

Counterparty Assessment: Agro-commodity Trader

GMAP Risk Management Questions (for Red Country-Commodity Combination Scores)

Certification		
Question	Answer	Documentation
Has the portfolio company adopted a management system procedure for assessing and managing E&S risks in its supply chain?		
Has the company defined an E&S risk-based approach to its sustainability sourcing, especially for sourcing over which it has management control?		
Has the company adopted a procurement/sourcing policy that explicitly outlines its E&S requirements to its suppliers (e.g. supplier code of conduct) in order to promote sustainable sourcing practices, including compliance with national labor and environmental laws, compatibility with IFC Performance Standards-related supply chain requirements (namely prevention of harmful child labor and forced labor, high risk of significant safety issues and land conversion of natural/critical habitats leading to biodiversity loss)?		
For the specific country-commodity combination under review, what are the company's initiatives under its direct sustainability sourcing (e.g., certification of its affiliated suppliers) and/or through commodity multi-stakeholders initiatives?		
Does the company verify through its own monitoring and supervision efforts that its certified/traceable sourcing over the last three years has increased?		
Does the company undertake a direct and/or third party audit to validate the improvement of its sustainability sourcing efforts? Can the company provide documentation on percent of certified volume per total volume traded (of the specific commodity in question)?		
Stakeholders & Sustainability Initiatives		
Does the company have an affiliation with an agro-commodity multi-stakeholder initiative (e.g. agro-commodity roundtables) that promotes good sustainability practices; prevention of harmful child labor, forced labor and significant worker safety risks, and; land conversion of natural and/or critical habitats leading to biodiversity loss, for its direct operations and supply chain?		
Is the company working towards affiliation to and/or membership in a sustainability initiative or alliance (e.g. Fair Labor Association)?		
Labor Compliance		
Does the company comply with relevant national labor laws, including relevant ILO Conventions, on prevention of harmful child labor and forced labor? Can the company provide documentation of such compliance from Ministry of Labor inspections?		
Does the company have a policy and/or supplier code of conduct which explicitly prevents the use of harmful child labor and forced labor in its direct production and its supply chain?		
Does the company have an existing EHS management procedure to effectively implement its policy with respect to harmful child labor and forced labor? What are the specific management programs for such measures?		
Is the company working towards certification that includes a requirement to prevent harmful child labor and forced labor in its supply chain?		
Region of Production		
Is the company able to prove that its production comes from neither areas that are not protected nor the result of recent land conversion of critical and/or natural habitat?		
Does the portfolio company have leverage, management control or influence over its primary suppliers?		
In case of country/region publically known to be under threats of conversion, is the portfolio company producing or sourcing only certified commodities from independent / third party audit?		
Does the company promote agro-commodity productivity intensification (especially for smallholders) to avoid deforestation and/or conversion of natural and/or critical habitats?		