

Raw Material Sourcing

The company believes that quality raw materials are the key to quality products and creating satisfaction and confidence among customers. Moreover, sustainable sourcing of raw materials is very important for the Company to show responsibility to its stakeholders and customers. Today, there are many consumers who are aware of the importance of the source of raw materials that may affect the environment and society. Therefore, sourcing may affect the purchase decision of products and services. Allocation of raw materials from inferior sources or through illegal and unethical ways that contribute to the destruction of nature and the environment will affect the reputation of the Company and the trust of stakeholders, business partners, and customers. Therefore, the Company values the environmental protection and is committed to ethical business conduct focuses on procurement of raw materials to meet the sustainability standards, especially natural raw materials that come from agriculture and husbandry. These raw materials must have the least impact on the environment and must be procured with ethical conducts. This helps build good relationships with suppliers of raw materials from the community and business partners and create jobs for the local community.

Management Approach

The company realizes the importance of sustainable procurement of raw materials. Therefore, it implements a policy framework aimed at reducing the impact on the environment, community, and society and to build a strong relationship with suppliers, both large corporations and community partners. The Company's practice guidelines are in line with the Sustainable Development Goals of the United Nations, especially SDG12 Responsible Consumption and Production, for efficient and sustainable resource management. In addition, the Company has developed a Supplier Code of Conduct manual and guideline.

The Company has strictly set the criteria for the selection of trading partners in the procurement division by implementing environmental-related criteria in the screening and inspection processes. This is considered by the reduction of waste production, reduction of greenhouse gas emissions, reduction of water and energy consumption, the protection and improvement of nature and biodiversity, and includes not participating in deforestation or incineration for agriculture and animal cruelty.



GRI 103-1, GRI 103-2, GRI103-3

Selecting Suppliers

The guidelines and criterias that the Company requires concerning suppliers include the procurement of raw materials and products, which will be screened in terms of potential and ethics to determine whether it complies to the Company's Code of Conduct. In addition, the operations of the suppliers must be legitimate and take into account the impact on the environment and society. 100% of the Company's suppliers agree to comply with the practices for business partners set by the Company. In addition, the Company performs an annual audit to evaluate the suppliers' operating standards.

Promotion of Organic Products and OTOP Products

The trend of healthcare among consumers today is growing steadily. The rate of consumers who are interested in eating organic foods or using organic products tends to increase every year. Therefore, the Company is committed to taking responsibility in supplying high quality, safe, and standardized organic products that have environmentally friendly production and transportation processes. The products from community-based enterprises and OTOP products are another alternative response to consumers' needs, which the Company sees as a responsibility for sustainable sourcing and generating income for the community.

Products	Sales THB		
	2018	2019	2020
Organic products (vegetables, fruits)	181,940,931	228,425,974	215,951,015
OTOP Products	260,354,300	269,920,184	175,012,589