



Nestlé Good food, Good life

Reporting Scope and Methodology for Nutritional Value Transparency 2023

Introduction

Reporting on the nutritional value of our entire portfolio is a key commitment of our Good for You strategy. Since 2022, Nestlé has provided transparency on the nutritional value of our portfolio, globally and in 13 selected countries, using government-endorsed nutrient profiling systems.

Given the geographical scope of this reporting and the number of different nutrient profiling systems used, this document provides the full methodology used to calculate the country-specific nutritional value transparency indicators presented on the [nestle.com website](https://www.nestle.com).

This methodology note applies to reporting based on sales in the 2023 calendar year. Nestlé may review the methodology and indicators annually to reflect changes to business priorities, regulatory requirements, industry best practices and standards, and stakeholder feedback.

Scope

“In scope” companies

A company is “in scope” for reporting when the financial performance of such company is consolidated in the Nestlé S.A. consolidated financial statements in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), and excludes associates and joint-ventures. The only exception is Cereal Partners Worldwide (CPW) – makers of Nestlé breakfast cereals in which Nestlé owns a 50% shareholding – since breakfast cereals are in scope of all the nutrient profiling models of selected countries. Please refer to Nestlé’s consolidated IFRS financial statements for further details. Exceptions to this are described in the section ‘Acquisitions and divestitures’ below and within the scope for each indicator.

Data and performance of legal entities outside companies “in scope” are not considered for the Nutritional Value Transparency KPIs unless specifically stated otherwise in this note.

Acquisition and divestitures

The data and performance for 2023 excluded entities newly acquired during 2023 as well as divested entities, except when expressly stated otherwise in this note¹. As per internal rules, acquisitions during 2023 will be included in our reporting from January 1, 2025.

Products included in the assessment

The general product scope of the Nutritional Value Transparency assessment is all foods and beverages sold by “in scope” companies, as well as PetCare products.

Nutrient profiling systems focus on foods and beverages for the general population, i.e., generally excluding infant and medical nutrition, with varying scopes of food and beverage categories for which the system can be applied. As a result, we report separately foods and beverages in scope of the relevant nutrient profiling system and products out of scope of these systems. This note contains the details for each country (or group of countries).

¹ Newly acquired entities will be included in Nestlé Tracking and Reporting for the selected KPIs from January 1 of the following year, once a period of 12 months has elapsed from the closing of the acquisition.

Geographical scope and associated Nutrient Profiling Systems

Table 1 details the nutrient profiling systems used for the global reporting and in the 13 reporting countries.

Table 1: Geographical scope of our nutrition value transparency reporting

Product portfolio geographical scope	Nutrient Profiling System used for portfolio assessment	Page
Asia & Oceania		
Australia	Health Star Rating system	5
New Zealand	Health Star Rating system	5
Malaysia	Malaysian Healthier Choice logo	6
Singapore	Singapore Healthier Choice symbol	7
Thailand	Thailand Healthier Choice logo	8
Europe		
France	Nutri-Score ²	9
Germany	Nutri-Score ²	10
United Kingdom	UK Nutrient Profiling Model (HFSS)	11
Central & South America		
Argentina	Nutrient-based warning legends	12
Brazil	Nutrient-based warning legends	13
Chile	Nutrient-based warning legends	14
Mexico	Nutrient-based warning legends	15
Peru	Nutrient-based warning legends	16

Note: products assessed were only those which were sold in the country and generated sales, irrespective of place of production. Products manufactured for export only were out of scope for the assessment for manufacturing countries, unless specifically stated otherwise in this note.

Data collection

The data reported covers the 2023 calendar year, unless mentioned otherwise in the KPI details. All data were extracted from our own systems or systems from third parties with their authorization when relevant. Data not available in the systems were construed in good faith according to best practice and industry standards.

The nutritional data used to calculate the various nutrient profiling systems were derived from the recipe management systems and nutritional labels, or a combination of both. For products requiring reconstitution, e.g., powders, the nutrient profiling systems rules applied, or the manufacturer's instructions in the absence of such rules. Where applicable, the calculations were done using the official tools and were certified by the issuing organization.

All financial data were retrieved from Nestlé systems.

² Assessment conducted with the algorithm applicable for 2023 (see pages 9 and 10).

