SEAFOOD PROGRESS: LOBLAW



Legacy report of this retailer's Seafood Progress profile as published in June 2018.

Report generated on: February 25th, 2019

REPORTING PERIOD

June 2018 - May 2019

LOCATION

Across Canada

NUMBER OF STORES

Almost 2,500

GROSS REVENUE

\$45.4 billion (2015)

WEBSITE

http://www.loblaw.ca

RETAILER SNAPSHOT

The Loblaw sustainable seafood commitment states that, by 2013, the company will procure all seafood sold in its stores from sustainable sources, (Loblaw defines this as fisheries certified by the Marine Stewardship Council (MSC), farms certified by the Aquaculture Stewardship Council (ASC) or products certified by an equivalent standard), "acceptable sources with conditions, or sources making meaningful progress toward sustainability". Loblaw states that over 94% of its seafood is currently in line with this commitment.

Loblaw's suppliers must sign a Code of Conduct that sets out mandatory minimum social responsibility standards and adherence to this Code is supported by independent, third party audits on all overseas suppliers. Loblaw is also committed to improving traceability of its seafood products, including through increasing the number of stores and distribution centers that have chain-of-custody certification (necessary for in-store labelling of MSC and ASC products). Loblaw collects data on scientific (Latin) names, country of origin, and harvest method for all seafood products and labels all of its private label products with the country of origin and whether the product is wild or farmed.

SeaChoice recommends that Loblaw continue to improve its labelling by introducing information such as the species (Latin) name and harvest method on its fresh and private label seafood products, and its transparency by disclosing information about its product sourcing through initiatives like the Ocean Disclosure Project.

In the process of developing this profile, SeaChoice corresponded with Jennifer Lambert, Senior Manager of Sustainability at Loblaw Companies Limited.

STEP 1: DOES THE RETAILER HAVE A COMPREHENSIVE COMMITMENT ON SUSTAINABLE SEAFOOD?





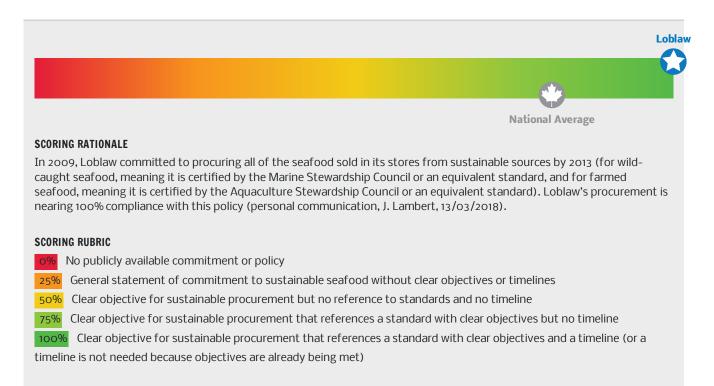
National Average

Does the policy include time-bound objectives for addressing environmental issues, social concerns and traceability?

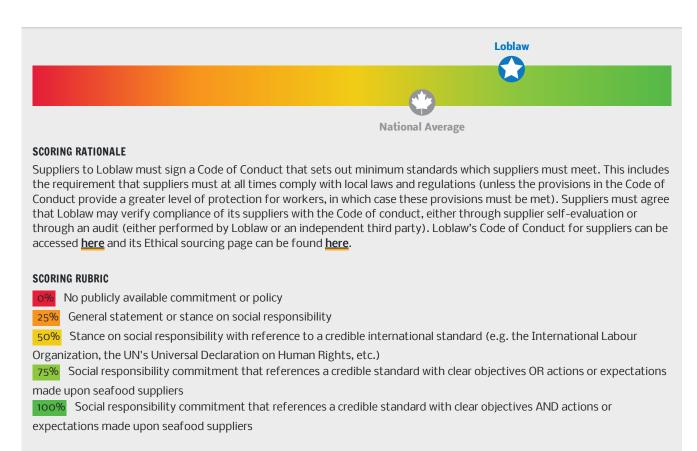
The step score is based on the average of Step 1 key performance indicators (step elements) listed below; click the + signs for more detailed information.

