



Modern Slavery Act Statement 2017 - 2018

Guided by integrity, respect, trust, teamwork, and excellence, Brown-Forman Beverages Europe, Ltd. ("BFBE") and BenRiach Distillery Co., Ltd. ("BRD") are committed to ethical behavior in our operations. We apply our high ethical standards and core values to our commitment to human rights, including the prevention of modern slavery in our business and our supply chain.

DEFINITION AND SCOPE

Modern slavery is a violation of fundamental human rights as it represents the deprivation of a person's liberty by another in order to exploit them for personal or commercial gain. Modern slavery takes various forms, including slavery, servitude, forced and bonded labor, and human trafficking.

We are committed to acting ethically and with integrity in all our business dealings and relationships and to implementing effective systems and controls to ensure modern slavery is not taking place anywhere in our own business or in our supply chain.

We expect the same high standards from all of our contractors, suppliers, and other business partners, and we include specific prohibitions in our Supplier Guiding Principles with respect to Human Rights. We expect that our suppliers will in turn hold their own suppliers to the same high standards.

OUR BUSINESS

BFBE and BRD are UK subsidiaries of Brown-Forman Corporation, one of the largest American-owned spirits and wine companies, whose portfolio of more than 30 brands is sold in approximately 160 countries across the globe. Below is a chart of Brown-Forman Corporation's most significant global operations facilities. More information about Brown-Forman Corporation, its business and organizational structure, can be found at <https://www.brown-forman.com/investors/annual-report/>

GLOBAL OPERATIONS

Our worldwide facilities include global distilleries, a winery, bottling plants, warehouses, sawmills, and cooperages. This map shows the location of our most significant operations.



UNITED STATES

Warehouse	Distillery	Cooperage	Winery	Mill	Clifton, TN
Warehouse	Distillery	Cooperage	Winery	Mill	Stevenson, AL
Warehouse	Distillery	Cooperage	Winery	Mill	Spencer, IN
Warehouse	Distillery	Cooperage	Winery	Mill	Jackson, OH
Cooperage					Decatur, AL

EUROPE

Warehouse	Distillery	Warehouse	Distillery	Aberdeenshire, Scotland
Warehouse	Distillery	Warehouse	Distillery	Speyside, Scotland
Warehouse	Distillery			
Warehouse	Distillery			

MEXICO

Warehouse	Distillery	Warehouse	Distillery	Amatitán
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CANADA

Warehouse	Distillery	Warehouse	Distillery	Collingwood
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SUPPLY CHAIN

The supply chain is a complex business process that incorporates the system-wide flows of material, information, and cash across the globe. It includes various operations such as stave mills, cooperages, distilleries, warehouses, bottling plants, etc., as well as over 5,000 external business partners (suppliers, distributors, agency partners, etc.). We strive to continuously improve how we plan, source, make, and deliver products, which are the primary activities.

The principal raw materials used to make the products we sell include water, corn, rye, malted barley, agave, grapes, sweeteners, flavorings, neutral spirits, whiskey, tequila, and malt. The main packaging materials include glass, PET (polyethylene containers), corks, cartons, labels, finished barrels, and wood to make barrels. In addition, we purchase a numerous types of POS from a variety of sources. We are working with the procurement team to determine where each item is purchased and determine our level of risk.

We systemically review our business partners, to look for alignment with our core values, and appropriately address any gaps that are identified. We expect our partners to adhere to the same high standards of business conduct that we follow. We develop and implement best-fit partner strategies for various categories regularly, to ensure we align with the best partners in the market.

We are currently taking a focused look at our point of sale spend to map our spend by country to identify any risks in our supply chain that may need to be addressed. In the event we determine there are any issues, we will take steps to properly mitigate the risk.

ACCOUNTABILITY

We formally assigned human rights, including modern slavery, compliance to an internal resource. Oversight for our practices and policies is guided and approved by our Ethics, Compliance and Risk committee.

RELEVANT POLICIES

We support and believe in the rights of all people and we outline specific guidelines reflecting this commitment in our [Global Human Rights Statement](#).

All of our contracts with suppliers require our suppliers to comply with all applicable laws. Our suppliers are also required to adhere to the [Supplier Guiding Principles with respect to Human Rights](#), which states the requirement of compliance with laws and ethical business conduct, including those laws and principles prohibiting involvement in modern slavery.

RISK ASSESSMENT AND DUE DILIGENCE

In order to identify and mitigate modern slavery risks, we continuously screen all of our third parties against The Red Flag Group's IntegraWatch system that captures human rights abuses in credible media sources globally, as well as The Red Flag Group's ongoing due diligence projects. Our third parties that receive a "hit" based on screening are investigated and addressed.

In addition to this monitoring service, we included Modern Slavery in our Risk Registrar maintained by our Enterprise Risk Management team. We conducted an informal risk assessment of our supplier types and determined that it was necessary to gather more details in order to understand the Human Rights risk associated with our Point-of-Sale supply chain.

We offer an anonymous toll-free hotline to all employees and business partners which can be used to report suspected violations of human rights. The hotline is available in multiple languages and all reporters are protected from retaliation in any form. The prevention, detection and reporting of modern slavery in any part of our business or supply chains is the responsibility of all those working for us and our third parties.

SUPPORT AND TRAINING

To ensure a high level of understanding of the risks of modern slavery and human trafficking in our business and supply chains, we provide training to relevant members of staff. Initial training included a two-day workshop run by a third party to educate a cross-functional team on modern slavery risks and remediation strategy.

Where appropriate, and with the welfare and safety of local workers as a priority, we will give support and guidance to our suppliers to help them address coercive, abusive, and exploitative work practices in their own business and supply chains.

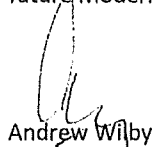
Our resource responsible for Human Rights and Modern Slavery Act compliance has attended training to ensure that we are continuing to move forward in this space. Learnings were shared with internal

stakeholders. Additionally, we networked with peer companies to establish a group to discuss the topic going forward.

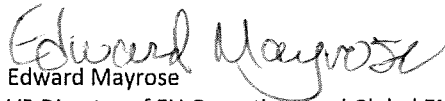
TRACKING PERFORMANCE

We communicate any reports of human rights violations through our biennial responsibility report.

It is our intent to add any reports of modern slavery risk through our Red Flag monitoring service via future Modern Slavery Act statements and where appropriate, our biennial responsibility report.



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