Performance measure

Percentage defined by the sum of the Net Sales Value from the specific grouping of products divided by Total Net Sales Value of products sold in 2023, in the specified country(ies):

$$\frac{\text{Net sales from target group of products}}{\text{Country(ies) Total Net Sales}}$$

Australia & New Zealand

Nutrient Profiling System: Health Star Rating (HSR)

The official HSR calculator
(version 4.2) was used:

Health Star Rating – Excel Calculator



Assumptions

- n/a

Scope

The scope of the reporting is described in the table below.

In scope of HSR assessment	Out of scope of HSR	
Reported in three bands (HSR of less than 1.5; 1.5 to less than 3.5; 3.5 or above)	Reported as 'Other'	Reported as 'Specialized nutrition'
All retail foods and beverages in scope of the HSR model were assessed, irrespective of whether the HSR logo was present on pack at the end of 2023.	<ul style="list-style-type: none"> - Coffee, medicated confectionary, Nestle Professional (out of home), Industrial Products. - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant formula, food and beverages for children < 3 years of age

Malaysia

Nutrient Profiling System: Healthier Choice logo



Assumptions

- n/a

Scope

The scope of the reporting is described in the table below.

In scope of Healthier Choice logo assessment	Out of scope of Healthier Choice logo	
Reported as "Logo" / "No logo"	Reported as 'Other'	Reported as 'Specialized nutrition'
Nestlé products in the following categories: <ul style="list-style-type: none"> - Cereal, cereal products & flour confection - Dairy & dairy products - Beverages - Convenience food (instant noodles) - Ice cream (from August 2023 onwards, once HCL criteria was published) 	<ul style="list-style-type: none"> - Nestlé Professional - Confectionery - PetCare - Beverages (black coffees) - Culinary products 	<ul style="list-style-type: none"> - Nestlé Health Science - Nestlé & Wyeth Nutrition

Singapore

Nutrient Profiling System: Healthier Choice symbol



Assumptions

- n/a

Scope

The scope of the reporting is described in the table below.

In scope of Healthier Symbol logo assessment	Out of scope of Healthier Symbol logo	
Reported as "Logo" / "No logo"	Reported as 'Other'	Reported as 'Specialized nutrition'
Nestlé products in the following categories: <ul style="list-style-type: none"> - Beverages - Cereals - Protein - Sauces, spreads and condiments - Snacks - Convenience meals - Desserts 	<ul style="list-style-type: none"> - Non-food/beverage items - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant formula, food and beverages for children < 1 year of age

Thailand

Nutrient Profiling System: Healthier Choice Logo



Assumptions

- Total net sales do not cover *Nespresso*

Scope

The scope of the reporting is described in the table below.

In scope of Healthier Choice logo assessment	Out of scope of Healthier Choice logo	
Reported as "Logo" / "No logo"	Reported as 'Other'	Reported as 'Specialized nutrition'
Nestlé products in the following categories: <ul style="list-style-type: none"> - Coffee mixes, pure soluble coffee, teas, coffee capsules, ready-to-drink coffee - Dairy sport nutrition & adult nutrition - Sauces - Ice cream - Growing Up milk (1 year above powder & UHT milk) - Breakfast cereals - Nestlé Health Science registered as beverage 	<ul style="list-style-type: none"> - Creamer - Coffee machine - Water - Confectionery - Nestlé Professional categories for operators - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science registered as Medical & complete diet - Baby food, infant & follow-on milk < 1y

France

Nutrient Profiling System: Nutri-Score



Assumptions

- Calculations based on the official Nutri-Score documents and the algorithm itself, applicable for 2023

Scope

The scope of the reporting is described in the table below.

In scope of Nutri-Score assessment	Out of scope of Nutri-Score	
Reported as Nutri-Score A, B, C, D, E	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages with Nutri-Score applied on pack	<ul style="list-style-type: none"> - Pure coffees and teas - Nestlé Professional (Nutri-Score available only online) - Starbucks products (brands not owned by Nestlé) - Confectionery Gifting (except seasonal products from <i>KitKat</i> and <i>Smarties</i>) - Small packs (no room for Nutri-Score logo and officially no need to show Nutri-Score) - Non-food items - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 3 years of age

Germany

Nutrient Profiling System: Nutri-Score



Assumptions

- Calculations based on the official Nutri-Score documents and the algorithm itself, applicable for 2023

Scope

The scope of the reporting is described in the table below.