STEP ELEMENTS

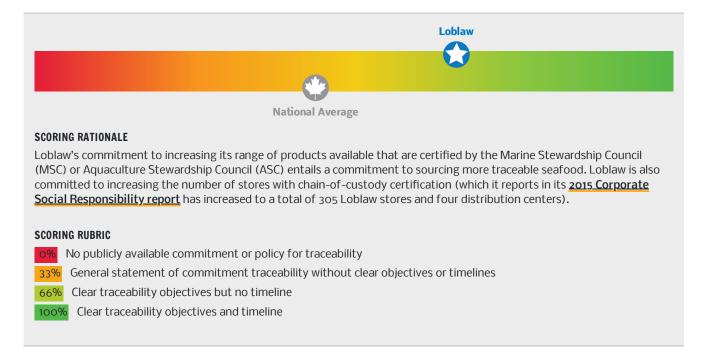
1.1 Has a publicly available commitment or policy to source more environmentally sustainable seafood



1.2 Has a publicly available commitment or policy to source more socially sustainable seafood



1.3 Has a publicly available commitment or policy to source more traceable seafood.



STEP 2: IS THE RETAILER COLLECTING DATA TO SUPPORT THEIR COMMITMENT?





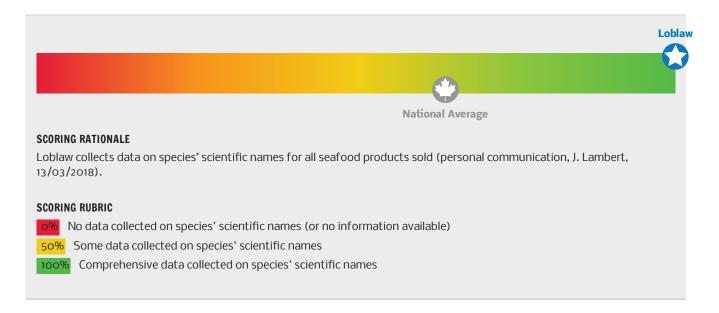
National Average

What information is the retailer collecting to monitor the environmental and social sustainability of their seafood products?

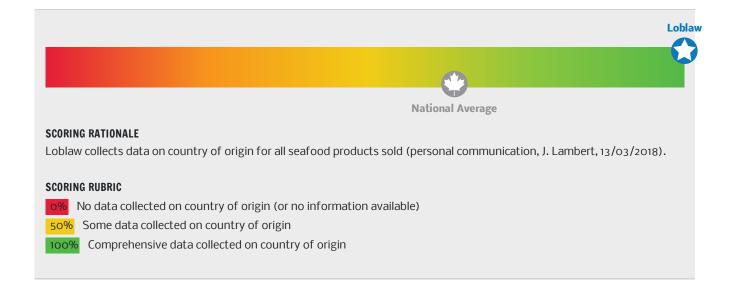
The step score is based on the average of Step 2 key performance indicators (step elements) listed below; click the + signs for more detailed information.

STEP ELEMENTS

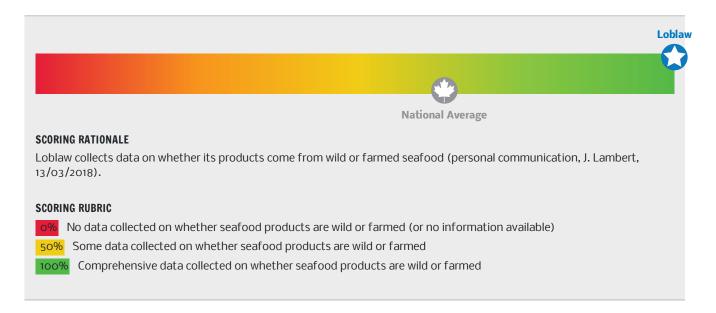
2.1 Retailer collects data on species scientific (Latin) name for seafood products being sold - the "what"



