

Summary of carboNZero certification:



Snap Fresh Foods Limited

Disclosure 2 of 3 year certificate period

Snap Fresh Foods Limited meets the requirements of carboNZero^{Cert™} certification having measured its greenhouse gas emissions in compliance with ISO 14064-1:2006 including additional life cycle emissions associated with all products, committed to managing and reducing its emissions and neutralised the remaining unavoidable emissions in respect its organisation and entire product range



Introduction¹ – Snap Fresh Foods Limited (formerly known as NZ Fresh Cuts Ltd) was established in 1980. The Snap Fresh Foods (SFF) group of companies comprises a dedicated growing and processing company, several product development companies, and a growing number of consumer brands. At their main site in Otahuhu, Auckland, fresh produce is processed and packaged ready for distribution. Fresh produce arrives daily from their farms at Rangiriri in the Waikato and Mangere in Auckland. Snap Fresh Foods also process and pack produce in their factory in Nelson, supplied from their farms in the area. The finished product from Nelson supplies their customers in the South Island. Products include fresh sprouts, salad greens, vegetable mixes, and baby peeled carrots. SFF supplies supermarkets and retail outlets throughout NZ, as well as the food service industry.

A critical consideration for Snap Fresh Foods is the sustainability of the environment, the company and its people. Snap Fresh Foods has company-wide recycling and energy efficiency initiatives such as selection of fuel efficient vehicles and the disposal of solid wastes as stock food. At Rangiriri, Mangere and Nelson, soils and waterways are managed with consideration for the long-term sustainability of the farming operation and the surrounding environment. Snap Fresh Foods are actively working with suppliers to develop functional recyclable and biodegradable packaging. Snap Fresh Foods is a member of the Sustainable Business Network.

Boundary – Figure 1 below shows the former legal structure of Snap Fresh Foods. Figure 2 below shows the organisational structure used for describing the organisation's greenhouse gas (GHG) emissions inventory, and what business units were included in the inventory in the context of the entire organisational profile. The parts of the structure (business units) in green have been identified as being within this emissions inventory. Business units excluded from the inventory would have been shown in red.

¹**Disclaimer:** This Disclosure Statement is a summary of the verified information considered for certification and the certification decision. It should not be taken to represent the full submission for certification. Whilst every effort has been made to ensure that the information in this Disclosure Statement is accurate and complete, carboNZero Holdings Ltd does not, to the maximum extent permitted by law, give any warranty or guarantee relating to the accuracy or reliability of the information.

Summary of carboNZero certification:



Snap Fresh Foods Limited

Disclosure 2 of 3 year certificate period

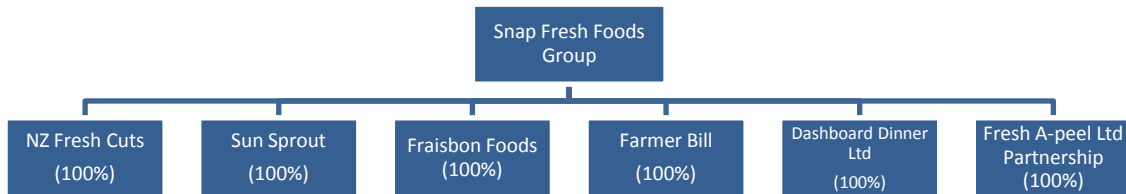


Figure 1: Snap Fresh Foods former legal structure.

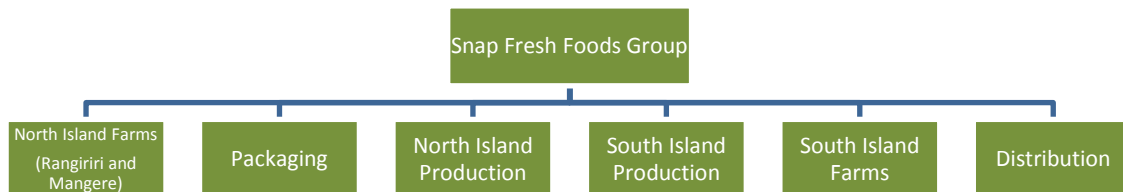


Figure 2: Organisational structure showing business units included and excluded.

For the certified products², additional life cycle GHG emissions were included to the destination on the shipping note (business-to-business boundary) as shown in the diagram below. The yellow life cycle stages were not included in the product inventory.

Consolidation approach – The operational control consolidation approach has been used to account for operational emissions with reference to the methodology described in the GHG Protocol and ISO 14064-1 standards.

