and will serve as a basis for raising the awareness of the farmers.

- 7. Nestlé will ask two cooperatives who will be trained with the digital material to implement a process to report on the presence of empty containers during internal inspection.
- 8. In addition to certification audits, we will also pilot the monitoring aspect in two



Deadline Date:	August 2019			
Evacuation Requiremen	ts and Procedure			
Benchmarks: HSE.5.2: Where appropriate, worker	rs shall be trained in evacuation procedures at least once per year.	Noncomplianc in all farms		
Findings/Noncompliance Explanation	Although the assessed farms are not closed areas that require an ever can be noted that bushfires are common and can at any time s workers and members of their families on the farms, or even in the this, the monitors note that no worker or farmer is able to demonstra- any evacuation procedure appropriate to this specific context.	urprise farmer camps. Despit		
	Source: interviews, observation			
Company Action Plans:	As part of the CLMRS, the module on bushfire, provided by the RCs to farmers/workers and their families, considers this issue. These awarer actions will continue within the communities and families.			
	In addition, Nestlé will develop a series of videos, one of which will focus on bushfire. This video will be shown in some sections as a test and will serve as a basis for raising the awareness of the farmers. Depending on its success we will extend the video to other communities and cooperatives.			
Deadline Date:	August 2019			
Access to Water				
Benchmarks: HSE.17.1: Safe and clean potable wa workplace. For farm settings in wate shall work with local authorities and wellbeing of hired and family work	ater for drinking shall be freely available at all times, within reasonable distance of the er-stressed regions where access to potable water is not always guaranteed, employers d other partners to provide clean water in sufficient volume and quality to guarantee the ers.			
Benchmarks: HSE.17.1: Safe and clean potable wa workplace. For farm settings in wate shall work with local authorities and	er-stressed regions where access to potable water is not always guaranteed, employers d other partners to provide clean water in sufficient volume and quality to guarantee the	provide drinkin es visited, wher mp, there is n		
Benchmarks: HSE.17.1: Safe and clean potable wa workplace. For farm settings in wate shall work with local authorities and wellbeing of hired and family work Findings/Noncompliance	er-stressed regions where access to potable water is not always guaranteed, employers d other partners to provide clean water in sufficient volume and quality to guarantee the ters. The monitors note that globally, access to drinking water is guarantee visited. Two of the communities visited have village pumps that p water for farmers and workers. However, in one of the communities people source water only from wells due to lack of a village pump	in twenty farm eed in the regio provide drinkin es visited, wher mp, there is n		
Benchmarks: HSE.17.1: Safe and clean potable wa workplace. For farm settings in wate shall work with local authorities and wellbeing of hired and family work Findings/Noncompliance	er-stressed regions where access to potable water is not always guaranteed, employers d other partners to provide clean water in sufficient volume and quality to guarantee the ters. The monitors note that globally, access to drinking water is guarantee visited. Two of the communities visited have village pumps that p water for farmers and workers. However, in one of the communities people source water only from wells due to lack of a village pump awareness program on water sanitation for farmers and their workers	in twenty farm eed in the regio provide drinkin es visited, wher mp, there is n c. eness among		
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Benchmarks: HSE.17.1: Safe and clean potable wa workplace. For farm settings in wate shall work with local authorities and wellbeing of hired and family work Findings/Noncompliance Explanation	 er-stressed regions where access to potable water is not always guaranteed, employers d other partners to provide clean water in sufficient volume and quality to guarantee the ters. The monitors note that globally, access to drinking water is guarantee visited. Two of the communities visited have village pumps that provide the ters and workers. However, in one of the communities people source water only from wells due to lack of a village pump awareness program on water sanitation for farmers and their workers. Source: interviews, observation Nestlé will send an email to the cooperatives to continue raising aware farmers, workers, and their families on water purification techniques, water before drinking it. In addition, Nestlé will develop a series of videos, of which one will reliteratment. These videos will be shown in the sections and will serve at a series of videos. 	in twenty farm eed in the regio provide drinkin es visited, when mp, there is n s. eness among including boilin		
Benchmarks: HSE.17.1: Safe and clean potable was workplace. For farm settings in wate shall work with local authorities and wellbeing of hired and family work Findings/Noncompliance Explanation	er-stressed regions where access to potable water is not always guaranteed, employers d other partners to provide clean water in sufficient volume and quality to guarantee the ters. The monitors note that globally, access to drinking water is guarantee visited. Two of the communities visited have village pumps that p water for farmers and workers. However, in one of the communitie people source water only from wells due to lack of a village pum awareness program on water sanitation for farmers and their workers. Source: interviews, observation Nestlé will send an email to the cooperatives to continue raising aware farmers, workers, and their families on water purification techniques, water before drinking it. In addition, Nestlé will develop a series of videos, of which one will rel treatment. These videos will be shown in the sections and will serve as raising farmers' awareness of the issue.	in twenty farm eed in the regio provide drinkin es visited, when mp, there is n s. eness among including boilin		

