

Statement on EU regulation 2023/1115 (the EUDR)

Volac Wilmar Feed Ingredients Ltd. (VWFI) has been supplying products globally as per our Palm Oil Sustainability policy ([VWFI Palm Oil Sustainability Policy](#)). As such we support the objective of the European Union's regulation on deforestation (EUDR) 2023/1115 to stop deforestation and forest degradation. The products that are in scope of the EUDR ([Regulation](#)) are listed in Annex I of said EU regulation. The VWFI product portfolio includes products that fall under Annex I of the EUDR, as well as products that are not in scope. The tables below outline this distinction.

	... made of a commodity listed in Annex I	... <u>not</u> made of a commodity in Annex I
Relevant product listed in Annex I...	Subject to the EUDR	<u>Not</u> subject to EUDR
Other product <u>not</u> listed in Annex I...	<u>Not</u> subject to EUDR	<u>Not</u> subject to EUDR

Source: https://green-business.ec.europa.eu/deforestation-regulation-implementation/scope_en#what-products-are-included-in-the-regulation

Relevant Products from Annex I	Volac Wilmar Feed Ingredients Ltd.	Subject to the EUDR
2915 70 Palmitic acid, stearic acid, their salts and esters	Mega-Fat Extra	Yes
3823 11 Stearic acid, industrial	Mega-Energy	Yes
3823 19 Industrial monocarboxylic fatty acids; acid oils from refining (excluding stearic acid, oleic acid and tall oil fatty acids)	Mega-Fat 88	Yes
230990 Preparations of a kind used in animal feeding: other	Megalac, Megalac 2.0, Mega-Max, Mega-Max 2.0, Mega-Fat 70	No



While there remains quite some ambiguity about the implementation of this Regulation, VWFI is actively engaging with our suppliers and making our supply chain ready to comply with the EUDR by the implementation date (30 December 2024). Once implemented, VWFI will share the Due Diligence Statement (DDS) reference number and security token with you as our customers at delivery level, considering the following cases:

1. you trade or transform the product supplied by VWFI (with HS code in Annex I) but you classify as an SME (as per article 3 of [Directive 2013/34/EU](#)). From this point the EUDR will not be applicable, and enforcement stops here.
2. you transform the product supplied by VWFI (with HS code in Annex I) into a product with a new HS code not in Annex I. From this point the EUDR will not be applicable for this new product and enforcement stops here.
3. you transform the product supplied by VWFI (with HS code in Annex I) into a product with a new HS commodity code in Annex I. The EUDR will be applicable for this product.
4. you trade the product supplied by VWFI (with HS code in Annex I) without any transformation. The EUDR will be applicable for this product.

Furthermore, the EUDR will not be applicable for:

Relevant products that you receive from VWFI, after 30 December 2024, but that has been imported into the EU-27 market before 30 December 2024.

Relevant products that you receive from VWFI with delivery location outside the EU-27 market.

VWFI is actively working to ensure compliance with the EUDR and to remain a preferred supplier in the EU-27 market. Additionally, VWFI continues to be a preferred supplier for markets beyond the EU.

Please check the official [EU website](#) regularly for updates. If you have any further questions, kindly reach out to your regular contacts.