



# MODERN SLAVERY *statement*

---

FOR THE REPORTING PERIOD ENDING **31 MARCH 2023**



## INTRODUCTION

This modern slavery statement has been prepared for My Food Bag Group Limited (the **Company**, together with its subsidiary, My Food Bag Limited, **My Food Bag**) for the reporting period covering the financial year ended 31 March 2023. It has been prepared by the Company (as the reporting entity) pursuant to the requirements of the Australian Modern Slavery Act 2018.

This statement acknowledges the risk of modern slavery in Aotearoa, New Zealand and in global supply chains. It outlines the structure of My Food Bag's operations and supply chains, and summarises how we define, identify, assess and address modern slavery risks in our business.

Our "Nude Food" philosophy has always been the foundation for everything we do and it grounds us in delivering real food sourced from the ground, sea and sky. This enduring philosophy extends to the people growing, harvesting, making and packing our food; and prioritising the hauora (health and wellbeing) of the people at every point along that story. It is a philosophy which extends from those on the ground with our suppliers, to our own staff right through to our foodies (customers) at home.

We want to be at the forefront of feeding the future in New Zealand and we are committed to enhancing our environmental, social and governance performance to inspire communities and organisations across Aotearoa. This includes prioritising the continuous assessment and improvement of our policies and processes to ensure our environment remains free from exploitation, abuse of vulnerable people and modern slavery.

## CONSULTATION

My Food Bag Limited has been consulted with regarding the contents of this statement. Input has been provided by members of the Strategic Leadership Team as well as a working group from across the business, including procurement, operations, HR and legal.

## APPROVAL

This modern slavery statement was approved by the Board on 19 September 2023 and is signed by the Chair.



Tony Carter  
**Chair**

# A MESSAGE FROM OUR CEO,

**Mark Winter**



At My Food Bag, we believe that cooking and eating well builds stronger, healthier communities and families. We recognise that we are in a fortunate position to help ensure that kiwi communities flourish, and that with that comes a responsibility to look out for those working in or for our business: whether that's growing our produce, packing our meal kits or delivering to foodies each week.

The existence of modern slavery is a reprehensible reality and it is a risk we are increasingly aware of at My Food Bag.

Unfortunately, agriculture remains one of the largest risk sectors globally for exploitative practices. We are committed to working with, and championing, suppliers and growers with the highest standards and best practices for minimising the risks of exploitation.

Supporting the wellbeing of our kiwi communities, and the fundamental human rights of those involved in bringing our service to our foodies, will always be our priority. As always, we recognise that there is more work to do. We continue to assess and develop our processes in this area, and ensure they remain consistent with our core values.

We welcome this opportunity to confirm our commitment to the elimination of modern slavery.

A handwritten signature in black ink, appearing to read 'Mark Winter'.

Mark Winter  
**CEO**

# OUR STRUCTURE, OPERATIONS & SUPPLY CHAINS

## Our Structure

My Food Bag Group Limited (NZCN 6113607) is a New Zealand company with its shares listed on the NZX under the code "MFB".

Because My Food Bag Group Limited was, until 30 June 2023, listed on the ASX and has consolidated revenue in excess of A\$100m, we must comply with the requirements of the Australian Modern Slavery Act 2018 for the reporting period ended 31 March 2023.

My Food Bag Group Limited has one subsidiary, My Food Bag Limited, which is the operating entity within the group.

First established in 2013, My Food Bag is an online food delivery business and New Zealand's longest-standing meal-kit provider. My Food Bag currently employs around 220 people.

Each week, My Food Bag delivers thousands of boxes full of nutritious and predominantly locally sourced ingredients, along with easy-to-follow recipes direct to families across New Zealand.



