

PROGRESS ON OUR SUGAR COMMITMENT

Two years on

We have made great progress on our sugar commitment. As of December 2022, 92% of our routine infant, follow-on and young child formulations are fully in line with our nutritional commitment.

Our advancements in 2022 did slow because of the significant impact we faced due to the infant formula crisis in the US. Our focus had to shift to ensure we could supply infants with the critical formula they needed due to the temporary closure of a key competitors manufacturing facilities. Additionally, the ongoing war in Ukraine is stretching our sourcing and supply chain resources and this continues into 2023.

We are working hard to meet our target of 100% by March 2024. Despite the challenges, we have not stood still. We have also made nutritional improvements to our wider portfolio including:



Sustagen Kids

We have reduced sugar by 30%, without compromising the great taste. Sustagen Kids now has 55% less sugar and almost 3x more nutrients vs. other milk modifiers. Available in Brazilian stores during 2023.



Enfamil stage 1 and 2

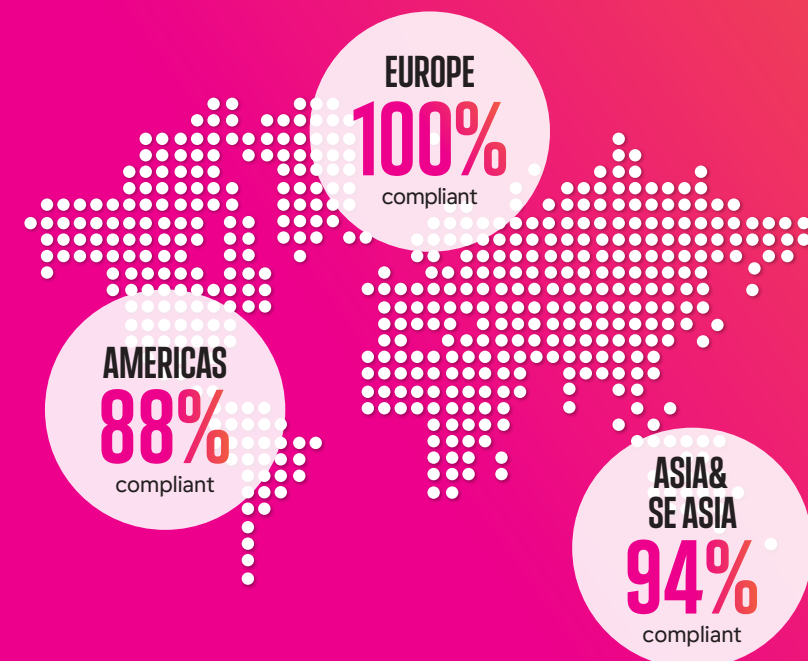
In a number of LATAM markets, we have added 2'FL HMO (Human Milk Oligosaccharide) to Enfamil stage 1 and stage 2 products. Together with our prebiotic blend of PDX and GOS, our formulas support babies immune system.

Our commitment for routine formula is that by March 2024:

- **Lactose** as the **only carbohydrate source** in infants' formulas from birth to 6 months of age
- **Lactose** as the **preferred carbohydrate source** in follow-on formulas and young child formulas from 6-36 months of age
- To **not use sucrose and/or fructose** as a carbohydrate source in infant, follow-on and/or young child formula

PROGRESS BY REGION

On routine formulations 0-36 months



PROGRESS BY STAGES

On routine formulations 0-36 months

