

# INDEPENDENT SOCIO-ECONOMIC & ENVIRONMENTAL IMPACT REPORT



## ILLOVO SUGAR AFRICA

As the continent's biggest sugar producer, Illovo Sugar Africa has extensive and diversified operations in six African countries, manufacturing more than 1.5 million tons of sugar annually, together with a range of downstream products and renewable power from cane supplied by its own agricultural operations and independent local growers. The Group is a wholly-owned subsidiary of Associated British Foods plc (ABF), a diversified international food, ingredients, and retail group operating in 53 countries, which is listed on the London Stock Exchange. 91% of its own energy requirements are generated from renewable fuels.

 **R18.94BN**  
TOTAL REVENUE

PRODUCTION OUTPUT STRONGLY SUPPORTED BY 'ROUTE TO MARKET' COMMERCIAL STRATEGY, PARTICULARLY IN ZAMBIA AND MALAWI.

 **R411.3BN**  
CAPITAL EXPENDITURE

FOCUS ON OPERATIONAL EFFICIENCY AND **LONG-TERM SUSTAINABILITY**

### SUGAR MARKET LEADER TOTAL ECONOMIC IMPACT



 **R5.4BN**  
TOTAL TAXES PAID  
**R1.2BN** DIRECT TAX

- ▶ **KEY THEMES:** CLIMATE CHANGE & ENVIRONMENTAL SUSTAINABILITY/ SOCIALLY CONNECTED BUSINESSES/ ECONOMIC CONTRIBUTION & PERFORMANCE EXCELLENCE
- ▶ **GROUP MAINTAINS PRODUCTION OUTPUT DURING COVID TO ENSURE CONSISTENT SUPPLY TO CONSUMERS AND CUSTOMERS**
- ▶ GOVERNANCE / COMPLIANCE FOCUSED & ETHICAL SUPPLY CHAIN

**COMMUNITY CONNECTED**  
SOCIAL IMPACT

#### LOCAL ECONOMIC DEVELOPMENT

 **44 273** DIRECT JOBS CREATED, SUPPORTING **435 652** LIVES


**R2.9BN** PAID IN  
▶ WAGES  
▶ SALARIES  
▶ BENEFITS



**12 109** PERMANENT EMPLOYEES  
**13% WOMEN**  
**23% OF MANAGEMENT**  
FOCUS ON INCREASING NUMBER OF **WOMEN EMPLOYEES** VIA TARGETS SET BY BUSINESSES


LOST TIME/ACCIDENT FREQUENCY RATE = **0.07**  
R2.99M INVESTED IN SAFETY TRAINING  
**R213.5** TO TRAIN **1 381** EMPLOYEES

