

DOLE PLC
2023 IRISH FINANCIAL STATEMENTS



Dole plc
Directors' Report and Consolidated Financial Statements
For the Year Ended December 31, 2023

DOLE PLC

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DIRECTORS' REPORT

For the Year Ended December 31, 2023

The directors present their annual report and audited Consolidated and Parent Company Financial Statements and related Notes of Dole plc for the year ended December 31, 2023.

The directors have elected to prepare the Consolidated Financial Statements in accordance with section 279 of the Companies Act 2014, which provides that a true and fair view of the assets and liabilities, financial position and profit or loss of a company and its subsidiary undertakings may be given by preparing its group financial statements in accordance with US accounting standards ("US GAAP"), as defined in section 279 (1) of the Companies Act 2014, to the extent that the use of those standards in the preparation of the financial statements does not contravene any provision of Part 6 of the Companies Act 2014.

The following discussion and analysis of our financial condition, results of operations and notes to the consolidated financial statements included herein may contain forward-looking statements that relate to our plans, objectives, estimates and goals and involve risks and uncertainties. Our actual results could differ materially from the forward-looking statements included herein. Statements regarding our future and projections relating to products, sales, revenues, expenditures, costs and earnings are typical of such statements.

These financial statements are forward-looking statements relating to our operations, results of operations and other matters that are based on our current expectations, estimates, assumptions and projections. Forward-looking statements are based on management's beliefs, assumptions and expectations of our future economic performance, considering the information currently available to management. These statements are not statements of historical fact. The words "believe," "may," "could," "will," "should," "would," "anticipate," "estimate," "expect," "intend," "objective," "seek," "strive," "target" or similar words, or the negative of these words, identify forward-looking statements. The inclusion of this forward-looking information should not be regarded as a representation by us or any other person that the future plans, estimates or expectations contemplated by us will be achieved. Such forward-looking statements are subject to various risks and uncertainties and assumptions relating to our operations, financial results, financial condition, business prospects, growth strategy and liquidity. Accordingly, there are, or will be, important factors that could cause our actual results to differ materially from those indicated in these statements. All such risk factors are difficult to predict, contain uncertainties that may materially affect actual results and may be beyond our control. New risk factors emerge from time to time, and it is not possible for management to predict all such risk factors or to assess the impact of each such risk factor on the Company. Any forward-looking statement speaks only as of the date on which such statement is made, and we do not undertake any obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made. If one or more risks or uncertainties materialize, or if our underlying assumptions prove to be incorrect, our actual results may vary materially from what we may have expressed or implied by these forward-looking statements. We caution that you should not place undue reliance on any of our forward-looking statements.

Basis of Presentation

The accompanying Consolidated Financial Statements include the accounts of Dole plc, an Irish company, and its controlled subsidiary companies (collectively, the "Company"). In this Directors Report, unless otherwise specified, the terms "we", "our", "us", the "Group", the "Company" and "Dole" refer to Dole plc, individually or together with its subsidiaries, as the context may require. References to "Dole plc" refer to the Company.

References to "Total Produce" refers to Total Produce plc, together with its subsidiaries, and references to "Legacy Dole" and "Dole Food Company" refer to DFC Holdings, LLC, together with its subsidiaries, prior to the transactions completed on July 29, 2021 (the "Acquisition Date") (referred to herein as the "Merger") pursuant to the Transaction Agreement. The Merger between Total Produce and Legacy Dole was accounted for under the acquisition method of accounting, with Total Produce deemed to be the acquirer for financial accounting purposes (the "Acquisition"). Accordingly, Total Produce's historical financial statements are the historical financial statements of the combined

company. See Note 4 “Acquisitions and Divestitures” to the consolidated financial statements included herein for further detail.

References to the “Transaction”, “IPO Transaction” or “IPO” refers to the initial public offering of Dole plc on the New York Stock Exchange (“NYSE”) that consummated on July 30, 2021 and closed on August 3, 2021 (the “Closing Date”).

References to “Mr. Murdock” or “C&C Parties” refer to David H. Murdock and his affiliates, the former majority owner of Legacy Dole prior to the Merger.

The term “F-1 Filing” refers to the Registration Statement on Form F-1 (File No. 333-257621) that was filed on July 2, 2021 by Dole plc and amended on July 19, 2021, July 22, 2021 and July 28, 2021.

The term “Credit Agreement” refers to the March 26, 2021 credit agreement with Coöperatieve Rabobank U.A., New York Branch, as amended from time to time.

The term “Relevant Territory” is a European Union member state other than Ireland, or a country which Ireland has a double tax agreement.

All references to years, unless otherwise noted, refer to our fiscal year, which ends on December 31. For example, a reference to “fiscal 2021” means the 12-month period that ended on December 31, 2021. All references to quarters, unless otherwise noted, refer to the quarters of our fiscal year.

The Consolidated Financial Statements include the Consolidated Balance Sheet of Dole plc and its subsidiaries as of December 31, 2023, and the related Consolidated Profit and Loss Account and Statements of Comprehensive Income, Shareholders Equity and Cash Flows for the 12-months ended December 31, 2023. The Consolidated Financial Statements and the majority of the information in the notes thereto have been reconciled to the Company’s Annual Report on Form 20-F for the fiscal year ended December 31, 2023, filed with the U.S. Securities and Exchange Commission on March 28, 2024.

Principal Activities and Business Overview

Dole is a global leader in fresh fruits and vegetables, with a portfolio of over 300 products that are grown and sourced, both locally and globally, from over 30 countries in various regions worldwide. These products are distributed and marketed in over 75 countries, across retail, wholesale and foodservice channels, under our business-to-business and business-to-consumer brands, the most notable being our iconic DOLE brand. Our most significant products hold leading positions in their respective product categories and market territories, and we are one of the world's largest producers and distributors of fresh bananas and pineapples.

Our owned farming operations combined with a multi-continental sourcing model provides us with operating flexibility and product availability throughout the year. Within many territories in Europe, we operate a partnership model with our grocery retail customers, offering holistic fresh produce management solutions and, in some cases, managing entire categories within their stores.

