
Breakout Session 7:

Putting social due diligence into practice at farm level – How collective and data-driven action drives better results for workers and industry



**SCALING UP THE SUSTAINABLE PALM OIL
VALUE CHAIN THROUGH COLLECTIVE ACTION**



Putting social due diligence into practice at farm level - How collective and data-driven action drives better results for workers and industry:

LatAm updates + Smallholder inclusion

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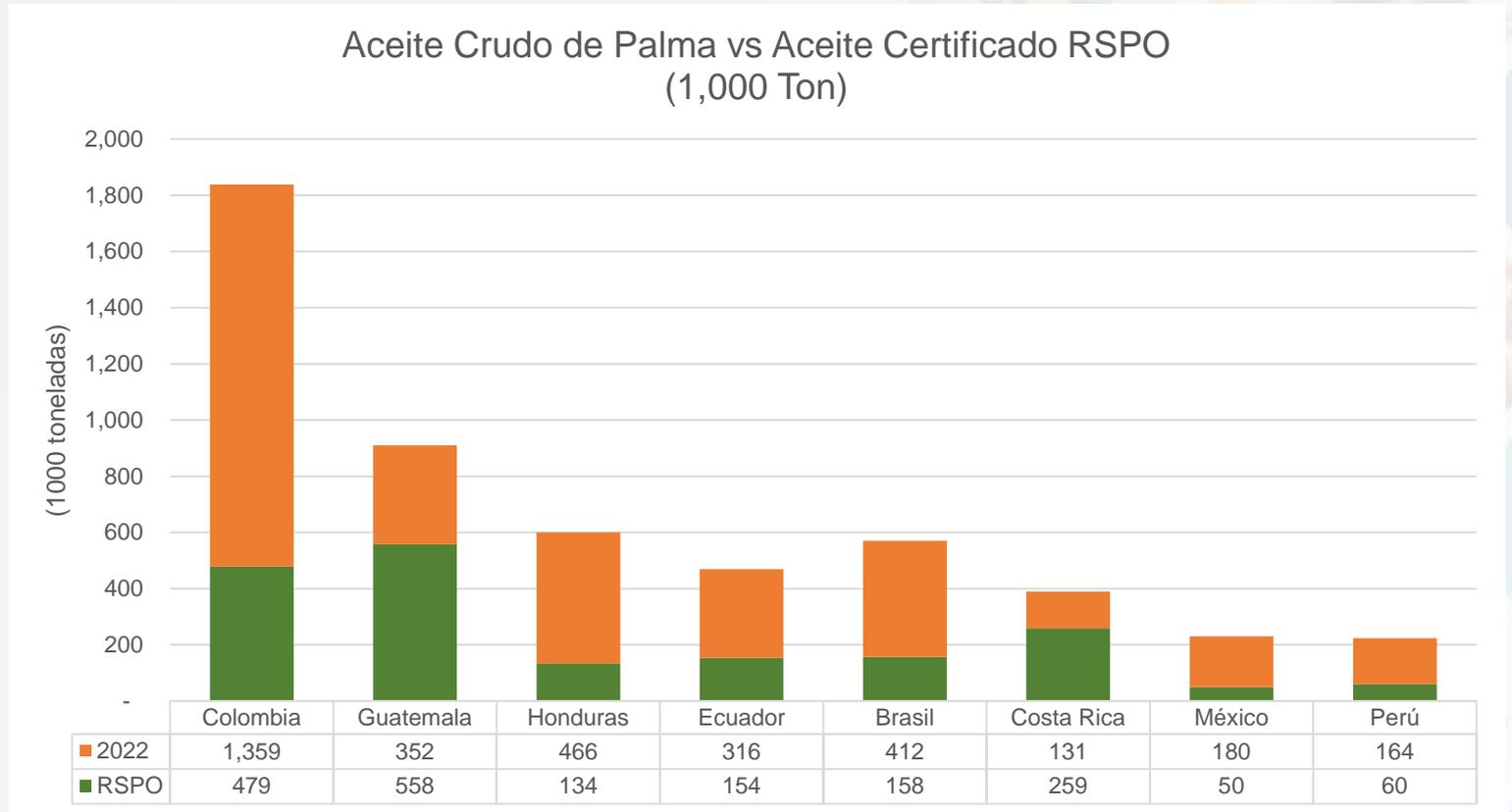
Session