 **24 948** GROWERS OF WHICH **24 460** ARE SMALL-SCALE FARMERS

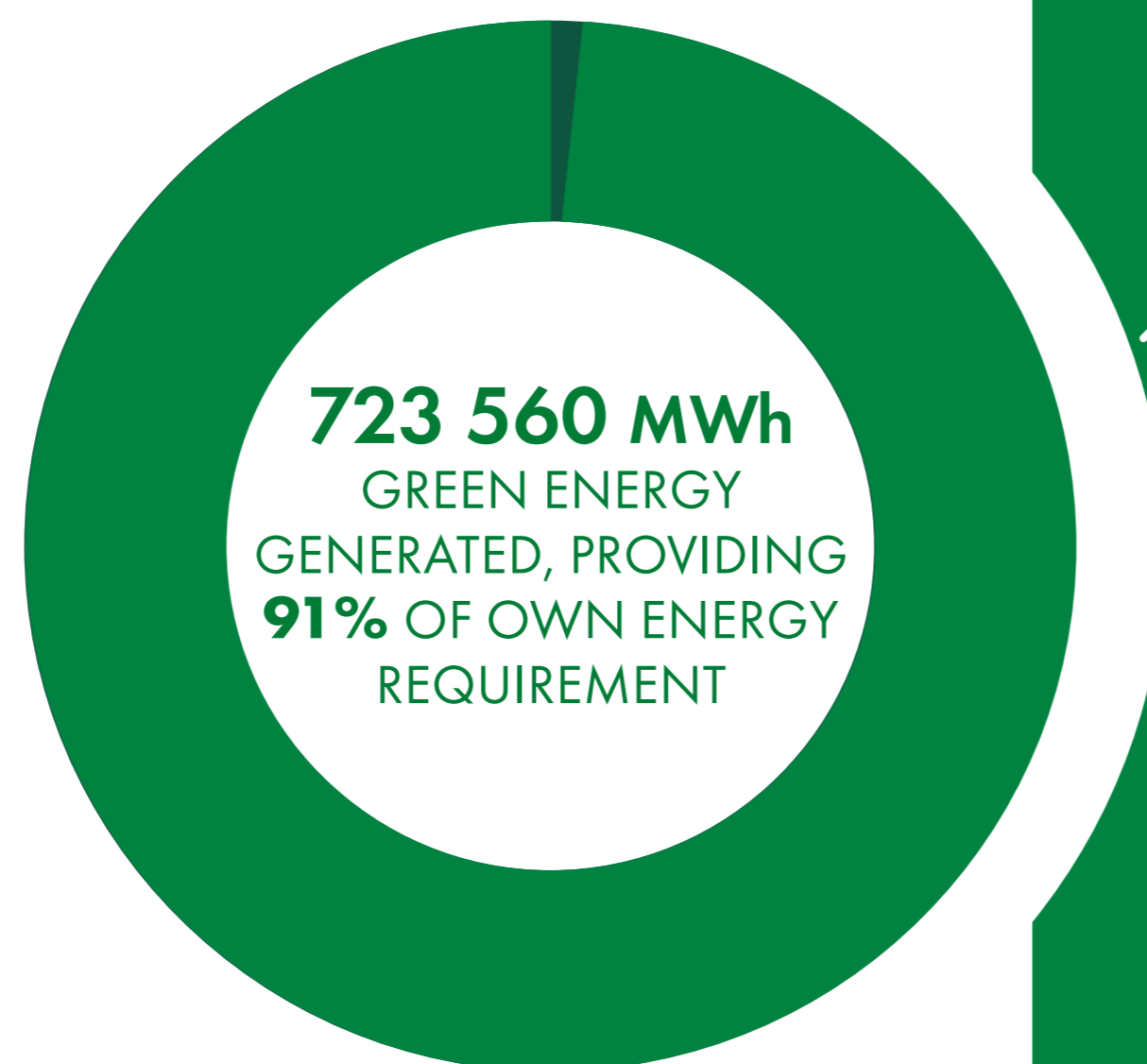
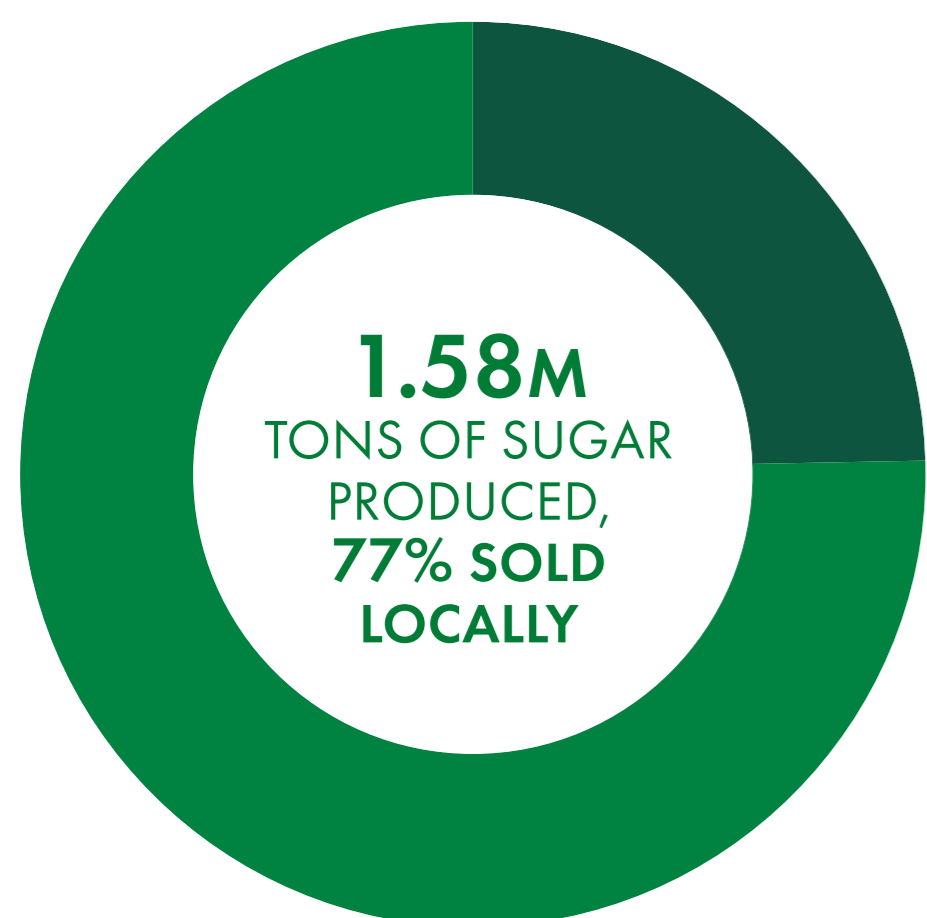
 **R13.9BN** SPENT ON PROCUREMENT  
**5.7BN** SPENT ON CANE FROM LOCAL GROWERS  
**R6.7BN** ON DOMESTIC NON-CANE PROCUREMENT