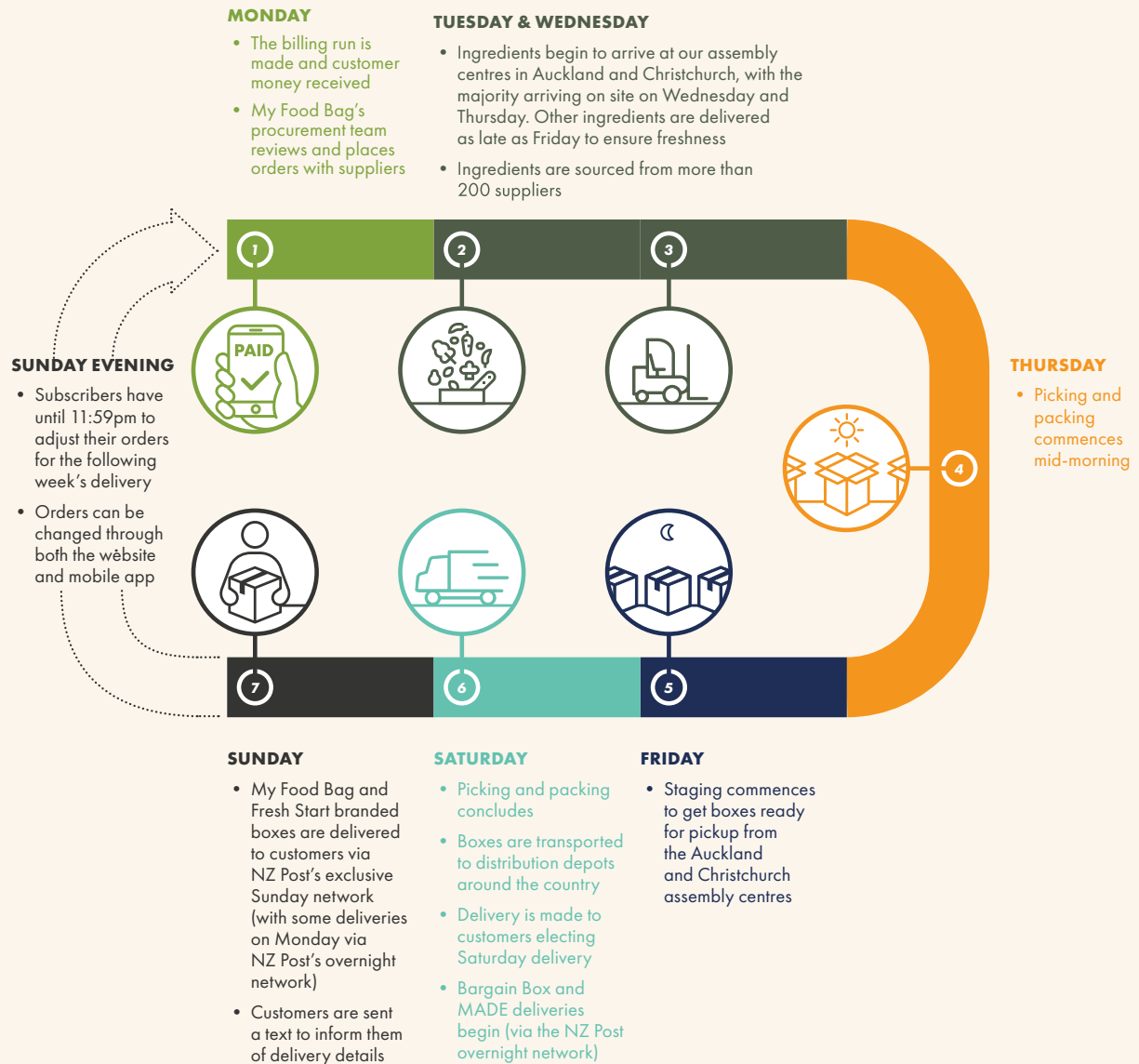
My Food Bag offers the broadest range of meal-kit products, and the most recipe choice in Aotearoa under four key brands: My Food Bag, Bargain Box, Fresh Start and MADE. Customers are also able to access the My Food Bag Kitchen, where we offer solutions for more meal occasions through a curated selection of products across multiple categories.

Since inception, we have focused on evolving our product offering through innovation and a strong understanding of customers' needs. We appeal to a wide range of New Zealanders by delivering flexibility, convenience and great value.

Our brands include a variety of goal-based products to help our customers achieve their dietary goals, such as weight loss or reducing meat intake.



# Our Operations



Our operations are run entirely within Aotearoa, New Zealand, and our customers are based across both the North and South Islands. We operate assembly centres in Auckland and Christchurch.

We operate a weekly business cycle (as illustrated above). Orders for the following week's delivery are 'locked' on a Sunday night, with ingredients arriving to our assembly centres on Tuesday through Friday. Items are then 'picked and packed' on Thursday and Friday, prior to being delivered to customers. Our customers primarily receive their deliveries to their home, usually on a recurring basis.

My Food Bag employs a range of full-time, part-time and casual team members across its administration, operations and logistics teams. We also maintain relationships with a range of temporary labour suppliers who provide workers each week to assist us with product assembly and mitigate risks of labour shortages.

We use New Zealand Post, a reliable third-party distributor (and state-owned enterprise) to deliver our meal kits and we benefit from their extensive distribution network.

# Our Supply Chain

## Supply Chain Overview

We operate a largely outsourced and asset-light supply chain model, while always maintaining close oversight across supply and delivery.



### FOOD SUPPLIERS

- We operate a 'source-to-order' model: purchase orders are placed with suppliers on a weekly basis at the exact levels required to match customer orders (allowing for a small buffer of stock) to minimise waste.
- Our supply chain with food suppliers is robust and resistant to adverse events, with 98% of all meat and produce sourced locally in New Zealand.