Our vertically-integrated business model is supported by a valuable and extensive infrastructure and asset base, including approximately 110,000 acres of farms and other land holdings around the world. In addition, we own a fleet of refrigerated container carriers and pallet-friendly conventional refrigerated ships and have an extensive portfolio of various business facilities, including packing houses, manufacturing plants and cold storage and distribution facilities. In addition to our owned asset base, we have developed long-standing relationships with independent growers across the globe, including international partnerships, joint ventures and other investments, which provide us additional operational flexibility and extended range and availability.

We are an enthusiastic advocate of a healthy lifestyle and supporting consumers in making healthier choices by consuming more fruits and vegetables. We are committed to continuously improving farming and supply chain practices and the way we operate our business to make a positive impact on society and the environment through our activities.

Our Segments and Products

For our fiscal year ended December 31, 2023, accounting for the anticipated exit from the Fresh Vegetables division, which comprises substantially all of the assets and all of the liabilities of the former Fresh Vegetables reportable segment, Dole has the following three segments – Fresh Fruit, Diversified Fresh Produce – Europe, the Middle East and Africa (“Diversified Fresh Produce – EMEA”) and Diversified Fresh Produce – Americas and the Rest of the World (“Diversified Fresh Produce – Americas & ROW”). These segments are managed separately due to differences in geography, products, production processes, distribution channels and customer bases. We believe this organizational structure allows us to continue serving our customers with the exceptional quality that they have come to associate with the brands we market and to drive growth and cost efficiencies through the realization of operational synergies across the overall business.

Fresh Fruit. The Fresh Fruit reportable segment is a market-leading and vertically-integrated producer and distributor of multiple varieties of bananas and pineapples which are sourced from local growers or Dole-owned and leased farms, predominately located in Latin America, and sold throughout North America, Europe, Latin America and Asia. This segment also operates a commercial cargo business, which offers available capacity to transport third party cargo on company-owned vessels that are primarily used internally for transporting bananas and pineapples between Latin America, North America and Europe.

Diversified Fresh Produce – EMEA. The Diversified Fresh Produce – EMEA reportable segment includes Dole's Irish, Dutch, Spanish, Portuguese, French, Italian, U.K., Swedish, Danish, South African, Czech, Slovakian, Polish and Brazilian businesses, the majority of which sell a variety of imported and local fresh fruits and vegetables through retail, wholesale, e-commerce and, in some instances, food service channels across the European marketplace.

Diversified Fresh Produce – Americas & ROW. The Diversified Fresh Produce – Americas & ROW reportable segment includes Dole's U.S., Canadian, Chilean, Peruvian, Mexican and Argentinian businesses, all of which market globally and locally sourced fresh produce. These businesses can vary in nature from primary production to wholesale operations, retail-orientated marketers and specialist businesses dedicated to specific lines or categories. A shared commitment to quality and a customer-centric approach to commercial relationships unite these businesses.

See Note 5 “Revenue” and Note 6 “Segments” to our consolidated financial statements included herein for additional revenue information related to our segments, our products and the geographic markets in which we compete.

Seasonality

The sales price of any fresh produce item varies throughout the year due to the supply of and demand for that particular product, as well as due to the pricing and availability of other fresh produce items, many of which are seasonal in nature. Seasonality also varies in each of our external reportable segments.

For example, in our Diversified Fresh Produce – Americas & ROW reportable segment, we typically see the strongest results from October to May, during the peak production and selling seasons for seasonal products sourced from key growing regions, such as Chile and Peru. In our Diversified Fresh Produce – EMEA reportable segment, we typically see our strongest performance in the second and third quarters of the fiscal year due to our presence in key European markets for locally-sourced products at this time and in production countries that are strongest in winter sourcing periods.

On the other hand, in Fresh Fruit, while production is continuous throughout the year, peak production typically occurs in the second half of the year and peak demand typically occurs in the first half of the year due to slightly lower competition from seasonal fruits in our key sales markets.

Overall, due to the relative size of our external reportable segments, we typically experience the strongest performance in the second quarter, when Fresh Fruit and Diversified Fresh Produce – EMEA are at relative peaks and before Diversified Fresh Produce – Americas & ROW slows down for its winter months. The fourth quarter is typically the quarter with the lowest operating income, due to the relative troughs in demand and activity experienced by the Fresh Fruit and Diversified Fresh Produce – EMEA reportable segments.

Our Competitive Strengths and Industry Opportunities

We believe that the following strengths position us to develop and maintain the competitive advantages and leading positions that are critical to our continued success.

Established Global and Local Leadership in a Large and Structurally Growing Industry Category

We are one of the global leaders in bananas and pineapples and one of the largest global exporters of grapes. We plan to strengthen our position in berries and avocados by further developing the businesses and newer varieties of these products through closer collaboration with growers, using production assets to connect consumers to the source, and by utilizing current infrastructure to achieve a more efficient route to market in the U.S. and Europe.

While the produce industry is competitive and comprises a large number of businesses, we believe that our size and scale allow us to create differentiation, maximize operational efficiencies and maintain a low-cost positioning that is difficult to replicate.

Highly Diversified Product and Service Offering, Sourcing and Customer Base

Dole plc offers a diversified and well-balanced portfolio which we believe uniquely positions us for sustainable and profitable growth. We offer over 300 products to customers which include a variety of fruits, vegetables and other produce-related items, health and consumer goods and logistics services, the most notable being our commercial cargo business.

Overall, we source products in over 30 countries in various regions; however, our approach varies significantly between reporting segments.

For our products that can be sourced from the same locations throughout the entirety of the year, we favor a vertically-integrated but diverse sourcing approach, combining significant investments in owned production in key sourcing countries with complimentary grower relationships in those areas.

For our Fresh Fruit reportable segment, bananas, plantains and our other smaller product lines are sourced primarily from Latin and Central America, and pineapples are sourced primarily from Central America and Hawaii.

For our reporting segments that sell more products that are seasonal in nature, our sourcing approach is to combine a strong local presence in our markets and certain production regions with an ability to source globally to meet our customers' needs across all seasons.

Within our Diversified – EMEA and Diversified – Americas & ROW reportable segments, we operate businesses that are primarily markets based and businesses which are export led. For our markets-based businesses, produce is sourced locally during relevant growing seasons, including at times from owned production, while during off seasons, we source on a global basis from a variety of northern and southern hemisphere locations. For example, throughout the Company, berries are sourced from locations including the U.S., U.K., Mexico, Peru, Chile, Argentina, Spain, Netherlands, Belgium, Morocco, South Africa and Egypt.