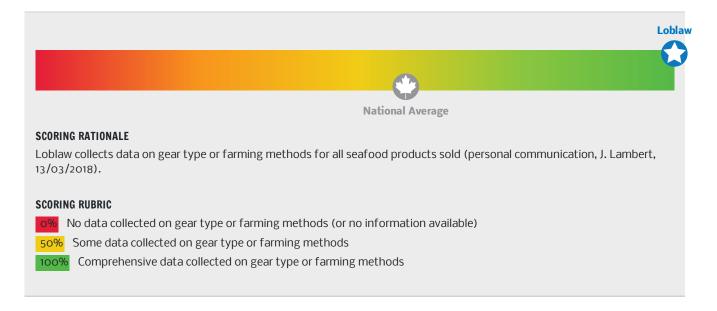
2.2 Retailer collects data on country of origin of seafood products being sold - the "where"



2.3 Retailer collects data on whether the seafood products being sold are wild or farmed - the "how"



2.4 Retailer collects data on the gear type or farming methods for seafood products being sold - the "how"



STEP 3: IS THE RETAILER MAKING RESPONSIBLE SOURCING DECISIONS?



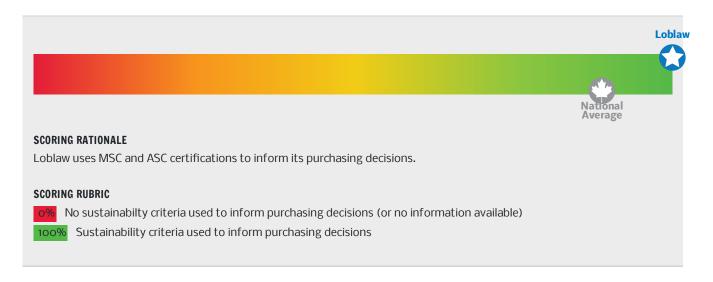
National Average

Are the retailer's procurement decisions supporting their environmental and social sustainability commitments?

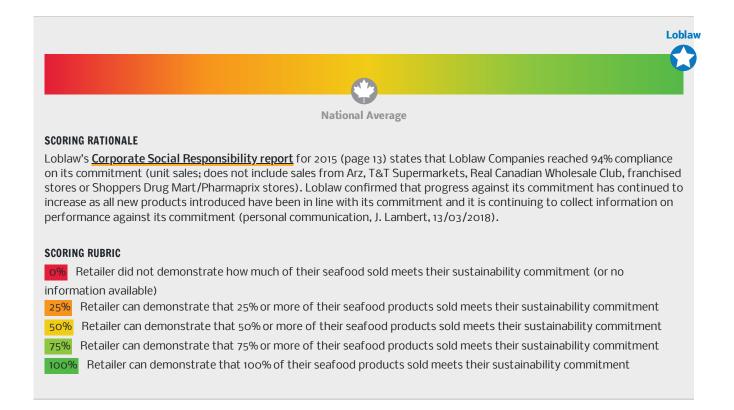
The step score is based on the average of Step 3 key performance indicators (step elements) listed below; click the + signs for more detailed information.

STEP ELEMENTS

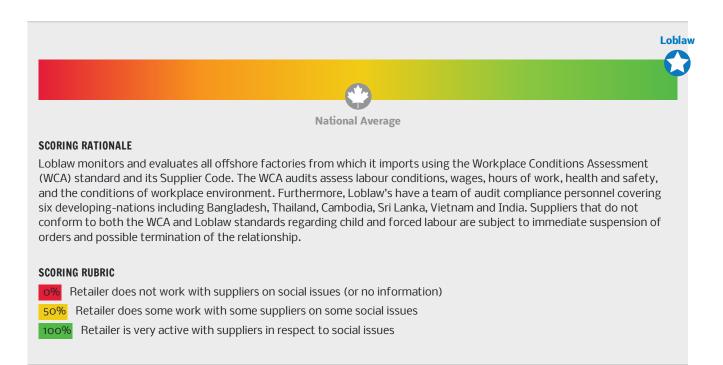
3.1 Retailer uses an established seafood certification or ranking standard to inform purchasing decisions.



3.2 Retailer can demonstrate that X% of their seafood sold in the last three years meets their sustainability criteria by volume/value.



3.3 Retailer works with suppliers to address potential human rights and labour abuses, and support sustainable livelihoods for producers



STEP 4: IS THE RETAILER TRANSPARENT ABOUT THEIR COMMITMENT?

