

AGM 2022

Shareholder Questions and Answers

Updated 14th June 2022

1. Are the Zinc Oxide and formaldehyde bans worldwide or just in specific countries, and if the latter what are the expected timescales to become worldwide?

Neither Zinc Oxide or Formaldehyde are banned worldwide and the status of regulation around the world is different for each, further it is also true to say that regulation can in some cases lag behind actual practice. In the case of Formaldehyde then this is banned in the European Union, but is still available for use in different parts of the world such as South-East Asia. Similar is true for Zinc Oxide where its use is being severely restricted in the EU from this month, but it can still be used in other parts of the world. We would expect other countries and regions of the world to follow and various regulatory bodies continue to evaluate the use of these products. However, what tends to happen is that either through consumer demand for higher quality products or through the need to match European or other standards in order to export product, then others will follow and remove these substances from their production processes. Whilst we have no specific timeline that we can point to, we do expect both the consumer and regulators to continue to move away from these harmful substances and towards the use of natural feed additive solutions such as ours.

2. Are you looking at any products which reduce the carbon emissions from the animals you help feed?

In terms of your second question, we are absolutely looking into products which can help reduce carbon emissions in our industry and we aim to be part of the solution to the challenges faced by needing to reduce overall emissions. A lot of this work focuses on quantifying the impact of our existing products as they are already focused on improving feed efficiency and so our market position is naturally one of more output for less input and those inputs all have a carbon cost. But we are also currently studying the impact our products can have on other environmental challenges such as methane emissions in dairy, the focus here is showing that our products, which already have wider commercial benefits, can also help reduce levels of methane as an added benefit of the product.