On the export side, our operations are more seasonal, where we combine owned production investments with grower relationships to develop a strong export offering to our third party customers. Examples include the important cherry season in Chile, as well as more general seasons in the southern hemisphere, including the grape, apple, pear, kiwi, berry, citrus and avocado seasons. We also have some products within these businesses with year-round sourcing from specific locations, including bananas in Spain and Portugal from the Canary Islands and potatoes and onions from North America.

Fresh produce supplies are affected by the geography of production, growing conditions, climate, seasonality and perishability. Adverse weather conditions, natural disasters and geopolitical conditions are some of the challenges to operating in the produce industry. Although the regions listed above are the primary sourcing locations for certain of our products, by maintaining hundreds of grower relationships across North America, Europe, Latin America, Africa, New Zealand and other geographies, we are not fully dependent upon any one geographic area or grower for our sourcing. Our diversified sourcing reduces risk from exposure to natural disasters and political disruptions, while allowing access to the highest quality products throughout the year. In fiscal year 2023, no third-party grower represented more than 10% of the sourced volume for any significant product.

Our products are distributed and marketed in over 75 countries, across retail, wholesale, foodservice and e-commerce channels, including leading grocery stores and other retail chains, wholesalers, mass merchandisers, supercenters, foodservice operators, club stores, convenience stores, distributors and smaller regional customers. Our diverse product offering allows us to reach a broad global consumer base that is increasingly demanding product availability year round. Our customers are leading retail, wholesale and foodservice customers, primarily in North America, Latin America and Europe, none of which contributed more than 10% of total sales in fiscal year 2023. See Note 5 “Revenue” and Note 6 “Segments” to our consolidated financial statements included herein for additional revenue information related to our products and the geographic markets in which we compete.

We have maintained this diversity through forming new and developing existing relationships with a wide variety of growers, vendors and customers. In addition, our well-capitalized balance sheet positions us to benefit from acquisitions and development opportunities within a fragmented industry. Dole plc has an extensive history of mergers and acquisitions in the fresh produce sector, which has allowed us to diversify our product offerings and customer base, build highly specialized capabilities in the industry and expand geographically. Over the years, Total Produce and Dole have completed more than 100 acquisitions. These acquisitions are of varying sizes across four continents, from transformational investments, such as the original investment in Legacy Dole and subsequent step-up acquisition, to smaller, bolt-on investments. These transactions were a significant driver of Dole’s growth, with revenue growing from \$2.0 billion in 2006 to \$8.2 billion in 2023. Under our business strategy of growth through acquisitions, we continue to review, evaluate and consider opportunities to further expand our geographic coverage, customer diversity, product offerings and value across the produce industry.

Iconic DOLE Brand and Industry Leading Customer Awareness

The DOLE brand is the most recognized and trusted brand in fresh fruit and vegetables in the U.S., as evidenced by our 92% consumer brand awareness, according to a survey conducted in 2023 by Ipsos. Additionally, 83% of respondents in the same Ipsos survey declared that Dole has quality fruit, 84% of respondents identified DOLE as a likeable brand, 54% of respondents nominated DOLE as their favorite fruit brand, and 51% of respondents declared a willingness to pay a little more for the DOLE brand.

Through our global marketing efforts, we believe we have made the distinctive red “DOLE” letters and sunburst a familiar symbol of freshness and quality, widely recognized by consumers around the world for providing healthy food products. The DOLE brand supports our leading positions in the markets we serve. Going forward, Dole plc intends to build upon the recognition and trust that the DOLE brand has earned to broaden its footprint, extend its categories and attract new customers.



Strong Control Over Supply Chain from Differentiated, Vertically-Integrated Business Model

Dole plc is unique in its capacity to deliver the best of both worlds: the collective strength, resources and supply chain influence of a global leader with the service and market focus of a local operator. Our strategic asset base across the globe, with total assets of approximately \$4.6 billion in fiscal year 2023, gives us superior control over production, processing, warehousing and transportation. Fresh produce is generally perishable and must be brought to market and sold soon after harvest, with selling prices dependent on many factors, including the availability and quality of the produce. Our control over the supply chain positions us to consistently and efficiently deliver high-quality fresh fruits and vegetables to our consumers on a global scale.

Our quality starts on the farm. In our key bananas and pineapples categories, we source a substantial amount of our combined volumes from company-owned farms, and we produce some portion of our supply locally in each of the other categories in which we operate. To complement our own produced volume, we have developed enduring relationships with hundreds of growers, investing in their businesses and providing agronomic, commercial and promotional support. This combination of broad ownership of production assets across multiple regions and a diverse and large independent grower base provides us with the ability to manage costs and improve commercial opportunities, further strengthening our low-cost positioning.

In addition to raw product sourcing, we source significant quantities of paper and packaging materials, agricultural chemicals and ingredients to support our own production. Prices of certain raw materials, as well as of raw produce, can be volatile. However, we aim to manage our exposure to volatility by entering as much as possible into supply agreements that align with the duration of our marketing agreements. Overall, our supply chain and sourcing capabilities give us the tools to deliver on service, quality and cost. It also allows us to serve our customers with both the end-to-end solution and the supply chain transparency for which they are increasingly asking.

Dole plc is at the Forefront of Environmental and Social Issues, Marketing a Portfolio of Healthy, Nutritious and Sustainable Produce

We are grateful to market and deliver highly nutritious products that bring health benefits to people across the world with a low environmental footprint as compared to most other food types, per the Barilla Center for Food and Nutrition's Double Pyramid. While our industry has a very special role to play in improving global health and well-being, we recognize that we have an equally essential responsibility for the people we employ, the local communities in which we operate and the natural environment which allows us to produce and deliver fresh fruits and vegetables every day.

Over recent years, we have made important strides in the areas of sustainability and social responsibility. In 2022, we experienced a 12% reduction in overall Scope 1 and Scope 2 global emissions from 2020 and a 5% increase in overall Scope 3 emissions from 2020. The Scope 1 decrease was a result of lower emissions from a more efficient shipping fleet and a reduction in refrigerant use, and the Scope 2 decrease was driven by higher usage of renewable energy. The increase in Scope 3 emissions was primarily from increased business travel and logistics activity following the pandemic.