local medical officer's contact address available to the workers. In the case of a medical emergency, e.g., injury or sudden



illness, growers will not unreasonabl	y delay allowing a worker to have access to medical treatment.		
Findings/Noncompliance Explanation	Access to health is a challenge in all rural areas in Côte d'Ivoire, including in the communities visited during the assessment. Only one of the three visited communities have a rural health center. In the other two, the inhabitants have to travel between six and seven kilometers to receive care in the neighboring villages that have health centers. Despite this fact, no first aid kit is available to farmers and workers to face their health emergencies. <u>Source:</u> interviews, observations		
Company Action Plans:	 Nestlé will send an email to all NCP cooperatives to emphasize the importance of: Providing all the sections with first aid kits, Identifying focal points and training them on health and safety in each section, RC and PR continuing to raise awareness of first aid kits to farmers and farm workers. 		
Deadline Date:	December 2018		

Compensation

Section	Benchmark	Compliance status	Farms
	C.1.1	Noncompliance	Farms 21,29,33,34,36,46,47,49,52,57,59
Conoral Compliance	C.1.2	Noncompliance	Farms 21,29,33,34,36,46,47,49,52,57,59
General Compliance	C.1.3	In compliance	
	C.1.4 (PR)	In compliance	
	C.2.1	Risk of Noncompliance	Farms 6,41,60
	C.2.2	N/A	
Minimum Wage/Fair	C.2.3	In compliance	
Compensation	C.2.5 (PR)	Not Initiated	All Farms
	C.2.6 (PR)	Not Initiated	All Farms
	C.3	In compliance	
Farmer/Producer Income	C.4 (PR)	In Progress	All Farms
	C.6	In compliance	
	C.7.1	In compliance	
Wage Payment and Calculation	C.7.2	In compliance	
	C.7.3 (PR)	Not Initiated	All Farms
	C.7.4 (PR)	In compliance	



1	1		
	C.7.5	In compliance	
	C.8.1	In compliance	
	C.8.2	In compliance	
	C.8.3	N/A	
	C.8.4 (PR)	N/A	
	C.9 (PR)	N/A	
	C.10.1	N/A	
	C.10.1.1	N/A	
	C.10.2	N/A	
	C.10.3	N/A	
	C.11.1.1	In compliance	
	C.11.1.2	In compliance	
Workers Awareness	C.11.1.3	In compliance	
workers Awareness	C.11.1.4	In compliance	
	C.11.1.5	In compliance	
	C.13 (PR)	Not Initiated	All Farms
Fringe Benefits	C.12.1	Noncompliance	
	C.12.2 (PR)	In compliance	
	C.12.3	Risk of Noncompliance	
	C.12.4	Risk of Noncompliance	
	C.12.5	Noncompliance	

