

WOOLWORTHS HOLDINGS LIMITED 2021 Glossary

# **GLOSSARY**

# ABBREVIATIONS USED IN THE SUSTAINABILITY REPORTING SUITE

# Α

**ALNF**: Australian Literacy and Numeracy Foundation, an organisation dedicated to raising language, literacy, and numeracy standards in Australia, and raising funds to develop, implement, and sustain innovative projects for individuals, families, and communities

**APCO:** Australian Packaging Covenant Organisation, a co-regulatory, not-for-profit organisation that partners with government and industry to reduce the harmful impact of packaging on the Australian environment

**ARB:** Advertising Regulatory Board, an organisation that administers the widely accredited Code of Advertising Practice, which regulates the content of South African advertising

**ARL:** Australasian Recycling Label, a standardised label providing recycling information for packaging

**ASC:** Aquaculture Stewardship Council, an independent, non-profit organisation and labelling organisation that establishes a protocol on farmed seafood while ensuring sustainable aquaculture

**AWARE:** Association for Alcohol Responsibility and Education, a non-profit organisation registered with the South African Department of Social Development that focuses on preventing the negative consequences of alcohol abuse

AWS: Alliance for Water Stewardship, a global membership collaboration comprising businesses, NGOs, and the public sector. Members contribute to the sustainability of local water resources through the adoption and promotion of a universal framework for the sustainable use of water – the International Water Stewardship Standard, or AWS Standard – that drives, recognises, and rewards good water stewardship performance

### R

**BBBEE:** Broad-based Black Economic Empowerment

**BCI:** Better Cotton Initiative, a non-profit organisation that promotes better standards in cotton farming and practices

**BEE:** Black Economic Empowerment

BST: A naturally occurring hormone produced by dairy cows to regulate their milk production

### C

CDP (formerly Carbon Disclosure Project): A not-for-profit organisation that supports companies and cities in disclosing their environmental impacts. It aims to make environmental reporting and risk management a business norm, and drives disclosure, insight, and action towards a sustainable economy

CGCSA: Consumer Goods Council of South Africa, a non-profit organisation representing the interests of more than 12 000 member companies engaged in the manufacture, retail, wholesale, and distribution of consumer goods

# C (CONTINUED)

Covid-19: An infectious disease caused by a newly discovered coronavirus

**CPC:** Connected People Council, a collective forum of Woolworths senior executives from across the business. It is chaired by the Woolworths SA CEO, and its purpose is to improve the employee experience across all aspects – physical, emotional, and technological

**CRG:** Country Road Group Proprietary Limited, a trading subsidiary of Woolworths Holdings Limited

CSPO: Certified Sustainable Palm Oil

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DAAFF: Darwin Aboriginal Art Fair Foundation

DC: Distribution centre

DJ: David Jones Proprietary Limited, a trading subsidiary of Woolworths Holdings Limited

DTI: Department of Trade, Industry and Competition

# Ε

**E4E:** Group Employee for Employee Fund, a fund to provide once-off, short-term financial assistance to eligible employees. E4E will be largely funded and driven by employee contributions

**EAP:** Employee Assistance Programme, an employee benefit programme that assists employees with personal and/or work-related problems that may impact their job performance, health, and mental and emotional wellbeing

ECA: Ethical Clothing Australia, an accreditation body that works collaboratively with local textile, clothing, and footwear (TCF) businesses to protect and uphold the rights of Australian garment workers. To be ECA-accredited, a business's manufacturing operations are audited, including head office(s), any in-house manufacturing operations, and all outsourced locations in Australia, to ensure that local TCF workers, including outworkers, are being paid appropriately, receiving all their legal entitlements, and working in safe conditions

ECD: Early Childhood Development centres

**EE:** Employment Equity

**EEO:** Compulsory Equal Employment Opportunity

**EFI:** Ethical Fashion Initiative, an organisation linking international brands with a network of artisans, and providing communities in challenging and remote locations with access to the international marketplace. This access to the market creates employment for artisans, and an opportunity to improve their lives