We have calculated our emissions targets in compliance with the Science Based Target initiative ("SBTi"). These targets have been submitted to SBTi for validation. In the near-term, Dole commits to reduce:

- Absolute Scope 1 and 2 Greenhouse Gas ("GHG") emissions 44.0% by 2030 from a 2020 base year;
- Absolute Scope 3 GHG emissions 25.0% by 2030 from a 2020 base year. Scope 3 emissions cover purchased goods and services, upstream and downstream transport and fuel and energy-related emissions; and

- Absolute Forest, Land and Agriculture (“FLAG”) emissions 30.3% by 2030 from a 2020 base year.

In the long-term, Dole commits to reduce:

- Absolute Scope 1, 2 and 3 GHG emissions 90.0% by 2050 from a 2020 base year; and
- Absolute FLAG emissions 72.0% by 2050 from a 2020 base year.

We have also obtained certain certifications and recognition for our efforts in the area of sustainability. For example, we are a member of the Alliance for Water Stewardship with 20 of our banana operations certified by the organization, with plans to expand this number by 50% by 2030. In addition, in 2022, we were awarded with an Origin Green Gold membership by the Irish Food Board for our annual performance on our sustainability targets and with the Business Multidimensional Poverty Index award by the American-Costa Rican Chamber of Commerce for one of our social development initiatives in Costa Rica.

Looking forward, we plan to expand our existing initiatives and develop new ones, in order to grow, process and distribute our produce responsibly. We have publicly committed to specific sustainability goals for 2025 and 2030 that are focused on environmental, ethical, social and nutrition-related issues.

Material Effects of Government Regulations

The food and agriculture industry is highly regulated. Regulatory authorities around the world administer numerous laws and regulations regarding the growing, harvesting, transportation, exporting, importing, processing, packaging, marketing and selling of fruit and vegetables. Although the regulations related to our business are similar in most countries, the specific requirements, including risk tolerance, of the local authorities does vary from country to country. Applicable regulations include those related to sanitation, pesticide use in source countries and residue standards in market countries, and packaging and labeling of marketed products. In the U.S., for example, an important regulatory body related to our business is the Food and Drug Administration. For further information on material government regulations, See *“Risks Related to Our Business and Industry—Our operations and products are highly regulated in the areas of food safety and protection of human health and the environment.”*, *“Risks Related to our Business and Industry—Litigation and regulatory enforcement concerning marketing and labeling of food products could adversely affect our business and reputation.”* and the overall *“Regulatory and Legal Risks”* section of *“Risks Related to our Business and Industry.”*

Principal Risks and Uncertainties

An investment in our Ordinary shares involves a high degree of risk. You should carefully consider the risks and uncertainties described below together with the other information set forth in this Annual Report. If any of the following risks or uncertainties actually occur, our business, financial position and results of operations could be materially and adversely affected. In such case, the trading price of our Ordinary shares could decline, and you may lose all or part of your investment. Our business, financial condition, prospects, results of operations or cash flows could also be harmed by risks and uncertainties not currently known to us or that we currently do not believe are material. We cannot assure you that any of the events discussed in the risk factors below will not occur. The risks described below are organized by risk type and are not listed in order of their priority to us.

Risks Related to Our Business and Industry

Agricultural Operations Risks:

Adverse weather conditions, natural disasters, crop disease, pests and other natural conditions, including the effects of climate change, can impose significant costs and losses on our business.

Fresh produce is vulnerable to adverse weather conditions, including windstorms, floods, drought and temperature extremes, which are quite common but difficult to predict, the effects of which may be influenced and intensified by ongoing global climate change. Unfavorable growing conditions can reduce both crop size and crop quality. This risk is particularly acute with respect to regions or countries from which we source a significant percentage of our products. In extreme cases, entire harvests may be lost in some geographic areas. In addition, weather patterns may affect consumer demand, creating shortages in key products. For example, we experience an increased demand for salads during summer months, and prolonged warm weather may stress our ability to meet such demand. Conversely, extended bouts of cold or other inclement weather may depress such demand, leading to wasted product. Adverse weather may also impact our supply chains, preventing us from procuring supplies necessary to run our operations and delivering our products to our customers. Effects of climate change, such as outsized weather events and natural disasters may prolong or worsen such impacts. For example, our operations have been adversely impacted by hurricanes in recent years and in the past year we have been monitoring the onset of the El Niño climatic conditions which could disrupt many of our key growing regions in Central and South America. Such adverse conditions can increase costs, decrease revenue and lead to additional charges, which may have an adverse effect on our business, financial condition and results of operations.

Fresh produce is also vulnerable to crop disease and to pests, which may vary in severity and effect, depending on the stage of production at the time of infection or infestation, the type of treatment applied, climatic conditions and the risks associated with ongoing global climate change. For example, black sigatoka is a fungal disease that affects banana cultivation in most areas where they are grown commercially.

Tropical Race 4 ("TR4") may impose significant costs and losses on our business.

We have seen instances of Banana Fusarium Wilt Tropical Race 4 ("TR4"), a serious vascular crop disease that affects bananas, in some areas where we source product. TR4 significantly reduces productivity of banana crops and destroys affected banana plants. In the 1950's, a predecessor disease to TR4, Banana Fusarium Wilt Tropical Race 1 ("TR1"), resulted in the banana industry discontinuing cultivation of the Gros Michel banana, which is susceptible to TR1, and moving to the Cavendish variety. While TR4 is a significant threat to the Cavendish banana, other options currently exist and are being developed. For example, a TR4-tolerant banana variety has been identified and is currently being used in Asia and Australia where TR4 has been present for many years. It is approximately 15-20% less productive than the Cavendish, however, making production costs higher.

Although we have yet to experience any material impacts to our growing or sourcing operations, we continuously monitor TR4 and make improvements to our existing biosecurity and other prevention strategies. For example, we are conducting site-specific TR4 prevention activities throughout Latin America, in coordination with local authorities and international experts, to contain and prevent spread, using a risk-based mitigation plan. We have also developed contingency plans should TR4 impact our operations at some point, including the potential deployment of conventionally-bred, gene-edited or genetically modified (“GMO”) banana plants more resistant or immune to the disease. Future costs are uncertain and will depend on the extent of any continued spread of the disease. For more information about gene-edited and GMO banana plants, see “Risk Factors—Some of the ingredients that we use in our products contain GMOs and we may in the future need to develop and market GMO products and products containing GMO ingredients based on adverse market conditions.”