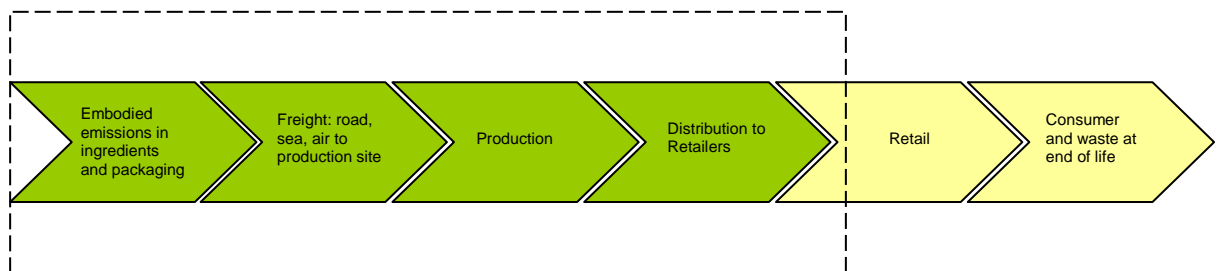


Figure 3: Production boundaries of Snap Fresh Foods products

² The Snap Fresh Foods' products covered by the carboNZero certification are: Baby Peeled Carrots – (300g / triple Snack Packs), Salad Shakes – (Greek / Spring / Caesar), Salads of the World – (French / Greek / Oriental), Baby Salad Greens – (Spinach / Mesclun / Cos Hearts / Fancy Lettuce / Rocket / Mesclun & Herbs), Stir Fry – Stir Crazy Singaporean, Econopack – (2 Min Stir Fry / Spinach Greens / Salad Greens / Family Value), and Fresh Zone – (Caesar Mix / Coleslaw / Coleslaw with Dressing / Crispy Mix / Herbslaw / Italian / Watercress / Organic Alfalfa Sprouts/ Alfalfa Sprouts / Crunchy Bean Combo / Mung Bean Sprouts / Onion Combo Sprouts / Salad Sprouts / Sandwich Selection / Sango Sprouts / Snowpea Shoots / Spicy Combo Sprouts), Krispkut dressings.

Summary of carboNZero certification:



Snap Fresh Foods Limited

Disclosure 2 of 3 year certificate period

Base year – 01/04/2007 to 31/03/2008

Measurement period – 01/04/2010 to 31/03/2011

Emissions source inclusions – The operational GHG emissions for the organisation by emissions source are shown in Figure 4 below.

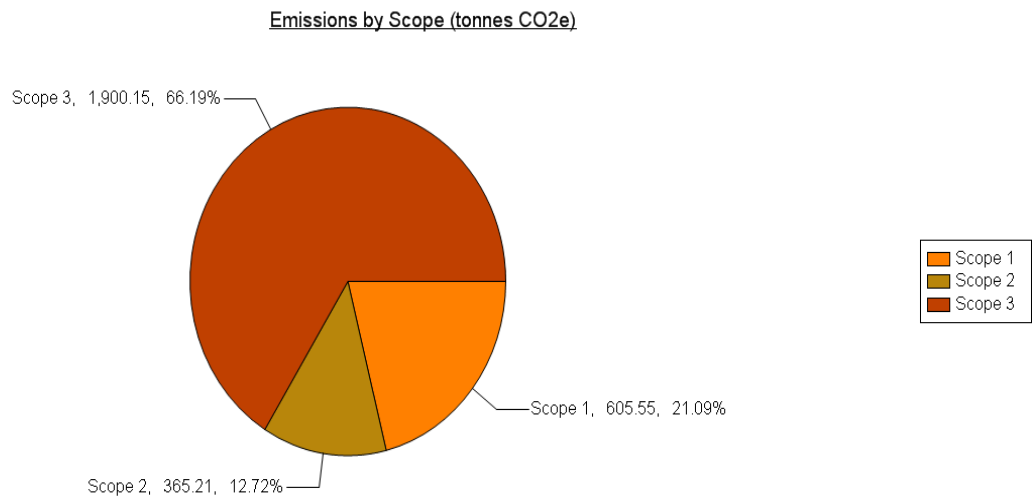


Figure 4: GHG emissions by emissions source.

Emissions as tonnes of carbon dioxide equivalents (tCO₂e) for this period were:

Scope 1: 605.55 tCO₂e
Scope 2: 365.21 tCO₂e
Scope 3: 460.45 tCO₂e (from corporate operation)
Scope 3: 1,439.71 tCO₂e (from additional LCA GHG emissions)
Total: 2,870.92 tCO₂e

Emissions intensity – The intensity per product sold was 0.219 kgCO₂ per unit, the intensity per kg of product was 1.015 kgCO₂.