# E (CONTINUED)

**EP100:** Energy Productivity 100, an initiative of The Climate Group to help companies double their energy productivity

**ERM:** Environmental Resource Management

ESD: Enterprise and Supplier Development

EY: Ernst & Young Inc

#### F

FAI: Food Animal Initiative

FBH: Fashion, Beauty and Home

FSC: Forest Stewardship Council, an international non-profit, multi-stakeholder organisation that aims to promote responsible management of the world's forests

FY: Financial Year

# G

**GBCSA:** Green Building Council South Africa, an organisation overseeing green building in South Africa. The GBCSA developed the Green Star SA rating tools to provide the property industry with an objective measurement tool for green buildings, and to recognise and reward environmental leadership in the property industry

**GBJ:** The Good Business Journey, Woolworths Holdings Limited's programme to assist it in achieving its vision of becoming one of the world's most responsible retailers

GCX: Global Carbon Exchange, a boutique sustainability advisory firm

**GMO:** Genetically modified organisms – a plant, animal, microorganism or other organism whose genetic make-up has been modified in a laboratory using genetic engineering or transgenic technology

**GSSI:** Global Sustainable Seafood Initiative, a global partnership that has established a benchmark for seafood certification schemes

### Н

HDSA: Historically Disadvantaged South Africans

HIV: Human Immunodeficiency Virus

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IJI: Inclusive Justice Initiative

**IPNLF:** International Pole and Line Foundation, an international charity that works to develop, support, and promote socially and environmentally responsible pole-and-line and handline tuna fisheries around the world

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# J

JSE: Johannesburg Stock Exchange, South Africa's primary securities exchange

# K

**KPI:** Key performance indicator

### L

LED: Light-emitting diode lightbulbs, which use less energy than incandescent bulbs, and also last longer

LWG: Leather Working Group, a collection of member brands, retailers, product manufacturers, leather manufacturers, chemical suppliers, machinery suppliers, technical experts, and other service providers who work together to maintain environmental stewardship protocols specifically for the leather manufacturing industry

# M

MSC: Marine Stewardship Council, an independent, non-profit organisation that sets a standard for sustainable fishing

MSG: Monosodium glutamate

MySchool MyVillage MyPlanet: One of South Africa's biggest community fundraising programmes. Funds are raised for schools, charities, and environmental organisations through a card system that allows supporters to raise funds for their beneficiary (school or charity) every time they shop at Woolworths or partner stores. Partners make a contribution on behalf of the supporter/cardholder to the beneficiaries the supporters have selected

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NBI: National Business Initiative, a voluntary coalition of South African and multinational companies working towards sustainable growth and development in South Africa

**NECT:** National Education Collaboration Trust, an organisation dedicated to strengthening partnerships within civil society, and between civil society and government, in order to achieve South Africa's national goals for basic education

NGER Act: National Greenhouse and Energy Reporting Act, an Australian national framework for corporations to report greenhouse gas (GHG) emissions, energy consumption, and energy production

**NSFAS:** National Student Financial Aid Scheme, a South African government student aid scheme, which provides financial aid to undergraduate students to help pay for the cost of their tertiary education

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**OCRF:** Ovarian Cancer Research Foundation

**OPRL:** On-pack Recycling Labelling, a simple and clear system of indicating recyclability of product packaging

### P

PET: Polyethylene terephthalate, a type of plastic

PETA: People for the Ethical Treatment of Animals

# R

**RAP:** Reconciliation Action Plan

rBST: A synthetic version of BST, often given to cows to increase their milk production

**RDS:** Responsible Down Standard, an independent, voluntary global standard that aims to ensure that down and feathers come from animals that have not been subjected to unnecessary harm

rPET: Recycled polyethylene terephthalate, or recycled PET

**RSPCA:** Royal Society for the Prevention of Cruelty to Animals, a charity that promotes animal welfare

**RSPO:** Roundtable on Sustainable Palm Oil, a non-governmental organisation whose objective is to promote the growth and use of sustainable palm oil products through credible global standards and engagement of stakeholders

**RTRS:** Round Table on Responsible Soy, an initiative formed by multiple parties, including soya producers, retailers, and civil society organisations, to promote sustainable soya production and trade on a global level