7

 **RT2022**
AN EVENT BY
RSPO
Kuala Lumpur, Malaysia

Latin America Palm oil industry: context

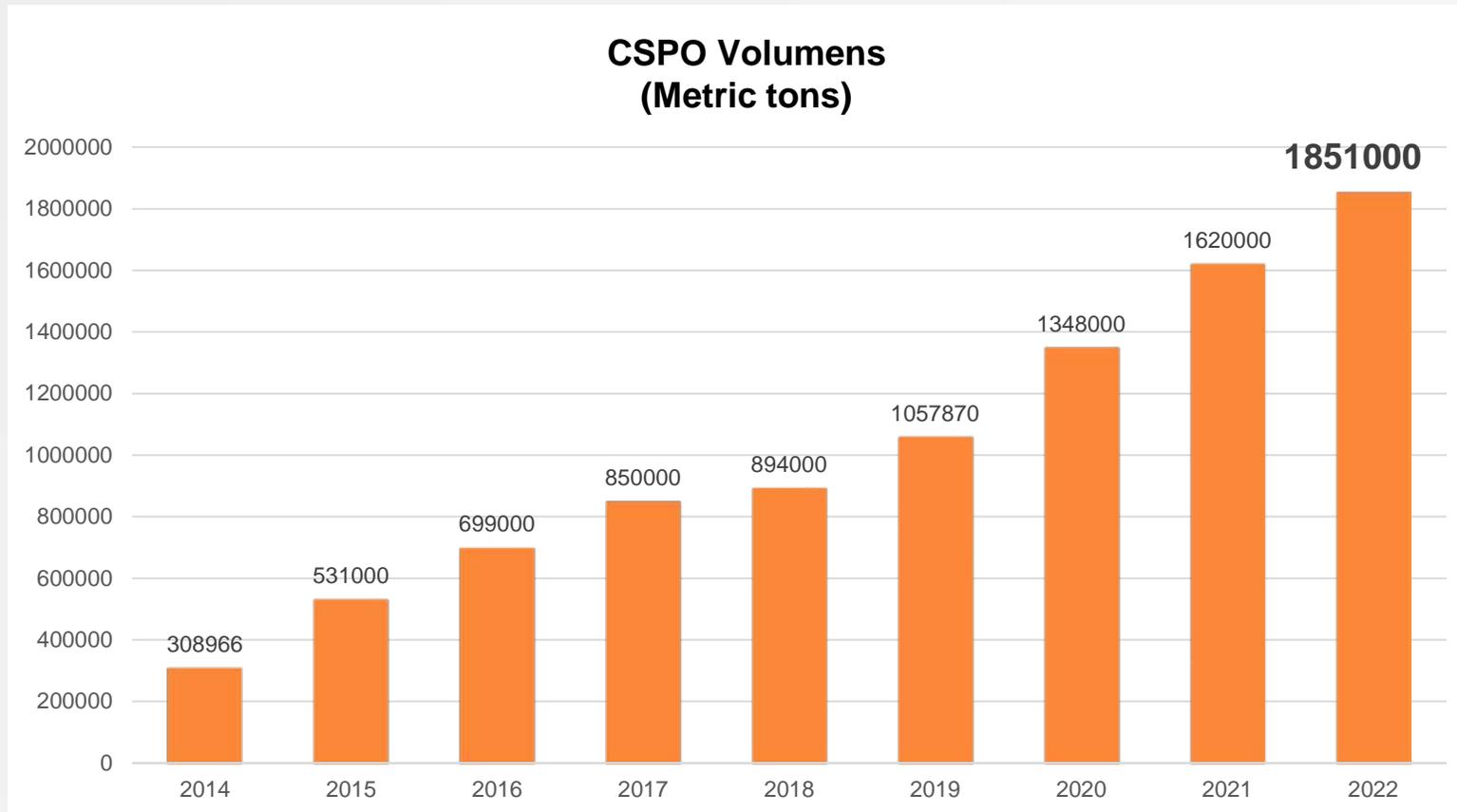
- 12 palm oil - producing countries
- Total production in 2021: 5.3 million mt.
- **CSPO volume: 1.8 million mt. (+35%)**
- 67% of CSPO sales are reported in palmtrace.



