STP Overview
April 2018
How STP fits into BAT’s Approach

**LEAF FOOTPRINT**
- Focus on cost, quality and sustainability
- Leaf Supplier Manual
- Supplier Code of Conduct

**SUSTAINABLE TOBACCO PROGRAMME**
- Industry programme
- Supplier monitoring – annual assessments and action plans
- Independent site review every 3 years

**THRIVE (SAFL)**
- BAT programme
- Holistic view
- Focus on farmers and communities
**STP**

**What does it do?**
- Drives ownership of sustainability goals down to suppliers
- Creates value for suppliers and farmers and their communities
- Manages risk and promotes continuous improvement through corrective action plans
- BAT internally defines high-risk as score below 60%

**What is it and how does it work?**
- Operates across 52 countries, 180 Suppliers and 5 million farmers
- Built-in best practice identification and continuous improvement
- Self-entry of data on-line with 1000+ data points
- Farm, factory & supply chain assurance programmes
- Annual self-assessments for all suppliers and an external review every 3 years by ABSustain.
OPERATING MODEL

- Online data collection
- Basis for Continuous Improvement
- Quality control & assurance
- Reporting up & down supply chain
- Data entry by suppliers including improvement plans
- Detailed reports include benchmarking
- Assurance by our team of UK trained auditors
ASSessment: 3 step process

1. Self-Assessment of supplier via online portal including
2. Verification assessment by AB Sustain including
3. Insights: reporting and analysis including
ASSESSMENT: 3 STEP PROCESS

Self-Assessment of supplier via online portal including:
- How to guides
- Training content
- STP Questionnaires
- YoY Global Supplier data
- Secure data exports
ASSESSMENT: 3 STEP PROCESS

Verification assessment by AB Sustain including:
- STP documentation assessment
- Field Visits
- Facility Visits
- Pre-planned with supplier 6 months ahead, in line with crop calendar
ASSESSMENT: 3 STEP PROCESS

**Insights: reporting and analysis** including:

- Review, annual, risk based reporting
- Supplier vs Assessor comparisons
- Performance summary by STP Pillar
- Farm & Processing visit findings
- Farm & Processor improvement areas

**Steps:**

1. Review Reports For each Tobacco type & Processing site
2. Annual report
3. Improvement area identification
4. Field Visit findings & summary
## STP – Agronomy Criteria and issues covered

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Thank you