Emissions source exclusions – The following emissions sources were excluded from the inventory for this measurement period:

- Embodied emissions and overseas freight of seed
- Embodied emissions in wetter and sticker (agrichemical)
- Embodied emissions in small amounts of plastic packaging
- Embodied emissions and freight of labels
- Embodied emissions in some small quantities of ingredients
- Refrigerant loss of third party delivery trucks
- Inwards freight of some one-off deliveries (e.g. gas bottles, evaporator)

Summary of carboNZero certification:



Snap Fresh Foods Limited

Disclosure 2 of 3 year certificate period

Emissions reduction commitments – A GHG emissions management plan and reduction targets have been developed. Some projects and targets in this plan include:

- 5 % reduction in electricity consumption by March 2012
- All waste plastic to be recycled by October 2011
- All solid waste from the Otahuhu factory to be used for stock food.
- 5% reduction in diesel use on farm by March 2012
- Replacement of two vehicles by more economical diesel cars by April 2012

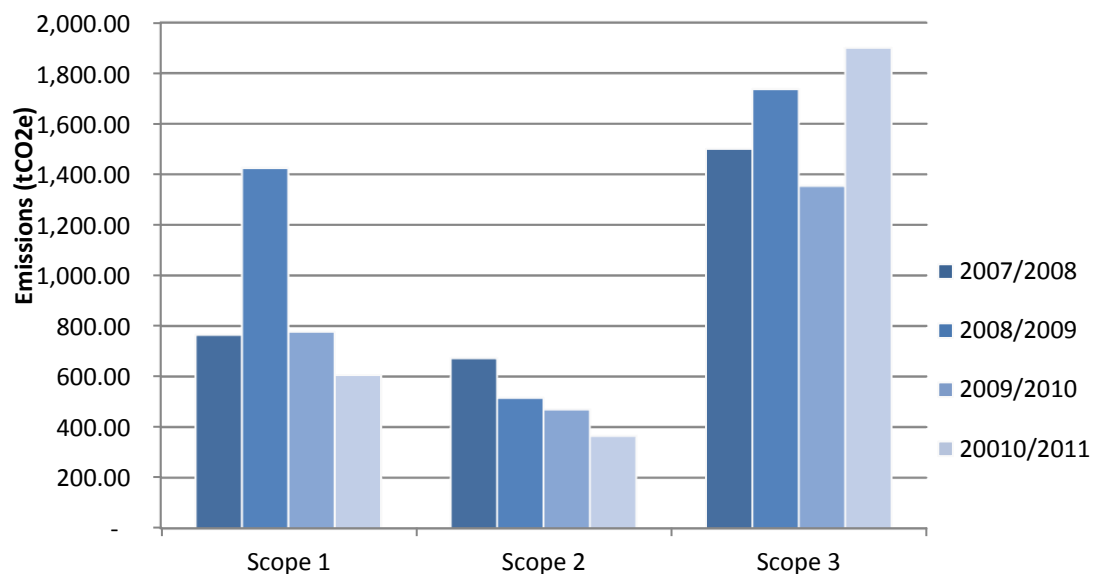


Figure 5: GHG emissions comparison over the last four years.

Emissions reduction report against last year's plan – This is Snap Fresh Foods' fourth emissions inventory report. The total GHG emissions for Snap Fresh Foods were 2,870.92 tonnes of CO₂e for the period 01/04/2010 to 31/03/2011, whilst there were 2,601.44 tonnes of CO₂e for the period 01/04/2009 to 31/03/2010 and 2,937.75 tonnes of CO₂e for the period 01/04/2007 to 31/06/2008. This is an increase of 10% from last year and a decrease of 2% from the base year. It is unclear yet as to whether this is natural variability or represents a trend towards reduction.

Offset – 2871 tonnes CO₂e from Beijing 48 MW Guanting wind power Project. Serial numbers 133-4960438-4963308-VCU-008-APX-CN-1-84-18012008-27122008-0 have been cancelled (or equivalent) on Markit Environmental Registry.

Verified by – AsureQuality

Data quality score – Fair

Summary of carboNZero certification:



Snap Fresh Foods Limited

Disclosure 2 of 3 year certificate period

Threshold of materiality – Excluded emissions do not exceed 5% of the total footprint for organisation stated.

Level of assurance – reasonable assurance for organisational emissions and limited assurance for the additional life cycle emissions

Certification status – carboNZero certified organisation

Certificate number – 2011080J – Year 2

Valid until – 31 July 2013

Snap Fresh Foods, 22 Bell Avenue, Otahuhu 1060, Auckland, New Zealand
Telephone: +64 (0)9 270 0122, Email: stephen.twinn@snapfreshfoods.co.nz
Web: www.snapfreshfoods.com