

Purchasing Policy



FSC-certified tropical rainforest in the Amazon 7 years after Reduced Impact Logging. Next harvest is in 18 years.

Keflico's Purchasing Policy 2021

(Year of Implementation)



Keflico's Purchasing Policy has the UN Sustainable Development Goals 8, 9, 12, 15, and 17 as concrete objectives

	8.8	Protect labour rights and promote safe and secure working environments for all workers, including migrant workers, in particular women migrants, and those in precarious employment.
	9.4	Efficient use of resources and increased use of clean and environmentally sound technologies and industrial processes.
	12.2	Sustainable management and efficient use of natural resources.
	12.6	Businesses that employ sustainable practices and integrate sustainability information into their reporting cycle.
	12.8	Relevant information and awareness for sustainable development and lifestyles in harmony with nature.
	15.1	Ensure conservation, restoration and sustainable use of terrestrial and inland freshwater ecosystems.
	15.2	Promote the sustainable management of all types of forests, halt deforestation, restore degraded forests and substantially increase afforestation and reforestation globally.
	15.5	Limit degradation of natural habitats, halt the loss of biodiversity, and protect and prevent the extinction of threatened species.
	17.16	Enhance the Global Partnership for Sustainable Development, complemented by multi-stakeholder partnerships that mobilize and share knowledge, expertise, technology and financial resources, to support the achievement of the Sustainable Development Goals in all countries, in particular developing countries.

Keflico will at all times ensure maximum integrity in our value chain through the following purchasing policy:

1. Follow the Danish Timber Trade Federation's Code of Conduct.
2. Ensure compliance with any legislation related to the purchased products.
3. Exclude illegally sourced wood in any form, through strict compliance with the EU Timber Regulation (EUTR 2013).
4. Maintain independent third-party verification of our EUTR Due Diligence System.
5. Continuously develop our EUTR Due Diligence System, share knowledge with our suppliers, and facilitate third-party verified legal origin.
6. Maintain concrete and measurable objectives for trading in certified wood:
 - › By 2025, 80% of the total turnover must be based on FSC or PEFC certified wood.
7. Based on our DDS system and a risk-based approach, ensure that wood from forests of high conservation value (HCVF and FECV) is of documented sustainable origin.
8. Based on IUCN's Red List protect endangered (EN) and vulnerable (VU) species, and through FSC and PEFC ensure sustainable use of the species and their habitats. Thus:
 - Vulnerable (VU) must be traded as FSC 100%, FSC Mix, FSC Controlled Wood, or PEFC 100% by 2025.
 - Endangered (EN) must be traded as FSC 100%, FSC Mix, or PEFC 100%.
 - Species that are Critically Endangered (CR) are not included in Keflico's products.

Exempt from the above are species which are threatened by other invasive species or climate change, and where the assessment is that the species will become extinct as a result. In that case the best possible and most sustainable use is sought with a focus on resources and CO2 storage.
9. Based on the CITES lists II and III, comply with EU legislation and thereby trade these only as FSC 100% FSC Mix or PEFC 100% to ensure the best possible protection of the species and their habitats.

Goals for 2025:			
Tropical hardwood and veneer:	100%		
European hardwood:	75%		
North American hardwood:	65%		
Softwood:	100%		
Plywood:	100%		
OSB, MDF, Particleboard:	95%		
Other boards and laminates:	80%		

To promote Keflico's purchasing policy and the Sustainable Development Goals, Keflico will also:

10. Actively participate in promoting sustainable forest management through FSC Denmark, FSC International, and PEFC.
 11. Actively participate in the trans-verification of certified volumes and participate in the development of Chain of Custody standards and practices.
 12. Actively use our knowledge of forest issues to nuance the debate on the subject and promote knowledge of the subject among customers and other stakeholders.
- Keflico reports annually on the purchasing policy and its objectives in the Keflico Sustainability Report, cf. the GRI index.
- Certification percentages are verified by Preferred by Nature.