**R91.3M** COMMUNITY SPEND



 **17 145** COVID-19 VACCINES ADMINISTERED TO EMPLOYEES & DEPENDENTS UNDER VOLUNTARY GROUP PROGRAMME

### VALUE & QUALITY-DRIVEN INDUSTRY




 **1.5%** ↓  
IN SCOPE 1 & 2 EMISSIONS  
FOCUS ON **ENERGY EFFICIENCY INITIATIVES**

- ▶ **83 128 MWh** OF GREEN ENERGY EXPORTED TO **3 NATIONAL GRIDS**
- ▶ ↑ IMPLEMENTATION OF GREEN CANE HARVESTING TO REDUCE EMISSIONS FROM CANE BURNING BEFORE HARVEST

### SUSTAINABLE AGRICULTURE

 **14.4M** TONS CANE PROCESSED **WITH 59%** SUPPLIED BY GROWERS

 WATER EFFICIENT **DRIP IRRIGATION** DEPLOYED ACROSS 5% OF COMPANY- OWNED LAND  
WITH MULTI-YEAR PLANS APPROVED TO FURTHER INSTALL DRIP AND/OR OTHER **LOW LOSS** IRRIGATION SYSTEMS



SIGNIFICANT INVESTMENTS IN **SUSTAINABLE AGRICULTURE** RESEARCH AND IMPROVEMENTS

- ▶ FOCUS ON SOIL HEALTH, SUB-SURFACE WATER DRAINAGE, REDUCING CARBON EMISSIONS & WATER USAGE AND CHEMICALS USAGE

**9 136** GROWERS EDUCATED ON **SUSTAINABLE AGRICULTURE** THROUGH **GROWER DEVELOPMENT PROGRAMMES** INCLUDING CLIMATE CHANGE ADAPTATION



Source: Independent Socio-Economic and Environmental Impact Assessment conducted by Corporate Citizenship part of SLR for Illovo Sugar Africa for the financial year to 31 August 2021. (Average Exchange Rates FY'21: Rand/USD 16.16)