### ASSEMBLY CENTRES

- We are the only large-scale New Zealand meal-kit delivery business with chilled assembly centres in both the North and South Islands, providing logistical efficiencies, more localised sourcing of ingredients and greater delivery certainty to the South Island.



### OVERNIGHT & EXCLUSIVE DELIVERY NETWORKS

- We have a strong relationship with distribution partner NZ Post who currently operate an exclusive Sunday delivery service for My Food Bag.



We source our food ingredients from more than 100 suppliers. The vast majority of what we source is fresh fruit, veggies and meat, as well as longer life grains, nuts, seeds or spices. This means that much of what we source is from within Aotearoa, New Zealand.

Packaging makes up much of the remaining products we source in volume. We maintain long standing and stable relationships with our strategic vendors.

Due to seasons, climate and availability, some of our supplier's source products internationally when unavailable locally, including in Australia, India and Vietnam.

# RISKS IN OUR OPERATIONS & SUPPLY CHAINS

## Acknowledging the existence of Modern Slavery

My Food Bag and its Board acknowledge modern slavery and economic exploitation as a significant phenomenon, prolific in its existence throughout global supply chains.

We view the International Labour Organisation's (ILO) definition of modern slavery and forced labour as the most comprehensive. For the purposes of this statement, modern slavery covers a set of specific legal concepts including forced labour, debt bondage, other slavery and slavery like practices, and human trafficking. It refers to situations of exploitation that a person cannot refuse or leave due to threats, violence, coercion, deception, and/or abuse of power.

We acknowledge the work of the United Nations (UN) and support its standards of achievement for all peoples and nations within the Universal Declaration of Human Rights (the UN Declaration). Based on the UN Declaration, we recognise that infringements on human rights can occur in many forms and across many countries and industries.

## Identifying risk in our Operations

We consider the risk of modern slavery practices within My Food Bag's operations to be very low. My Food Bag's workforce is located entirely within Aotearoa, New Zealand. Our directly employed workforce is predominantly skilled and well remunerated.

In addition to our own employees, we utilise trusted temporary labour suppliers each week to provide workers to assist us with picking and packing at our assembly centres. Given that these workers are largely unskilled and low paid, and include migrant workers, we have identified this temporary labour force as one potential area of risk in our operations.



# Identifying risks in our Supply Chain

## Upstream supply chain

Aotearoa, New Zealand is generally considered a low-risk geographical region for modern slavery practices. Nearly all of our 'Tier 1' and 'Tier 2' suppliers are based in Aotearoa. Despite this, the agriculture and food production industries are some of the most at risk for exposure to modern slavery practices.

My Food Bag acknowledges this risk associated with the agricultural industry. The industry relies heavily on third party labour, migrant labour and younger or seasonal workforces, being the most vulnerable groups for economic exploitation. My Food Bag also purchases seafood products both from within Aotearoa, New Zealand and internationally (e.g. prawns), and we recognise that we have less direct visibility over the labour conditions for those working to supply My Food Bag with seafood from overseas.

## Downstream supply chain

We have a strong, longstanding relationship with our primary distribution partner, NZ Post, which is a state-owned enterprise.

The treatment of contract courier drivers has been identified in New Zealand as a potential area where individuals may be at risk of exploitation (for example, through the failure of contract drivers to receive minimum employment entitlements). NZ Post's modern slavery statement for the financial year ended 30 June 2022 includes the actions to be undertaken to reduce this risk. We have a transparent relationship with NZ Post and have a high degree of confidence that any risk of modern slavery within NZ Post's business is being appropriately monitored, addressed and reported.





# ASSESSING AND ADDRESSING RISKS OF MODERN SLAVERY

My Food Bag understands that despite the risk of modern slavery practices in its business being low, the risks do exist. We must, therefore, adopt a holistic approach to assessing and addressing these risks and ensuring they sit at the forefront of any governance, operational, logistical or supplier considerations.

## Risk assessment

My Food Bag formed a small working group consisting of representatives from across the business to identify and assess risks relating to modern slavery.

### Risk register

My Food Bags maintains a modern slavery risk register and includes modern slavery risks in its quarterly risk review process. Our upstream suppliers are reviewed and assessed as either low, medium or high risk depending on the nature of their operations.

Only 5% of our suppliers were considered a medium risk for exposure to modern slavery practices. All of our other suppliers were considered to be of low risk. We intend to follow up with those suppliers we have assessed as medium risk suppliers to request further information concerning their practices and labour standards so that we can better understand their potential exposure to modern slavery practices. Where appropriate, we will work with these organisations to address or improve the risks identified.

If any modern slavery practices are identified within our supply chain and not appropriately rectified, we expect to search for alternative suppliers.

### Self-assessment questionnaire

In addition to our own assessment of our upstream suppliers, during the year we followed the recommendation of MBIE to develop a modern slavery self-assessment questionnaire. Ingredients suppliers were requested to complete the modern slavery questionnaire as part of the January 2023 update to our Approved Supplier Programme.