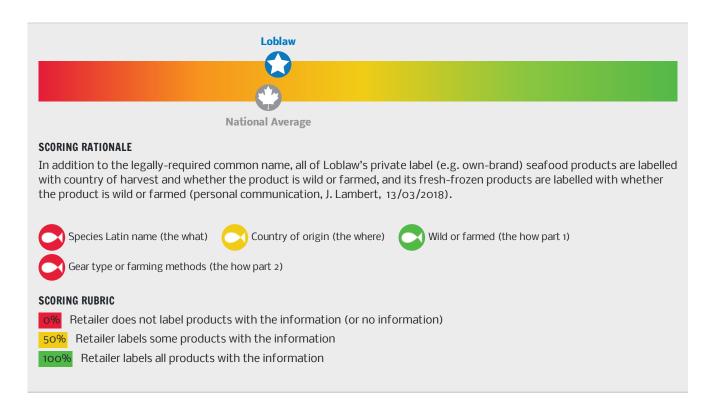


Is the retailer making information regarding the environmental and social performance of their seafood products publicly available and are they reporting on progress against their sustainable seafood commitment?

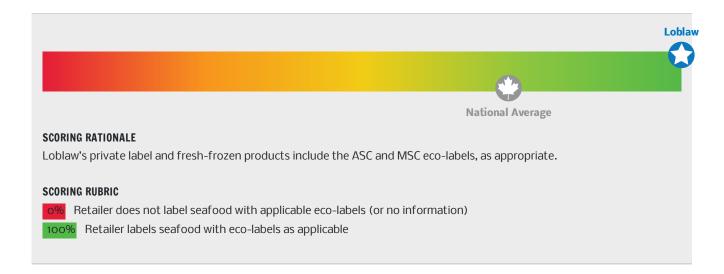
The step score is based on the average of Step 4 key performance indicators (step elements) listed below; click the + signs for more detailed information.

STEP ELEMENTS

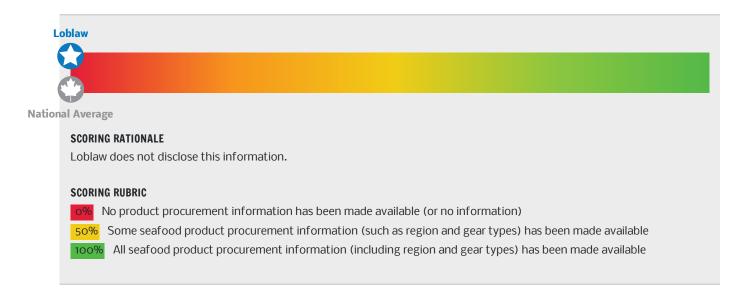
4.1 Retailer labels seafood with the information that allows consumers to make informed decisions - what (species name), where (country or region of origin), and how (wild/farmed and harvest method)



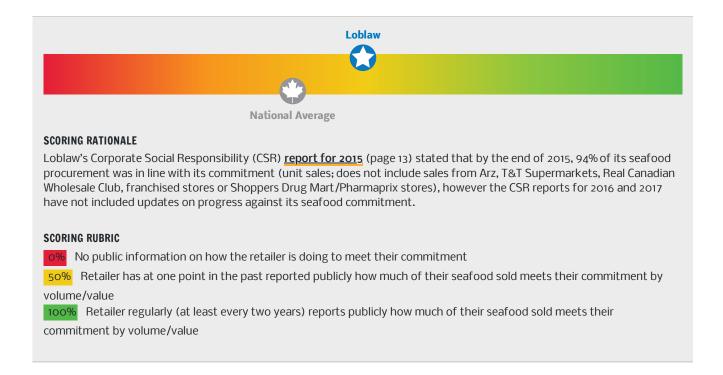
4.2 Retailer labels products with an eco-label (as applicable) allowing consumers to make informed decisions OR all products fit under a standard and are communicated as such



4.3 Product procurement information such as region and gear type data has been made available (e.g. through the Ocean Disclosure Project)



4.4 Retailer publicly reports how much of their seafood meets their sustainability criteria (by volume or value of sales).



STEP 5: DOES THE RETAILER EDUCATE STAFF, CUSTOMERS AND/OR VENDORS ABOUT THE IMPORTANCE OF THEIR COMMITMENT TO SUSTAINABLE SEAFOOD?