Assessment Summary

General Compliance / Fringe Benefits							
Benchmarks: C.1.1: Employers shall comply with a concerning the payment of compens C.1.2: Other than lawfully required d written consent of the worker. Finar C.12.1: All workers have a right to us C.12.5: Employers must be able to d C.12.3: Employers must provide good C.12.4: Deductions for services to wo	Noncompliance in Eleven Farms						
Findings/Noncompliance Explanation	No interviewed worker revealed to the monitors a deduction from employer. However, at the supplier (trader) level, some grievances re deductions have been registered. The coaches of the company r monitors that a deduction of 15,000 FCFA is made from their reimbursement of their work motorcycle, so that they become the ov of the process. However, even if they agree with the deduction, they h	lated to abusive eported to the salary for the vners at the end					

In addition, farmers in one of the visited communities denounced a retention of 15 FCFA on their certification premium, which represents a shortfall of 37.5%. They receive 25F FCFA/kg instead of 40 FCFA/kg set in the agreement. In the three visited communities, some farmers also denounce abusive deduction made by the supplier on their income for the reimbursement of fertilizer. These fertilizers were provided to farmers in the context of a project initiated by the supplier and its partners. According to the farmers concerned, the levies are not made in accordance with the terms of the initial agreement, which states that the reimbursement would be spread over two

any information on the amount of the motorcycle's purchase and the duration of this

deduction.



	years.								
	Source: interviews, observation, record review								
Company Action Plans:	 With the tier 1 supplier, Nestlé is monitoring the situation. In the knowledge that lack of information is the main problem, the cooperative committed to: Raising employees' and all farmers' awareness on existing projects. 								
	- Explaining the conditions of each project's implementation to the farmers, and gaining their consent before involving them in the projects.								
	For the coaches, Nestlé will ask the supplier to clarify the amount of the deductions and the duration.								
Deadline Date:	December 2019								
Minimum Wage/Fair Co	mpensation								
to Collective Bargaining Agreements Hourly or daily compensation shall wage, or the wage pursuant to Colle	At least the legal minimum wage, the prevailing industry sector wage, or the wage pursuant is that are in force, whichever is higher, for regular working hours (not including overtime). be calculated based on the basis of the legal minimal wage, the prevailing industry sector ective Bargaining Agreements that are in force, whichever is higher. Workers should also be e legal minimum wage applicable to them.								
Findings/Noncompliance Explanation	On the visited farms, farmers pay their hired workers at least the prevailing wage, which is practiced in the region for their sector of activity. However, these wages may be lower than the legal minimum wage for workers in the agricultural sector if farmers are not providing in-kind benefits such as housing, food, and support in cases of illness. It can be noted that it would be difficult for farmers to pay higher wages to their hired workers given the low level of their own income and the high fluctuation of cocoa price. Solutions to improve the income of farmers must be found before workers' compensation can be increased.								
	Source: interviews, record review								
Company Action Plans:	1. Since 2009, Nestlé is implementing projects through the better farming pillar to increase farmers' productivity. In this pillar we have currently:								
	• The cocoa nurseries project: more than 10.5 million cocoa plantlets with high- yield have been distributed to farmers since 2009 to improve their income.								
	• The demo plots project: currently we have 12 demonstration farms operating to good agricultural practices.								
	• The establishment of 10 professional pruning gangs in cooperatives trained by our agronomists to help farmers implement pruning techniques.								
	 The Elite Farmer Project: 70 elite farmers are being trained in good agricultural practices and entrepreneurial skills. They serve as examples in good agriculture practices of their peers. 								
	2. Nestlé will:								
	• Continue to train them in good agricultural practices,								
	 Increase awareness during farm workers' training. 								
	3. In addition, Nestlé is developing a series of videos. Some of the videos focus on good agriculture practices, they are to be shown in the sections.								