The modern slavery self-assessment questionnaire asks suppliers to confirm adherence to ethical standards including minimum employment conditions and was completed by 70% of the Ingredients suppliers.

## Steps to address risks

My Food Bag has established the following policies and processes to address modern slavery risk.

### Code of Ethics

My Food Bag expects its people to behave ethically and act with integrity. We have a written Code of Ethics with which all of our directors and employees are required to comply. This Code does not include an exhaustive list of what is or is not acceptable behaviour at My Food Bag – rather, it is intended to facilitate decisions and promote ethical standards that are consistent with My Food Bag's business standards, reputation, objectives and legal obligations.

The Code of Ethics includes a section outlining My Food Bag's zero tolerance for modern slavery practices and encouraging employees to report instances of suspected modern slavery practices within our operations or supply chain.

### **Approved Supplier Programme**

When selecting our business partners, social and ethical responsibility along with sustainability is always front of mind. We only work with suppliers who align themselves with our very high ethical and environmental standards. For this reason, we have a comprehensive Approved Supplier Programme and we will only work with suppliers who pledge to meet the prescribed requirements – importantly, this includes a commitment to fair worker remuneration and labour rights. The Approved Supplier Programme was updated effective 1 January 2023 and as part of this update now includes a request for suppliers to complete a Modern Slavery self-assessment questionnaire.

Ultimately, we believe that increasing supply chain transparency is one of the most important tools in minimising the risks of modern slavery. We continually review our Approved Supplier Programme and look for opportunities to improve monitoring through increased reporting obligations.

### **Adherence to Approved Supplier Programme**

We maintain key relationships with our suppliers and set clear expectations.

We conduct regular reviews and audits of our key suppliers' compliance with the Approved Supplier Programme. While historically this has focused to a large extent on food safety and quality assurance, we recognise the opportunity to expand the scope of these audits to address modern slavery risks.

### **Supply contracts**

Wherever possible, we seek to use our own template agreements when contracting with our suppliers. These templates require our suppliers to comply with all applicable laws and otherwise act in accordance with good industry practice.

We retain the right to audit our supplier's compliance with their supply agreement.

Ultimately, we challenge ourselves to ensure our contracts share risk fairly with suppliers, to avoid risk being unreasonably pushed down the supply chain to workers.

### **Whistleblower policy**

My Food Bag's Whistleblower Policy aims to encourage the reporting of suspected wrongdoing, including activity which may breach the law or otherwise prejudice My Food Bag's reputation. This policy includes suspected modern slavery practices within My Food Bag and in its supply chain as an example of wrongdoing.

My Food Bag acknowledges that while the risk of modern slavery or exploitative practices within its own operations is low, it should work to provide as many avenues for the prevention of modern slavery practices as possible. During the year we established a 'whistle-blower' reporting line managed by a third-party provider to allow employees to raise concerns anonymously.

### **Temporary labour providers**

We mitigate the risk of exploitation of our temporary workforce by using trusted temporary labour suppliers and by satisfying ourselves that we are paying enough for labour services to allow efficient contractors to pay their workers lawfully.

While working onsite, all temporary workers are managed by individuals directly employed by My Food Bag, with direct visibility through management layers of working conditions and hours of work.

# WHERE TO FROM HERE?

## Assessing effectiveness

My Food Bag is committed to gaining a better understanding of the effectiveness of the current actions it takes to monitor and address modern slavery risks across its business. To do so, we expect to:

- maintain, enhance and continue to review our modern slavery risk register, including following compliance audits and/or the introduction of new suppliers;
- monitor the results of compliance audits or reviews undertaken in respect of key suppliers (as well as any modern slavery reporting being done by our large suppliers);
- monitor any complaints or investigations concerning the activities of organisations (or specific sectors) in our supply chain;
- review and consider the results of any self-assessment questionnaires completed by suppliers; and
- continue to encourage the reporting of any unethical behaviour or other wrongdoing, and track the number of relevant risks identified year-on-year.

## Next steps

We recognise the continued need to develop greater awareness of modern slavery practices and build our capability in identifying, monitoring and addressing the associated risks.

We intend to build greater awareness of modern slavery practices across our workforce, to enable our people to identify suspected modern slavery practices and confidently report on them. We will do this through internal communications to remind our employees of our policies in relation to modern slavery practices. We will also provide updates to raise awareness of the New Zealand modern slavery and worker exploitation framework once this has been announced.

More generally, our expectations will continue to be very clear – we expect, and our customers expect, the highest level of ethical standards to be maintained within our organisation and in our supply chain; everyone has the right to be treated with respect and dignity, regardless of background or circumstances. There is no place for modern slavery practices at My Food Bag or beyond.