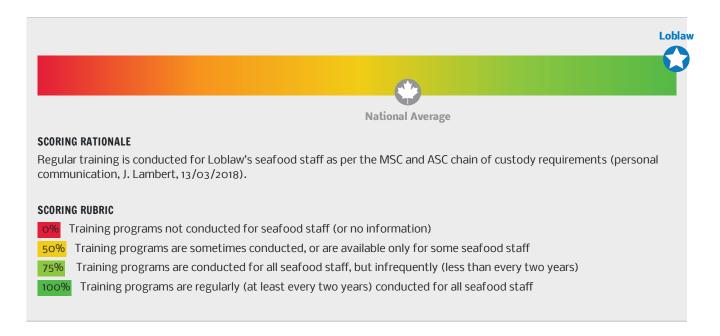
Loblaw - SeaChoice

Is the retailer educating their employees, customers, suppliers and other key stakeholders about their sustainable seafood commitment, environmental and social issues in seafood, and the importance of traceability?

The step score is based on the average of Step 5 key performance indicators (step elements) listed below; click the + signs for more detailed information.

STEP ELEMENTS

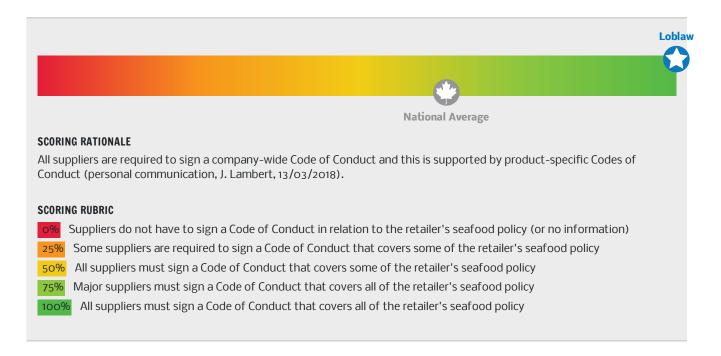
5.1 Training programs are conducted for seafood staff



5.2 There is a description of the retailer's sustainable seafood program for customers in store



5.3 Suppliers are required to sign a Code of Conduct to uphold the retailer's sustainable seafood policy



STEP 6: DOES THE RETAILER SUPPORT IMPROVEMENTS IN FISHERIES AND AQUACULTURE?

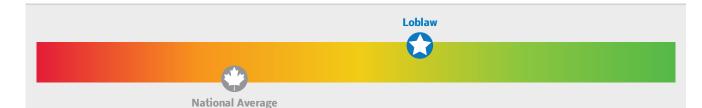


Does the retailer sell 'Priority Seafood' products (products that have high volume of sales in Canadian retail stores and are generally not recommended by the Ocean Wise Seafood Program) or SeaChoice Priority Species (species that enter the supply chain via Canadian fisheries and aquaculture operations with significant sustainability challenges). And if so, do they support improvement and how?

The step score is based on the average of Step 6 key performance indicators (step elements) listed below; click the + signs for more detailed information.

STEP ELEMENTS

6.1 Does the retailer support improvements in the production of farmed Atlantic salmon?



SCORING RATIONALE

Loblaw works closely with the ASC and BAP certification standards on development and supply chain expansion. It aims to source its farmed salmon from closed containment or organic certified open water net pens. Loblaw preferentially sources ASC certified salmon and if this is unavailable then it will source BAP or organic certified products (personal communication, J. Lambert, 13/03/2018).

XDoesn't sell product (100 pts)

- Outreach to policymakers to advocate for farming methods and management to be more environmentally sustainable.
- Is taking action either pre-competitively or independently to influence suppliers or producers to improve farming practices

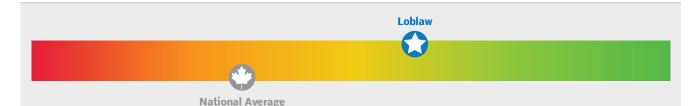
XRefrains from advertising the product

- ✓ Preferentially sources from farms that are either "Recommended" by Ocean Wise or "Best Choice" by Seafod Watch
- ✓ Preferentially sources from farms that are ASC certified