### S

SA-EU DF: South Africa-European Union Dialogue Facility

SAGEA: South African Graduate Employers Association

SAICA: South African Institute of Chartered Accountants

SALBA: South African Liquor Brand Owners Association

**SANCCOB:** Southern African Foundation for the Conservation of Coastal Birds, a registered non-profit organisation whose primary objective is to reverse the decline of seabird populations through the rescue, rehabilitation, and release of ill, injured, abandoned, and oiled seabirds

**SETA:** Sector Education and Training Authority

SI: Sustainability Institute, an international living and learning centre providing learning experiences in ecology, community, and spirit

SIZA: Sustainability Initiative of South Africa, a membership-based, freestanding, non-profit company designed to assist farmers with ethical labour and environmental practice compliance. It is a South African standard – developed, owned, and operated in South Africa, but aligned to global best practices

**SME:** Small and mid-size enterprises; businesses that maintain revenues, assets, or a number of employees below a certain legislated threshold

**SMETA:** SEDEX Members Ethical Trade Audit, an ethical audit format that reports on SEDEX's four pillars of labour, health and safety, environment, and business ethics

# 1

**TB:** Tuberculosis

**TCFD:** Task Force on Climate-related Financial Disclosures, recommendations for effective climate-related financial disclosures

TERS: Temporary Employee/Employer Relief Scheme

**TOPP:** Training Outside Public Practice, an accredited training programme for Chartered Accountants in South Africa

TVET: Technical and Vocational Education and Training

#### U

**UNGC:** United Nations Global Compact, a voluntary initiative based on company CEO commitments to implement universal sustainability principles, and to take steps to support UN goals

**UNICEF:** United Nations International Children's Emergency Fund, a charity working to improve the lives of children and their families

**UN SDGs:** United Nations Sustainable Development Goals, a call for action by UN member states to promote prosperity while protecting the environment in order to achieve a better world for people and our planet by 2030

UTZ: A label and programme for sustainable farming of coffee, cocoa, tea, and hazelnuts

### V

VFH: Voluntary food handlers, responsible for the preparation, cooking, and serving of meals, and for cleaning the cooking area

#### W

WASH: Water, sanitation, and hygiene

WBCSD: World Business Council for Sustainable Development

WFI: Water Footprint Index, a customised water tool for farmers on the Woolworths Farming for the Future programme to track water use, efficiency, and wastewater

WFS: Woolworths Financial Services Proprietary Limited, a joint venture between Woolworths and Absa Bank that supports the Woolworths retail business by providing financial services to Woolworths customers

WGEA: Workplace Gender Equality Agency, an Australian government statutory agency responsible for promoting and improving gender equality in Australian workplaces

WHL/WHL Group: Woolworths Holdings Limited, a southern-hemisphere retail Group that has been listed on the Johannesburg Stock Exchange Limited (JSE) since 1997. It is one of the top JSE-listed companies. The Group trades through three operating subsidiaries, including Woolworths Proprietary Limited (Woolworths or WSA), Country Road Group Proprietary Limited (Country Road Group or CRG), and David Jones Proprietary Limited (David Jones or DJ). Woolworths Financial Services Proprietary Limited (WFS) is a joint venture with Absa Bank, which holds the controlling interest in the joint venture

WIETA: Wine and Agricultural Ethical Trade Association, an association that drives a sustainable ethical trade programme for the South African wine industry and aligned sectors. WIETA is also a globally recognised ethical auditing body registered with the Global Social Compliance Programme (GSCP)

Woolworths/Woolworths SA/WSA: Woolworths Proprietary Limited, a trading subsidiary of Woolworths Holdings Limited

**WWF-SA:** World Wide Fund for Nature South Africa, a non-governmental organisation that is dedicated to protecting South Africa's natural heritage. This includes plant and animal species and people

### Y

YES: Youth Employment Service, an organisation aimed at benefiting one million South African youth, launched by the President of the Republic of South Africa in March 2018