We may be unable to prevent TR4’s spread or develop bananas fully resistant to the disease, causing increased costs or decreased revenues, which may have an adverse effect on our business, financial condition and results of operations. Efforts to develop a fully resistant plant may not succeed, but if those efforts do succeed, fruit from fully resistant plants may not be marketable due to consumer preference or government regulation.

We are subject to the risk of product contamination and product liability claims.

The sale of food products for human consumption involves the risk of injury to consumers. Such injuries may result from tampering by unauthorized third parties and quality issues such as product contamination or spoilage, including the presence of foreign objects, substances, chemicals or other agents or residues introduced during the growing, storage, processing, handling or transportation phases. From time-to-time, we have been involved in product liability lawsuits, and we cannot be sure that consumption of our products will not cause a health-related illness in the future, that we will not be subject to claims or lawsuits relating to such matters or that we will not need to initiate recalls of our products in response to the foregoing. In the past, we have initiated recalls, including Class I recalls, for possible contamination of produce with allergens or bacteria, such as Salmonella, E. coli and Listeria monocytogenes. For example, we issued voluntary recalls in December 2021 and January 2022 and temporarily ceased operations at our facilities in Ohio and Arizona, after packaged salads produced at those facilities were found to have been contaminated with Listeria monocytogenes. Even if a product liability claim is unsuccessful or is not fully pursued, the negative publicity surrounding any assertion that our products caused illness or injury could adversely affect our reputation with existing and potential customers and our corporate and brand image. Moreover, claims or liabilities of this sort might not be covered by our insurance or by any rights of indemnity or contribution that we may have against others. We cannot be sure that we will not incur claims or liabilities for which we are not insured or that exceed the amount of our insurance coverage.

Some of the ingredients that we use in our products contain GMOs and we may in the future need to develop and market GMO products and products containing GMO ingredients based on adverse market conditions.

Some of the ingredients that we use in our products may contain GMOs in varying proportions. The use of GMOs in food has been met with varying degrees of acceptance in the territories in which we operate. Some of such territories, including the United States (“U.S.”), have approved the use of GMOs in food products, and GMO and non-GMO products in such territories are produced together and frequently commingled. Regulations will or may be passed that require labeling of any food with GMO ingredients, such as a regulation that went into effect on January 1, 2022 in the U.S. Such labeling requirements may impact the public perception of products containing such labels. Elsewhere, adverse publicity about genetically modified food has led to governmental regulation limiting sales of GMO products in some of the territories in which we operate, including the EU. It is possible that new restrictions on GMO products will be imposed in major territories for some of our products or that our customers will decide to purchase fewer GMO products or not buy GMO products at all, which could adversely affect our business, financial condition and results of operations.

In addition to the GMO ingredients that we currently deploy, we are researching gene-edited products and GMO products and may deploy and market these products in the future based on market demand and need. The success of such deployment will in large part depend on the market acceptance of these products in the areas that we operate. In the future, we may be forced to utilize gene-edited or GMO products in response to adverse market conditions, including disease, climate change or rising costs, if such products are the only viable alternatives. For example, as a result of TR4 spreading into new growing regions, we may need to deploy gene-edited or GMO bananas resistant to the disease to maintain a viable supply of bananas to our key markets. If adverse public opinion about gene-edited or GMO products predominates, we may be unable to sell such products in certain key markets, adversely affecting our business, financial condition and results of operations. For more information about TR4, see “Risk Factors—Tropical Race 4 (“TR4”) may impose significant costs and losses on our business.”

Our future results of operations may be adversely affected by the availability of organic and non-GMO products and ingredients.

Our ability to ensure a continuing supply of organic and non-GMO products and ingredients at competitive prices depends on many factors beyond our control, such as the number and size of farms that grow organic and non-GMO crops, climate conditions, changes in national and world economic conditions, currency fluctuations and forecasting adequate need of seasonal products and ingredients.

The organic and non-GMO ingredients that we use in the production of our products, including, among others, fruits, vegetables, nuts and grains, are vulnerable to adverse weather conditions and natural disasters, such as floods, droughts, water scarcity, temperature extremes, frosts, earthquakes and pestilences. Natural disasters and adverse weather conditions, including the potential effects of climate change, can lower crop yields and reduce crop size and crop quality, which in turn could reduce our supplies of, or increase the prices of, organic or non-GMO ingredients. If our supplies of organic or non-GMO ingredients are reduced, we may not be able to find enough supplemental supply sources on favorable terms, if at all, which could impact our ability to supply product to our customers and adversely affect our business, financial condition and results of operations.

Our operations are influenced by agricultural policies. Changes in these and other comparable programs could have an adverse effect on our business, financial condition and results of our operations.

We are affected by governmental agricultural policies such as price supports and acreage set aside programs, and these types of policies may affect our business. The production levels, markets and prices of the grains and other raw products that we use in our business are materially affected by government programs that include acreage control and price support programs, including policies of the U.S. Department of Agriculture, the EU’s Common Agricultural Policy and similar programs in other jurisdictions. Changes in these and other comparable programs could have an adverse effect on our business, financial condition and results of our operations.

Our business is highly competitive, and we cannot assure you that we will maintain our current market share.

We face strong competition from many companies in all of our product lines. Our main competitors in the international banana business include Chiquita Brands International, Fresh Del Monte Produce and Fyffes. The international pineapple and diversified fruit categories have a large number of exporters, importers and cooperatives competing in the sector. Our primary competitor in pineapples is Fresh Del Monte Produce, and our competitors in the diversified fruit category include the South African company, Core Fruit, the Chilean company, Frusan, and the multinational company, Unifrutti. In berries, our competitors include Driscoll Strawberry Associates, Naturipe Farms, California Giant Berry Farms and Well-Pict Berries. In fresh vegetables, we face competition from large grower-shippers in the U.S. and Mexico that supply a significant portion of the U.S. market, with numerous smaller independent distributors also competing. We also face competition from grower cooperatives and local champions in each of our markets.