SCORING RUBRIC

- Sells the product and does not support improvements by doing any of the actions listed or no information available
- Retailer is engaged in one action to support improvement
- 40% Retailer is engaged in two actions to support improvement
- 60% Retailer is engaged in three actions to support improvement
- 80% Retailer is engaged in four actions to support improvement
- 100% Retailer is engaged in all improvement activities or doesn't sell the product

6.2 Does the retailer support improvements in the production of imported farmed shrimps and prawns?



SCORING RATIONALE

Loblaw worked with the ASC and BAP certification standards on development and are now working on supply chain expansion. It preferentially sources ASC certified shrimp and prawns (which are also recommended by Ocean Wise) when available but note that currently there is a limited supply. When ASC certified products are not available, Loblaw will source shrimp and prawn that are at least BAP 2-star certified (personal communication, J. Lambert, 13/03/2018).

XDoesn't sell product (100 pts)

- $\mathbf{x}^{\textsc{Outreach}}$ to policymakers to advocate for farming methods and management to be more environmentally sustainable.
- Is taking action either pre-competitively or independently to influence suppliers or producers to improve farming practices
- XRefrains from advertising the product
- ✓ Preferentially sources from farms that are either "Recommended" by Ocean Wise or "Best Choice" by Seafod Watch
- ✓ Preferentially sources from farms that are ASC certified

SCORING RUBRIC

- Retailer sells the product and does not support improvements by doing any of the actions listed or no information available
- 20% Retailer is engaged in one action to support improvement
- 40% Retailer is engaged in two actions to support improvement
- 60% Retailer is engaged in three actions to support improvement
- 80% Retailer is engaged in four actions to support improvement
- 100% Retailer is engaged in all support improvement activities or doesn't sell the product

6.3 Does the retailer support improvements in the production of skipjack tuna?



Mational Average

SCORING RATIONALE

While Loblaw prefers to source MSC certified skipjack tuna, availability and cost are common barriers. To try to address this, Loblaw has been working with suppliers to try and decrease the price point and increase availability (personal communication, J. Lambert, 13/03/2018).

XDoesn't sell product (100 pts)

- $\mathbf{x}^{\text{Outreach}}$ to policymakers to advocate for harvest methods and management to be more environmentally sustainable.
- Is taking action either pre-competitively or independently to influence suppliers or producers to improve fishing practices

XRefrains from advertising the product

 $\mathbf{x}^{\text{Preferentially sources from fisheries that are either "Recommended"}$ by Ocean Wise or "Best Choice" by Seafod Watch

XPreferentially sources from fisheries that are MSC certified

SCORING RUBRIC

Retailer sells the product and does not support improvements by doing any of the actions listed or no information available

20% Retailer is engaged in one action to support improvement

40% Retailer is engaged in two actions to support improvement

60% Retailer is engaged in three actions to support improvement

80% Retailer is engaged in four actions to support improvement

100% Retailer is engaged in all support improvement activities or doesn't sell the product

6.4 Does the retailer support improvements in the production of their highest selling SeaChoice Priority Species?



National Average

SCORING RATIONALE

Loblaw's highest selling SeaChoice Priority Species is Atlantic cod, and it preferentially sources MSC certified Icelandic and Norwegian Atlantic cod from fisheries that are recommended by Ocean Wise and rated 'Best Choice' by Seafood Watch (personal communication, J. Lambert, 13/03/2018).

- χ Outreach to policymakers to advocate for harvest or farming methods and management to be more environmentally sustainable.
- \mathbf{x}^{I} Is taking action either pre-competitively or independently to influence suppliers or producers to improve fishing/farming practices

XRefrains from advertising the product

- Preferentially sources from fisheries that are either "Recommended" by Ocean Wise or rank as a "Best Choice" (Green) by Seafood Watch
- ✓ Preferentially sources from fisheries that are MSC/ASC certified

SCORING RUBRIC

- Retailer sells the product and does not support improvements by doing any of the actions listed or no information available
- 20% Retailer is engaged in one action to support improvement
- 40% Retailer is engaged in two actions to support improvement
- 60% Retailer is engaged in three actions to support improvement
- 80% Retailer is engaged in four actions to support improvement
- 100% Retailer is engaged in all support improvement activities

6.5 Does the retailer support improvements in the production of their second highest selling SeaChoice Priority Species?