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# GLOSSARY OF TERMS USED IN THE SUSTAINABILITY REPORTING SUITE

### Α

Aerothene: Recyclable foam wrap made from expanded polyethylene

Anker Methodology: A methodology to measure a decent but basic standard of living in different countries, and how much workers need to earn to support themselves and their families. This information allows researchers to estimate comparable living wages around the world, and determine gaps between living wages and prevailing wages, even in countries with limited secondary data

Aspartame: Artificial sweetener

Azo dye: Synthetic dye

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Bokashi: Fermented organic matter used in food composting

Botanicca: Head office of Country Road Group and David Jones

#### C

**Canopy:** A non-profit environmental organisation dedicated to protecting the world's forests, species, and climate

Carbon dioxide equivalent ( $CO_2e$ ): A measure used to compare the emissions from various types of greenhouse gases (GHG) based on their global warming potential (GWP)

Carbon footprint: The total amount of greenhouse gas emissions released into the atmosphere as a result of the activities of a particular individual, organisation, or community

Carrageenan: A plant-derived gelling agent

**CEO Water Mandate:** A UN Global Compact initiative that mobilises business leaders on water, sanitation, and the Sustainable Development Goals

Cocoa Life: A sustainable cocoa sourcing programme

Commodity: A raw material or primary agricultural product that can be bought and sold, for example, cotton or palm oil

Context-based water target: A specific, time-bound objective that sets the desired outcome to include both a component that speaks to the company's water performance and a component that speaks to the water basin's conditions

Cyclamate: Synthetic sweetener

### D

Data logger: An electronic device used to store data over time

**Detox:** A programme championed by Greenpeace for the removal of hazardous chemicals from the production of clothing garments

### Ε

**Energy productivity:** An indicator of the amount of economic output that is derived from each unit of energy consumed

ETI Base Code: An internationally recognised code of labour practice, founded on the conventions of the International Labour Organization (ILO)

#### F

Farming for the Future: A scientific, data-based approach to farming, developed by Woolworths, that aims to manage a farm as part of its wider ecosystem. The programme comprises various modules for which data points are measured at a farm level, including data related to soil biology, water-use efficiency, crop protection, energy use, irrigation efficiency, and leakages and wastewater management. This data is then used by farmers to make decisions that will assist them in making continual improvements over time, with the aim of enabling them to produce more food with fewer natural resources. The programme is geared towards improving the farm's resilience, yield, and profitability while at the same time enhancing its ecosystem's capacity over time

**Fashion Transparency Index:** The Fashion Transparency Index ranks 250 of the world's largest fashion brands and retailers according to how much they disclose about their social and environmental policies, practices, and impact

**Fishing for the Future:** Woolworths approach to procuring responsibly sourced seafood as part of its Good Business Journey

**FoodForward SA:** A non-profit organisation that recovers edible surplus food at various stages of the food value chain, and redistributes it to communities in need across the country, thereby improving access to food and reducing food waste to landfill

**Fur:** Any fur from animals bred and farmed purely for their skins, including mink, sable, chinchilla, fox, muskrat, racoon dog, rabbit, astrakhan, and karakul. It excludes by-products of the meat industry, such as shearling and sheepskin

### G

GHG Protocol Corporate Accounting and Reporting Standard: A standard that provides requirements and guidance for companies and other organisations preparing a GHG (greenhouse gas) emissions inventory (carbon footprint)

Global Living Wage Coalition: The Global Living Wage Coalition (GLWC) brings together Fairtrade International, GoodWeave International, the Rainforest Alliance, and Social Accountability International (SAI), in partnership with the ISEAL Alliance and international living wage experts Dr Richard Anker and Martha Anker, with the shared mission to see continuous improvements in workers' wages in the farms, factories, and supply chains participating in their respective certification systems and beyond, and with the long-term goal for workers to be paid a living wage. The GLWC aims to develop living wage benchmark estimates in many countries based on a single definition and methodology to calculate a living wage, and as a critical step to enable industries and companies to move towards paying a living wage

Global Reporting Initiative (GRI) Standard: A widely adopted global standard for sustainability reporting