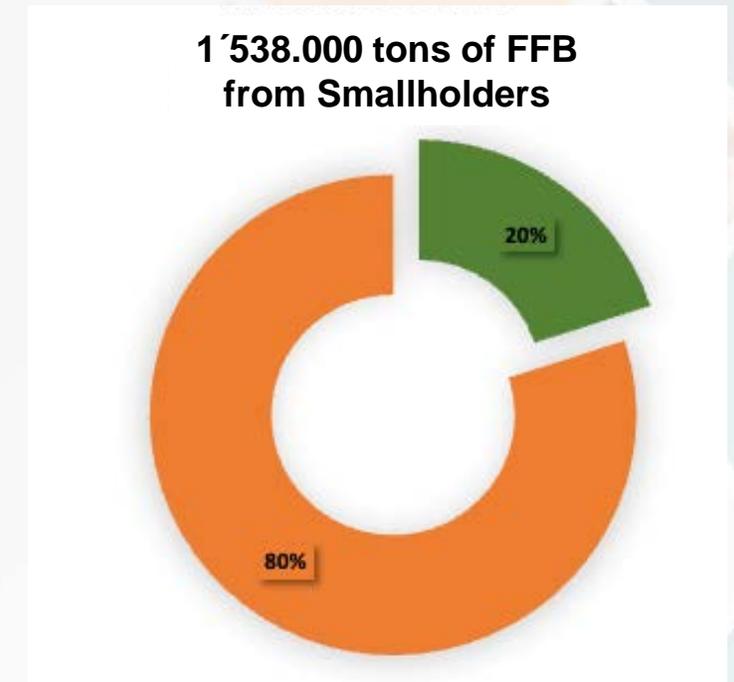
• Fuente: Market data RSPO - USDA

RSPO certification growth in LatAm

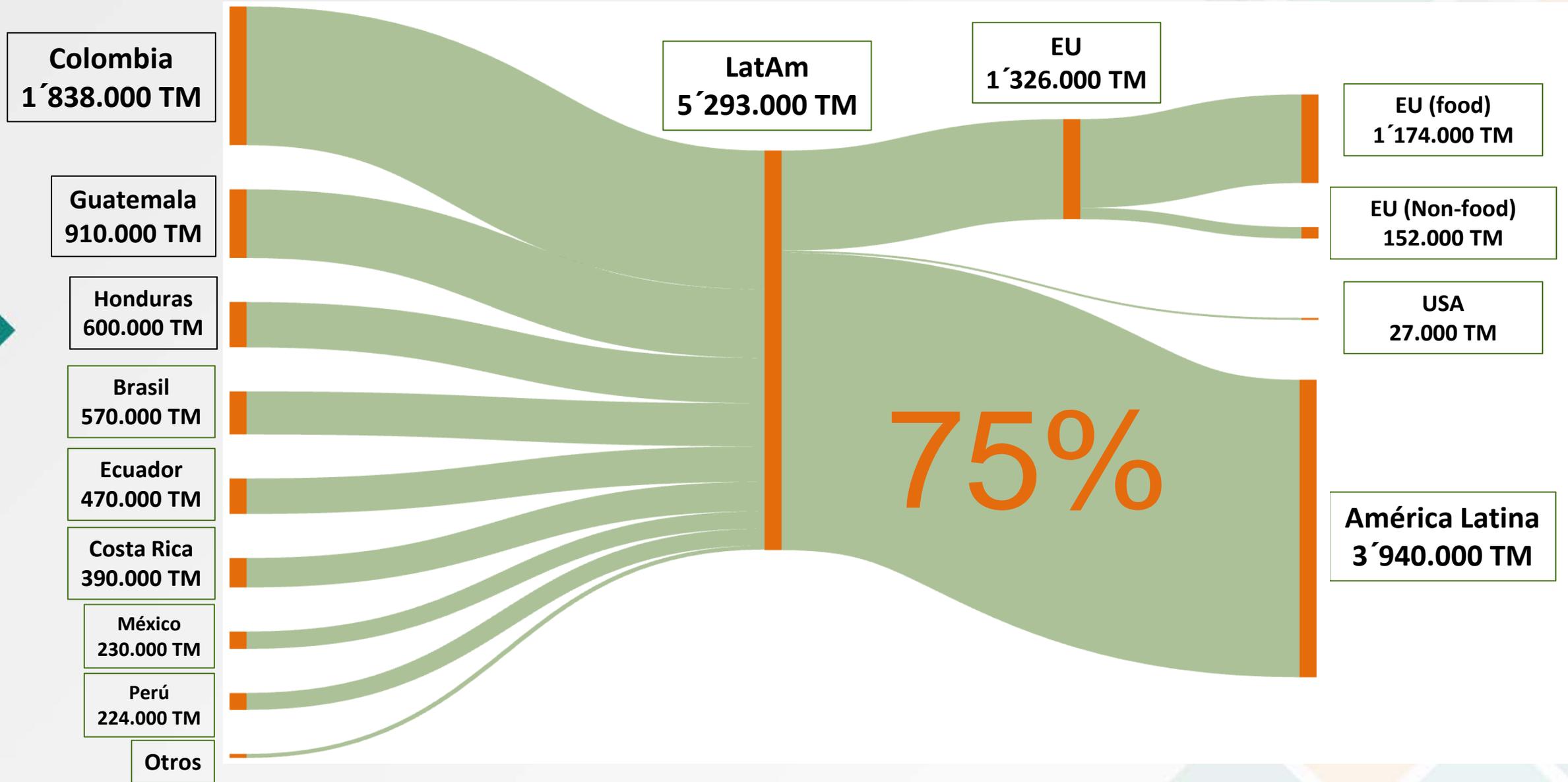
- **+35% certified of the regional total**
- **1'538.000 tons of certified FFB come from Smallholders (20%)**
- **64% IP**



• Source: Market data RSPO



Flow of palm oil produced in LatAm in 2021



Remarks

- Latin America has the highest percentage of RSPO certification globally (+35%).
- Practically all large companies have achieved certification or are in the process of doing so.
- 20% of certified palm oil in the region comes from smallholder who are part of the mills' certificates.
- The local market is the leading destination for palm oil produced in the region (75%).
- The vast majority of smallholders in LatAm fall into the definition of INDEPENDENT.

Regional 2025 goals

	OBJECTIVES	GOAL 2023	GOAL 2024	GOAL 2025
1	Increase membership	185	207	238
2	Increase Smallholders in the system	3.500	4.500	6.000
3	Increase CSPO	33%	36%	40%
4	Increase local uptake of palm oil certified products	12%	14%	16%

Smallholder inclusion challenges

- Formation of certification groups
- Proof of legal rights to use their land
- Legal compliance on labor issues
- Georeferenced mapping
- The market doesn't offer enough economic incentives