Some of our most significant competitive risks include the following:

- some of our competitors may have greater operating flexibility and, in certain cases, this may permit them to respond better or more quickly to changes in the industry or to introduce new products and packaging more quickly and with greater marketing support;
- several of our product lines compete with products sourced from other regions, private label products and other alternatives;

- bidding for contracts or arrangements with retail and food service customers is highly competitive, and the prices or other terms of our contract bids may not be sufficient to retain existing business or to maintain current levels of profitability;
- existing customers may demand changes in terms of trading which would impact our cash flow and/or profitability;
- new competitors can enter or expand into the businesses in which we compete;
- we cannot predict the pricing or promotional actions of our competitors or whether those actions will have a negative effect on us; and
- global economic conditions or trade disruptions may influence the behavior of our competitors in a manner which may have a negative effect on us.

There can be no assurance that we will continue to compete effectively with our present and future competitors.

Global Economic and Market Risks:

We are subject to transportation risks.

An extended interruption in our ability to ship our products could have an adverse effect on our business, financial condition and results of operations. Similarly, any extended disruption in the distribution of our products could have an adverse effect on our business, financial condition and results of operations. We rely on third-party shipping companies to move some of our products overseas, third-party stevedores to load and unload our products at our port locations and third-party trucking companies to transport our products to and from our port locations, and these third parties are therefore a source of transportation risk. While we believe we are adequately insured and would attempt to transport our products by alternative means if we were to experience an interruption due to a strike, natural disaster or otherwise, we cannot be sure that we would be able to do so, or be successful in doing so, in a timely and cost-effective manner.

Our earnings are sensitive to fluctuations in market prices and demand for our products.

Excess supply often causes severe price competition in our businesses. Growing conditions in various parts of the world, particularly weather conditions such as windstorms, fires, floods, droughts and freezes, as well as diseases and pests, are primary factors affecting market prices because of their influence on the supply and quality of products. Additionally, the application of tariffs and restrictions on free trade by nations or trading blocs can impact prices if competitor volumes are diverted into our core markets from markets where we do not compete as strongly.

Although the perishability of fresh produce varies to a certain degree by item (for example, bananas will typically keep fresh in temperature-controlled storage for longer than lettuce), fresh produce is, as a general matter, highly perishable and must be brought to market and sold soon after harvest. The selling price received for each type of produce depends on all of these factors, including the availability and quality of the produce item in the market and the availability and quality of competing types of produce.

In addition, general public perceptions regarding the quality, safety or health risks associated with particular food products could reduce demand and prices for some of our products. To the extent that consumer preferences evolve away from products that we produce for health or other reasons, and we are unable to modify our products or to develop products that satisfy new consumer preferences, there will be a decreased demand for our products. However, even if market prices are unfavorable, produce items which are ready to be, or have been, harvested must be brought to market promptly. A decrease in the selling price received for our products due to the factors described above could have an adverse effect on our business, financial condition and results of operations.

Currency exchange fluctuations may impact the results of our operations.

Some of Dole's divisions operate in functional currencies other than the U.S. dollar, including the euro, Swedish krona, British pound sterling, Canadian dollar, Czech koruna and Danish krone. Therefore, the results of our operations as expressed in U.S. dollars may be significantly affected by fluctuations in foreign exchange rates. The net assets and results of these divisions are exposed to foreign currency translation gains and losses, which are included as a component of accumulated other comprehensive loss in stockholders' equity.

We grow, source, import, package, market and distribute over 300 products that are sourced, grown, processed, marketed and distributed in over 30 countries. Our international sales are usually transacted in U.S. dollar and European currencies. Our results of operations are affected by fluctuations in currency exchange rates in both sourcing and selling locations. Although we enter into foreign currency exchange forward contracts from time to time to reduce our risk related to currency exchange fluctuation, our results of operations may still be impacted by foreign currency exchange rates, primarily the euro-to-U.S. dollar, British pound sterling-to-U.S. dollar and Swedish krona-to-U.S. dollar exchange rates. We are also subject to volatility in local sourcing and employee costs, primarily due to the Costa Rican Colón-to-U.S. dollar and Chilean peso-to-U.S. dollar exchange rates. In recent years, the euro-to-U.S. dollar exchange rate has been subject to substantial volatility which may continue, particularly in light of recent political events regarding the EU, including the exit of the United Kingdom (the “U.K.”) from the EU and the Ukraine conflict. Because we do not hedge against all of our foreign currency exposure, our business will continue to be susceptible to foreign currency fluctuations.

Increases in commodity or raw product costs, such as fuel and paper, due to inflation or otherwise, or changes to their availability, could adversely affect our operating results.

In the past, increased costs for purchased fruit and vegetables have negatively impacted our operating results, and there can be no assurance that they will not adversely affect our business, financial condition and results of operations in the future.

In addition, the price and availability of various commodities can significantly affect our costs. For example, the price of bunker fuel used in shipping operations, including fuel used in ships that we own or charter, is an important variable component of transportation costs. Fuel and transportation costs are a significant component of the price of much of the produce that we purchase from third parties, and there can be no assurance that we will be able to pass on the increased costs we incur in these respects to customers.

The cost and availability of paper is also significant to us, because some of our products are packed in cardboard boxes for shipment. If the price of paper increases, and we are not able to effectively pass these price increases along to our customers, then our operating income will decrease. Similarly, if the availability of paper is affected by increased global demand, our operations could be negatively impacted. Increased costs for paper have in the past negatively impacted our operating results, and there can be no assurance that these increased costs will not adversely affect our business, financial condition and results of operations in the future.

Global capital and credit market issues could negatively affect our liquidity, increase our costs of borrowing and disrupt the operations of our suppliers and customers.

We depend in part on stable, liquid and well-functioning capital and credit markets to fund our operations. Although we believe that our operating cash flows, access to capital and credit markets and credit facility will permit us to meet our financing needs for the foreseeable future, there can be no assurance that continued or increased volatility and disruption in the capital and credit markets, including rising interest rates and inflation, will not impair our liquidity or increase our costs of borrowing. During the 2023 fiscal year, a series of adverse developments in the financial services industry further contributed to increased volatility in the capital and credit markets. Our business, financial condition and results of operations could also be negatively impacted if our suppliers or customers experience disruptions resulting from tighter capital and credit markets or rising interest rates.

Public health outbreaks, epidemics or pandemics, including the COVID-19 pandemic, have disrupted and may continue to disrupt, our business and could materially affect our business, financial condition and results of operations.

Events such as the COVID-19 pandemic and resulting worldwide economic conditions have affected, and in the future may continue to affect, our business, financial condition and results of operations.