Global Sustainable Seafood Initiative: A global partnership that has established a benchmark for seafood certification schemes

Green cafés programme: A sustainability programme for WCafés that sets out key goals to drive year-on-year continuous improvement in terms of the following key principles: responsible sourcing, healthy food options, packaging and food waste, ethics and people, and environmental impacts

Green factories programme: A Woolworths supplier self-assessment, covering sustainability management, water, energy, climate change, waste, food waste, human rights, employee wellbeing, packaging, transformation, and responsible sourcing. Based on the score, suppliers are ranked according to their performance with a red, bronze, silver, or gold rating

# G (CONTINUED)

Greenhouse gas (GHG) emissions: Emissions of gases, both natural and anthropogenic, that trap heat in the atmosphere and cause the greenhouse effect

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Internal green building protocol: A Woolworths specification for the design of new stores, which stipulates various eco-friendly requirements, with an internal rating of platinum, gold, or silver awarded depending on which requirements are met by each new store

International Integrated Reporting Council (IIRC): A global coalition of regulators, investors, companies, standard setters, the accounting profession, and NGOs that promotes communication about value creation as the next step in the evolution of corporate reporting

International Labour Organization (ILO) conventions: International labour standards and legal instruments drawn up by the ILO's constituents (governments, employers, and workers), setting out basic principles and rights at work

Ipsos: A multinational market research and consulting firm

**Key commodities:** Palm oil, cocoa, coffee, sugar, soya, cotton, fish and seafood, man-made cellulose fibres, leather, timber, and synthetics

**Kinder to Sows pork:** Pork sourced from farms that no longer use sow stalls to restrain pregnant sows for prolonged periods, reducing the time adult sows spend in gestation crates from 16 weeks to under one week

King IV<sup>TM</sup> Report on Corporate Governance for South Africa, 2016: South Africa's code of corporate governance

### L

Living wage: The remuneration received for a standard workweek by a worker in a particular place, which is sufficient to afford a decent standard of living for the worker and her or his family. Elements of a decent standard of living include food, water, housing, education, healthcare, transportation, clothing, and other essential needs, including provision for unexpected events

### M

Mass balance: The purchase of 100% certified sustainable commodity equivalent to the volume of commodity needed for a certain product (range). The certified commodity physically enters the supply chain but is not necessarily physically separated (segregated) from non-certified commodity throughout the whole chain. This process minimises logistical barriers related to sustainable commodity uptake, and means that certified farmers still fully benefit from the better conditions

Modern slavery: Institutional slavery such as trafficking in persons, slavery, servitude, forced labour, forced marriage, debt bondage, deceptive recruiting for labour or services, and child labour

**Mulesing:** A painful surgical procedure involving the removal of strips of wool-bearing skin from around the breech of a sheep to prevent the parasitic infection known as flystrike

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### 0

Oeko-Tex® Standard 100: Oeko-Tex® is a worldwide association of independent institutes for product safety and sustainable production in the textile industry. Standard 100 by Oeko-Tex® is used for the testing and certification of textile products

OzHarvest: An Australian food rescue organisation that collects quality excess food from commercial outlets and delivers it directly to more than 1 300 charities

### D

Pectin: A plant-derived gelling agent

**Plant-based:** Products that encompass a spectrum of eating patterns focusing on eating whole plants, including vegetables, fruit, whole grains, nuts, seeds, and legumes, and eating fewer or no animal products

Polypropylene: A type of plastic that is recyclable

Polystyrene: A clear plastic or stiff foam, a polymer of styrene, used to make packaging

Primary supplier: A supplier that supplies Woolworths directly

**Private label products:** Goods that are manufactured or produced for, and sold under, the name of one of Woolworths Holdings Limited's trading subsidiaries

# R

Rainforest Alliance: An international non-profit organisation working at the intersection of business, agriculture, and forests to make responsible business the new normal

Ratio pack: Package of a single style garment in various sizes

**REPREVE:** Fibre made from recycled materials, including plastic bottles

**Responsible sourcing:** The procurement of products as well as raw material commodities from sources, be they farms or factories, that apply environmental and social best practice and are accredited to applicable best-in-class third-party standards

