



Charoen Pokphand Foods Plc.

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CPF expanding healthy foods

Bangkok Post January 28, 2019

Charoen Pokphand Foods Plc (CPF) wants to increase its range of healthy food products and produce more food for the infirm and the elderly, with the goal of expanding revenue for the food business by 10-12% to 130 billion baht in 2019.

Sukhawat Dansermasuk, CPF's chief executive for food business, said CPF has invested 1.35 billion baht in an R&D centre on 10 rai in Wang Noi district, Ayutthaya province. The company aims for the innovation centre to develop products that meet global trends.

"This centre will conduct many R&D activities for food and nutrition to add value to products and increase health and safety," said Mr Sukhawat, who is also CPF's co-president. "We aim to follow the global trends, focusing on high-quality and innovative foods."

The R&D centre was built in April 2017 and is certified by the Food and Drug Administration.

CPF expects healthy food to account for 30% of new products in 2019, and the R&D centre will deliver nutritional and safety foods to consumers worldwide.

In addition, CPF is studying the feasibility of innovative products to serve the elderly, hospitals and the military, which includes natural ingredients to restrain cancer cells, nano capsules to preserve foods, probiotic foods, and nano capsules with high-fibre microbes.

"Our R&D team is making progress on innovative products that have yet to be sold commercially," Mr Sukhawat said. "They will help CPF to improve food quality."

CPF operates in 16 countries, including China, the US, Britain, Malaysia and Russia. It exports many products from Thailand to over 30 countries, covering more than 4 billion people worldwide.

CPF has three business units: feed, farm and food.

The food business includes the manufacturing of semi-cooked and fully cooked meat, food products and ready-to-eat products, as well as meat and foods sold to retailers and restaurants.

Mr Sukhawat said CPF will launch new "smart" food and drink products in the first quarter of 2019, such as smart meals and soups; vegetarian food from high-fibre grains; tofu and vegetables; healthy soup from selected natural ingredients; tasty functional drinks; and organic juices.

CPF expects total revenue from the three business units to grow by 10% year-on-year in 2019.

For the whole of 2018, CPF targets total revenue of more than 500 billion baht.

CP Foods unveils sustainable packaging to reduce plastic waste

Bangkok Post January 14, 2019

Thailand-based food producer Charoen Pokphand Foods (CP Foods) has unveiled a sustainable packaging policy, as part of efforts to minimize the plastic usage across its business worldwide.

To deal with global plastic waste crisis, CP Foods intends to turn its packaging to reusable or recyclable or upcyclable or compostable, enabling to reduce unnecessary plastic packaging.

CP Foods is planning to achieve its commitments by 2025 in Thailand operations, while by 2030 in overseas operations.

As per terms of the policy, CP Foods will develop and regulate packaging sustainably across the value chain to decrease waste disposal to landfill and incineration by 30% within 2020 when compared to 2015's performance.

CP Foods noted that it successfully reduced waste disposal to landfill and incineration per production unit by 9.08% compared against the baseline year of 2015, as of 2017 data.

CP Group and its business units in Thailand must use plastic packaging made from sustainable materials by the year 2025, as part of the groups sustainable packaging policy.

The company has also taken decision to decrease ecological footprints from its products and operations, as a member of major sustainability organizations such as Seafood Business for Ocean Stewardship (SeaBOS), World Business Council for Sustainable Development (WBCSD) and The Sustainable Development Goals (SDGs).

The policy has a framework to improve the packaging in the four key areas, including promoting the use of materials from sustainably managed renewable resources and supporting initiatives such as a take-back system to recycle or recover energy from used packaging.

Other focused areas include the increase of recycled material content without compromising food safety and quality, and development of single-use towards reuse models for packaging used in production line or transportation.

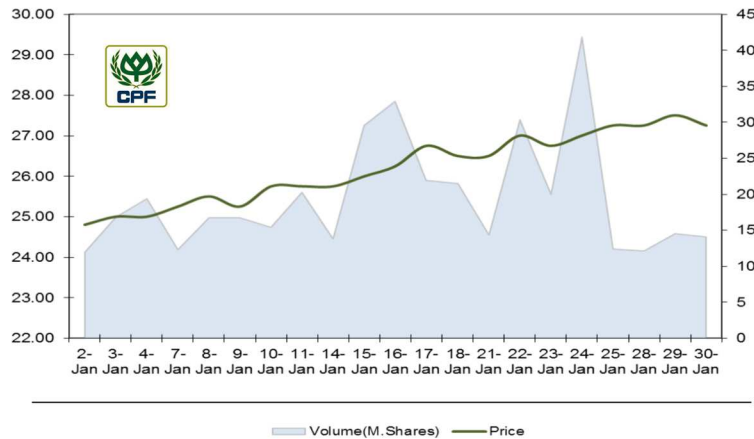
Since 2017, the firm has replaced animal feed bags with bulk feed tank used in its livestock feed business in Thailand.

CP Foods agro industrial business and CEO and CP Foods co-president Sooksunt Jiumjaiswanglerg said: CP Foods strives to be a responsible company with an environmental friendly value chain.

Therefore, it has been working on the way to find alternative substitutes to single-use plastic materials, especially in the hotspot areas where plastic packages are frequently used such as feed mills, aquaculture farms and food processing plants.

Price Performances: CPF

Price (Baht) Volume (Mil. shares)



| January 2019 | |
|------------------------------------|-------------------|
| Highest Price | 27.50 |
| Lowest Price | 24.60 |
| Closed Price | 27.25 |
| Average Volume/Day (Shares) | 19,277,200 |

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