The COVID-19 pandemic negatively impacted the global economy, disrupted global supply chains and created significant volatility and disruption of financial markets. For example, government imposed mandatory closures and restrictions across various key global markets of ours resulted in volatile supply and demand conditions. While these effects were pronounced to varying degrees throughout fiscal years since 2020, the future extent of the impact of events such as the COVID-19 pandemic or other public health outbreaks, on our financial performance, including our ability to execute our strategic initiatives, is uncertain and will depend on future developments, including the duration and spread of this or a similar pandemic, the emergence of new variants, related government restrictions and the success of vaccines and other treatments.

In addition, our ability to continue to supply our products is highly dependent on our workforce, including our workers involved in the growing, harvesting, transportation, processing and distribution of our products. Our ability to maintain the safety of our workforce may be significantly impacted by individuals contracting or being exposed to COVID-19 or similar viruses, and our operations and financial results may be negatively affected as a result. While we continue to follow all governmental health requirements and regulations in the areas in which we operate and continue to take preventative and protective measures to ensure the safety of our workforce, we cannot be certain that these measures will be successful in ensuring the health of our workforce against current or future pandemics. Additional workforce disruptions of this nature may significantly impact our ability to maintain our operations and may adversely affect our financial results.

The impact of a pandemic on our operating results can also impact our ability to meet our financial obligations. In the event of a continued sustained market deterioration or further delayed recovery, we may need additional liquidity which would require us to evaluate available alternative strategies such as selling assets, restructuring or refinancing our indebtedness or seeking additional equity capital, which strategies could be unsuccessful. In addition, during a pandemic governments may restrict travel between countries and transportation in general to varying degrees, and this could impact the movement of our goods across international borders.

We face other risks in connection with our international operations.

Our operations are heavily dependent upon products grown, purchased and sold internationally. In addition, our operations significantly contribute to the economies of many of the countries in which we operate, increasing our visibility and susceptibility to legal or regulatory changes. These activities are subject to risks that are inherent in operating in foreign countries, including the following:

- foreign countries could change laws and regulations, or impose currency restrictions and other restraints;
- the risk that the government may expropriate assets;
- the potential imposition or implementation of burdensome tariffs, quotas or customs clearance processes;
- political changes and economic crises may lead to changes in the business environment in which we operate;
- conflict within a country in which we operate or international conflict, including terrorist acts, could significantly impact our business, financial condition and results of operations;
- economic sanctions may be imposed on some countries, which could disrupt the markets for products we sell, even if we do not sell into the target country;
- the suspension of imports of one or more products we sell, which could disrupt the markets for those products in other countries;
- dependency on leases and other agreements;
- global competitive, economic, industry, market, political and regulatory conditions, including economic downturns, political instability and war or civil disturbances that may disrupt production and distribution logistics or limit sales in individual territories;
- trade wars between nations in which we do business; and
- the difficulty in adhering to various anti-corruption laws and regulations.

Additionally, as a company with international operations, we are subject to economic and trade sanctions laws and regulations in the jurisdictions in which we do business, including, as applicable, the U.S., the U.K. and the EU, among others. These laws and regulations may have a broad jurisdictional reach. For instance, our non-U.S. affiliates may be required to comply with the sanctions administered by the U.S. Department of the Treasury's Office of Foreign Assets Control ("OFAC"), depending on the sanctions program involved or the nexus of the non-U.S. affiliate's activities to the U.S. Economic sanctions typically prohibit or impose restrictions on dealings that involve certain foreign jurisdictions, governments, individuals or entities. Moreover, the goods we sell may be subject to applicable export control laws and regulations, such as the Export Administration Regulations ("EAR") administered by the U.S. Department of Commerce's Bureau of Industry and Security. The EAR generally govern the export, reexport and in-country transfer of items that are subject to the EAR, including U.S.-origin goods. Changes to applicable sanctions or export control laws and regulations could result in decreased use of our products or hinder our ability to export or sell our products to existing or potential customers, which may adversely affect our operating results, financial condition or strategic objectives. If we fail to comply with these laws and regulations, we could be subject to substantial civil or criminal penalties.

Dole has in the past and may in the future engage in the exportation of agricultural commodities pursuant to an OFAC general license or similar licenses under other economic and trade sanctions laws. For example, Dole has exported fruit to distributors located in Iran and in other countries for onward shipment to Iran in reliance on an OFAC general license that authorizes such activities. This general license required Dole to comply with certain conditions with respect to products sold, end-user limitations and payment terms. Although Dole believes it complied with the general license requirements for such sales and will comply with all applicable laws related to any future similar sales should they occur, there can be no assurance that Dole would be deemed by OFAC to have been in compliance. Non-compliance with the general license or other sanctions laws could lead to a finding of a violation, which may result in monetary penalties, reputational harm or other harm to our business.

Dole is also subject to changes in the approach to tax laws in the countries in which we do business. For example, in December 2023, Ireland transposed the EU Minimum Tax Directive into its national law, thereby implementing a jurisdiction by jurisdiction 15% minimum tax on corporate book income from January 1, 2024. The Company is continuing to assess the potential impact of these new rules.

Terrorism and the uncertainty of war may have an adverse effect on our operating results.

Terrorist attacks and other acts of violence or war in the U.S., the EU or in other countries may affect the markets in which we operate and our operations and profitability. From time to time in the past, our operations or personnel have been the targets of terrorist or criminal attacks, and the risk of such attacks impacts our operations and results in increased security costs. Further terrorist attacks outside the U.S., against the U.S. or against operators of businesses with significant presence or history in the U.S. may occur, or hostilities could develop based on the current international situation. The potential near-term and long-term effect these attacks may have on our business operations, our customers, the markets for our products, including pricing if commodities are shifted from one area of the world to another, the U.S. economy and the economies of other places in which we source or sell our products is uncertain. The consequences of any terrorist attacks, or any armed conflicts, are unpredictable, and we may not be able to foresee events that could have an adverse effect on our markets or our business. Although we do not believe the current conflicts between Ukraine and Russia and Israel and Palestine create a material risk to our business in the near term, we are nonetheless monitoring the conflicts closely and adjusting our business as needed.

The exit by the U.K. from the EU could adversely affect us.