Deadline Date:

August 2019

Overview - Farms vs. Non-compliances

Total number of Farms: 60

	Employment Relationship	Non-discrimination	Harassment or Abuse	Forced Labor	Child Labor	Freedom of Association and Collective Bargaining	Health, Safety and Environment	Hours of Work	Compensation	Total
% of farms with non- compliances or risk of non-compliances	100%	0%	0%	0%	100%	0%	100%	0%	23%	
Farm 1	3	0	0	0	1	0	5	0	0	9
Farm 2	3	0	0	0	3	0	3	0	0	9
Farm 3	3	0	0	0	4	0	4	0	0	11
Farm 4	3	0	0	0	1	0	3	0	0	7
Farm 5	3	0	0	0	1	0	3	0	0	7
Farm 6	3	0	0	0	3	0	4	0	1	11
Farm 7	3	0	0	0	1	0	3	0	0	7
Farm 8	3	0	0	0	1	0	3	0	0	7
Farm 9	3	0	0	0	1	0	3	0	0	7
Farm 10	3	0	0	0	1	0	3	0	0	7
Farm 11	3	0	0	0	3	0	3	0	0	9
Farm 12	3	0	0	0	1	0	3	0	0	7
Farm 13	3	0	0	0	4	0	3	0	0	10
Farm 14	3	0	0	0	1	0	3	0	0	7
Farm 15	3	0	0	0	4	0	5	0	0	12
Farm 16	3	0	0	0	4	0	3	0	0	10
Farm 17	3	0	0	0	1	0	5	0	0	9
Farm 18	3	0	0	0	1	0	4	0	0	8
Farm 19	3	0	0	0	1	0	3	0	0	7
Farm 20	3	0	0	0	4	0	3	0	0	10
Farm 21	3	0	0	0	4	0	3	0	2	12
Farm 22	3	0	0	0	1	0	2	0	0	6
Farm 23	3	0	0	0	1	0	2	0	0	6
Farm 24	3	0	0	0	1	0	2	0	0	6
Farm 25	3	0	0	0	1	0	2	0	0	6
Farm 26	3	0	0	0	1	0	2	0	0	6
Farm 27	3	0	0	0	1	0	2	0	0	6
Farm 28	3	0	0	0	1	0	2	0	0	6



Farm	29	3	0	0	0	1	0	4	0	2	10
Farm	30	3	0	0	0	1	0	2	0	0	6
Farm	31	3	0	0	0	1	0	2	0	0	6
Farm	32	3	0	0	0	1	0	2	0	0	6
Farm	33	3	0	0	0	1	0	2	0	2	8
Farm	34	3	0	0	0	1	0	2	0	2	8
Farm	35	3	0	0	0	1	0	2	0	0	6
Farm	36	3	0	0	0	1	0	2	0	2	8
Farm	37	3	0	0	0	1	0	2	0	0	6
Farm	38	3	0	0	0	1	0	2	0	0	6
Farm	39	3	0	0	0	1	0	2	0	0	6
Farm	40	3	0	0	0	1	0	2	0	0	6
Farm	41	3	0	0	0	1	0	2	0	1	7
Farm	42	3	0	0	0	1	0	2	0	0	6
Farm	43	3	0	0	0	1	0	2	0	0	6
Farm	44	3	0	0	0	1	0	5	0	0	9
Farm	45	3	0	0	0	1	0	2	0	0	6
Farm	46	3	0	0	0	1	0	2	0	2	8
Farm	47	3	0	0	0	1	0	3	0	2	9
Farm	48	3	0	0	0	1	0	2	0	0	6
Farm	49	3	0	0	0	1	0	2	0	2	8
Farm	50	3	0	0	0	1	0	2	0	0	6
Farm	51	3	0	0	0	1	0	2	0	0	6
Farm	52	3	0	0	0	1	0	2	0	2	8
Farm	53	3	0	0	0	1	0	2	0	0	6
Farm	54	3	0	0	0	1	0	2	0	0	6
Farm	55	3	0	0	0	1	0	2	0	0	6
Farm	56	3	0	0	0	1	0	2	0	0	6
Farm	57	3	0	0	0	1	0	2	0	2	8
Farm	58	3	0	0	0	1	0	2	0	0	6
Farm	59	3	0	0	0	1	0	5	0	2	11
Farm	60	3	0	0	0	1	0	5	0	1	10
TOTAL		180	0	0	0	84	0	162	0	25	451