

## **Paper-based Packaging Sourcing Policy**

Yum! Brands is committed to making sustainable packaging a priority. In support of this commitment, we have developed the following Sustainable Sourcing Principles:

1. *Yum! Brands will not knowingly buy paper-based packaging products that were made with fiber that comes from illegal or the following unwanted sources:*
  - *Wood harvested from forests that have been converted to plantations or non-forest use*
  - *Wood from high conservation value forests, unless those forests are credibly certified*
  - *Wood where the source forest and species are unknown*
  - *Wood harvested in a manner that violates human rights*
  - *Wood harvested that violates local or international laws*
2. *We will give preference to suppliers who provide paper-packaging certified by a third-party, which meets the most rigorous forest management standards. Currently the Forest Stewardship Council (FSC) standard is considered the most rigorous forest certification by leading conservation organizations. However, we must manage this aspiration in the context of technical requirements, uneven supply, and other business and regulatory considerations. Therefore we also recognize certifications from other national certifications endorsed by the Programme for the Endorsement of Forestry Certification (PEFC) and the Sustainable Forestry Initiative (SFI), provided the fiber avoids the unwanted sources listed above.*
3. *Yum! Brands is committed to sustainable packaging by increasing the amount of recycled content, as permitted by regulatory and technical constraints, across our global system. This is done within packaging content regulations to help ensure food safety, as well as within performance criteria to retain functionality. Though limited availability of suitable recycled fiber restricts our access to the supply of these materials in some geographical areas, we will work to leverage sustainable practices into all of our wrappers, napkins, and containers worldwide.*
4. *To show compliance with this sourcing policy, suppliers should substantiate their claims that fibers used to produce the paper-packaging were legally harvested and traded and that they do not come from unwanted sources as outlined above.*