In scope of Nutri-Score assessment	Out of scope of Nutri-Score	
Reported as Nutri-Score A, B, C, D, E	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages with Nutri-Score applied on pack	<ul style="list-style-type: none"> - Pure coffees and teas - Nestlé Professional (Nutri-Score available only online) - Starbucks and Dallmayr products (brands not owned by Nestlé) - Confectionery Gifting (except seasonal products from <i>KitKat</i> and <i>Smarties</i>) - Small packs (no room for Nutri-Score Logo and officially no need to show Nutri-Score) - Non-food items - PetCare - Mineral water for out of home business - <i>Ankerkraut</i> 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 3 years of age

United Kingdom

Nutrient Profiling System: UK Nutrient Profiling Model (HFSS)

The UK Nutrient Profiling Model (NPM) criteria used to determine if a product is High in Fat, Sugar and/or Salt (HFSS) is different to the criteria used for UK front-of-pack nutrition labelling³ which determines the colour coding for fat, saturates, sugar and salt.

³ Reference – Front of Pack nutrition labelling guidance - GOV.UK (www.gov.uk)
The HFSS status of a product is not shown on pack.

Assumptions

- n/a

Scope

The scope of the reporting is described in the table below.

Note: some products sold for export were included in the assessment.

In scope of UK NPM assessment	Out of scope of UK NPM	
Reported as "Non-HFSS" / "HFSS"	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages in scope of the UK NPM, except those reported in the 'out of scope' categories	<ul style="list-style-type: none"> - Non-food items (e.g. coffee machines) - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 3 years of age

Argentina

Nutrient Profiling System: Nutrient-based warning legends

Reference: Argentina Law N° 27.642 and Decree No. 151/2022; second implementation phase criteria.



Assumptions

- Single ingredient and bulk products have been assigned zero warning legends
- Caffeine and sweeteners were not taken into consideration in the number of warning legends

Scope

The scope of the reporting is described in the table below.

In scope of warning legend assessment	Out of scope of warning legends	
Reported as 0 to 5 warning legends	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages, except those reported in the 'out of scope' categories	<ul style="list-style-type: none"> - Non-food items - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 3 years of age

Brazil

Nutrient Profiling System: Nutrient-based warning legends

Reference: Brazil Law RDC N° 429 and IN N° 75 (2020).



Assumptions

- Single ingredient and bulk products have been assigned zero warning legends

Scope

The scope of the reporting is described in the table below.

In scope of warning legend assessment	Out of scope of warning legends	
Reported as 0 to 3 warning legends	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages, except those reported in the 'out of scope' categories	<ul style="list-style-type: none"> - Non-food items - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 3 years of age

Chile

Nutrient Profiling System: Nutrient-based warning legends

Reference: Amendment to Food Sanitary Regulation (2015).



Assumptions

- Single ingredient and bulk products have been assigned zero warning legends

Scope

The scope of the reporting is described in the table below.

In scope of warning legend assessment	Out of scope of warning legends	
Reported as 0 to 4 warning legends	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages, except those reported in the 'out of scope' categories	<ul style="list-style-type: none"> - Non-food items - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 3 years of age and without added sugars

Mexico

Nutrient Profiling System: Nutrient-based warning legends

Reference: Amendment of NOM-051-SCFI/SSA1-2010 (2020).



The nutrient profiling legislation has three implementation stages: October 2020, October 2023 and October 2025, each one with a stricter Nutrient Profile.

For this year's process the Mexican portfolio has been evaluated using the second nutrient profiling requirements.

Assumptions

- Single ingredient and bulk products have been assigned zero warning legends
- Trans fatty acids naturally present in dairy and meat ingredients were not considered for nutrient profile evaluation
- Presence of caffeine or sweeteners was not taken into consideration in the number of warning legends

Scope

The scope of the reporting is described in the table below.

In scope of warning legend assessment	Out of scope of warning legends	
Reported as 0 to 5 warning legends	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages, except those reported in the 'out of scope' categories	<ul style="list-style-type: none"> - Non-food items - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 3 years of age

Peru

Nutrient Profiling System: Nutrient-based warning legends

Reference: Reglamento 017(2017); second implementation phase criteria.



Assumptions

- Single ingredient and bulk products have been assigned zero warning legends

Scope

The scope of the reporting is described in the table below.

In scope of warning legend assessment	Out of scope of warning legends	
Reported as 0 to 4 warning legends	Reported as 'Other'	Reported as 'Specialized nutrition'
All foods and beverages, except those reported in the 'out of scope' categories	<ul style="list-style-type: none"> - Non-food items - PetCare 	<ul style="list-style-type: none"> - Nestlé Health Science - Infant nutrition for children < 2 years of age