**Responsible Wool Standard:** A standard that certifies that sheep farmers meet rigorous animal welfare and land management requirements

**Reverse osmosis:** A water-purification process that uses a partially permeable membrane to remove ions, unwanted molecules, and larger particles from drinking water

Reverse vending machine: A machine that customers can use to dispose of their recyclables

# S

Saccharine: Artificial sweetener

Science-based targets: Reduction targets adopted by companies to reduce greenhouse gas (GHG) emissions in line with the latest climate science in order to meet the goals of the Paris Agreement – to limit global warming to well below 2 °C above pre-industrial levels

# S (CONTINUED)

**Scope 1 emissions:** Greenhouse gas emissions from sources that are owned or controlled by the reporting company

Scope 2 emissions: Greenhouse gas emissions from the generation of electricity, heat, or steam that has been purchased by the reporting company

Scope 3 emissions: All other indirect greenhouse gas emissions that occur in a company's value chain

**Secondary supplier:** An indirect supplier to Woolworths, i.e. a supplier who supplies to a Woolworths supplier

**SEDEX:** A not-for-profit membership organisation for businesses committed to the continuous improvement of ethical performance within their supply chains

SEDEX Members Ethical Trade Audit (SMETA): An ethical audit format that reports on SEDEX's four pillars of labour, health and safety, environment, and business ethics

**South African Plastics Pact:** A collaborative initiative that brings together key stakeholders from the South African plastics value chain, including businesses, the South African government, and non-governmental organisations, to tackle plastic waste and pollution at its source

**Sustainability attribute:** A product characteristic that contributes to minimising the social and/or environmental impacts of a Woolworths Holdings Limited private label product at one or more stages of the value chain

Sustainable farming: Farming and fishing practices that promote a sustainable food system, in which soil health is improved, water supply is protected, biodiversity is restored, rural livelihoods are supported, fish stocks are protected, good animal welfare is promoted, and, ultimately, where sufficient food is provided to meet the needs of customers now and into the future

**Sustainable fibres:** Fabrics produced in a responsible way, derived from sustainable sources and supported by good farming practices

### Τ

**Turkmen Cotton Pledge:** A pledge that commits signatories to not sourcing cotton from Turkmenistan until forced labour in its cotton sector has been eliminated

### V

Vancouver Declaration: A public promise made by companies across the globe to work towards more sustainable sourcing of forest products. It also acts as an endorsement of the Forest Stewardship Council (FSC) as the supplier of choice for certification of forest products

**Vision 2025+:** New Group Good Business Journey strategy, goals, and commitments to 2025 and beyond

Void fill: Cushioning, padding, or paper used to fill empty space in boxes, with the ultimate aim of protecting the box's contents during transit

#### W

Water resilience: The ability to resist, absorb, accommodate, and recover from water-related hazards in a timely and efficient manner

Water Resilience Coalition: An industry-driven, CEO-led coalition of the UN Global Compact's CEO Water Mandate that aims to elevate global water stress to the top of the corporate agenda, and preserve the world's freshwater resources through collective action in water-stressed basins and ambitious, quantifiable commitments

Water stewardship: Using freshwater in ways that are socially equitable, environmentally sustainable, and economically beneficial, achieved through a stakeholder-inclusive process that involves site- and catchment-based actions

We Mean Business Coalition: A global non-profit coalition working with the world's most influential businesses to take action on climate change

Wheeling: Transport of electric energy from within an electrical grid to an electrical load outside the grid boundaries

**WWF Conservation Champions:** A voluntary programme in which wine farm landowners commit to biodiversity-friendly farming practices and conservation of the natural areas, and to continuously improve water- and energy-efficiency on their farms

WWF-SA's Water Balance Programme: A project that aims to protect some of South Africa's most important water-source areas through the removal of alien (invasive) vegetation

WWF SASSI: The WWF South African Sustainable Seafood Initiative

To find out more about what we're doing, visit

We appreciate any feedback on our Good Business Journey Report.

Please contact <u>GoodBusinessJourney@woolworths.co.za</u>