The U.K. formally exited the EU ("Brexit") on December 31, 2020. The U.K. and the EU reached agreement in principle on the terms of the EU-U.K. Trade and Cooperation Agreement (the "EU-U.K. Agreement"), which became provisionally applicable on January 1, 2021 and covers economic and security co-operation between the two, has a single overarching governance framework, and covers a wide range of topics, including trade in goods and in services. The scope of the EU-U.K. Agreement is narrower than the pre-Brexit trade framework, and the effects of Brexit will depend in part on any further agreements the U.K. makes to retain access to the EU or to compensate elsewhere with agreements with other global markets. Accordingly, Brexit could adversely affect U.K. and European market conditions, could contribute to instability in some global financial and foreign exchange markets, including continued volatility in the value of the British pound sterling, require the U.K. to establish or renegotiate trade relationships with other countries or otherwise adversely affect trading agreements or similar cross-border cooperation arrangements (whether economic, tax, legal, regulatory or otherwise).

The long-term effects of Brexit still remain uncertain. Any change in economic, trade or tariff policy could adversely affect our business, business opportunities, results of operations, financial condition and cash flows.

Financial and Management Risks:

We may be unable to service our debt with our current or expected cash flows and such debt may limit our flexibility and ability to pursue additional financing. In addition, financial covenants and other restrictions within our existing debt agreements may impact our ability to operate our business.

Our ability to make scheduled payments of the principal of, to pay interest on or to refinance our indebtedness, depends on our future performance, which is subject to economic, financial, competitive and other factors beyond our control, including those described in this “Risk Factors” section and elsewhere in this document. Our business may not generate sufficient cash flow from operations to service our debt and make necessary capital expenditures. If we are unable to generate such cash flow, we may be required to adopt one or more alternatives, such as selling assets, restructuring debt or obtaining additional financing on terms that may be onerous or highly dilutive. Our ability to refinance our indebtedness will depend on the capital markets and our financial condition at such time. We may not be able to engage in any of these activities or engage in these activities on desirable terms, which could result in a default on our debt obligations. In addition, financial covenants and other restrictions within our existing debt agreements may impact our ability to operate our business. See Note 14 “Debt” to the consolidated financial statements included herein for additional detail on the Company’s indebtedness.

Certain of our defined benefit pension plans are currently underfunded, and we may have to make significant cash payments to the plans, which would reduce the cash available for our business.

We have underfunded obligations under certain of our benefit plans. The funded status of our benefit plans is dependent upon many factors, including returns on any invested assets, actuarial assumptions, including the level of certain market interest rates and the discount rate used to determine pension obligations. Unfavorable returns on the plan assets, or unfavorable changes in applicable laws or regulations, could materially change the timing and amount of required plan funding, which would reduce the cash available for our business. In addition, a decrease in the discount rate used to determine pension obligations could result in an increase in the valuation of our benefit plans obligations, which could affect the reported funding status of our benefit plans and future contributions, as well as the periodic pension cost in subsequent fiscal years. The Employee Retirement Income Security Act of 1974 (“ERISA”), as amended, along with certain provisions of the U.S. Internal Revenue Code of 1986 (the “Code”), require minimum funding contributions to our tax-qualified U.S. defined benefit pension plan. See Note 15 “Employee Benefit Plans” to the consolidated financial statements included herein for additional detail on the Company’s pension plans.

The Pension Benefit Guaranty Corporation (the “PBGC”) has the authority to petition a court to terminate an underfunded tax-qualified pension plan under limited circumstances. In the event our U.S. tax-qualified defined benefit pension plan is terminated by the PBGC, we could be liable to the PBGC for the entire amount of the underfunding, as calculated by the PBGC based on its own assumptions, which might result in a larger obligation than that based on the assumptions we have used to fund such plan.

The European defined benefit plans are also subject to local regulators such as the Irish Pensions Authority and U.K.’s Pension Regulator. The Company has two defined benefit plans in Ireland, two U.K. defined benefit plans and one in Canada. Each of these is subject to local funding requirements and the powers of local regulators such as the Irish Pensions Authority and the U.K.’s Pension Regulator. The U.K.’s Pension Regulator has the power in certain circumstances to impose a debt or contribution demand on an employer to the extent that a defined benefit scheme is underfunded. There is currently no legislation in Ireland equivalent to that in the U.K. We also have underfunded obligations under plans in Latin America which may be subject to funding requirements set by local regulations.

We expect to expand our business, in part, through future acquisitions, but we may not be able to identify or complete suitable acquisitions, which could harm our business, financial condition and results of operations.

Our business strategy includes growth through the acquisitions of other businesses. We continually review, evaluate and consider potential acquisitions. In such evaluations, we are required to make difficult judgments regarding the value of business opportunities and the related risks and cost of potential liabilities. We plan to use acquisitions of companies to expand our geographic coverage, add experienced management and increase our product offerings. We may not be able to continue to identify attractive acquisition opportunities or successfully acquire identified targets. In addition, we may not be successful in integrating our current or future acquisitions which may result in unforeseen operational difficulties or diminished financial performance or require a disproportionate amount of our management's attention. Even if we are successful in integrating our current or future acquisitions into our existing operations, we may not derive the benefits, such as operational or administrative synergies, that we expected from such acquisitions, which may result in the investment of our capital resources without realizing the expected returns on such investment. Furthermore, competition for acquisition opportunities may increase our cost of making further acquisitions or cause us to refrain from making additional acquisitions. We also may be limited in our ability to incur additional indebtedness in connection with or to fund future acquisitions under the Credit Agreement. In addition, although we have dedicated in-house personnel whose primary role is to focus on acquisitions, the time and effort involved in attempting to identify acquisition candidates and consummate acquisitions may divert members of our management from the operations of our company.

We may be required to recognize impairment charges for our goodwill and other intangible assets, which could materially and adversely affect our business and results of operations.

From various business combinations, material amounts of purchase consideration have been allocated to goodwill and certain intangible assets that have indefinite lives. Most significantly, the acquisition of Dole Food Company in July of 2021 resulted in approximately \$273.3 million of allocated goodwill and \$306.3 million allocated to the DOLE brand. Goodwill and other indefinite-lived intangible assets are tested at least annually for impairment. According to our fiscal year 2023 annual assessment, two of our reporting units and the DOLE brand were at risk of future impairment. Adverse changes in economic conditions leading to higher costs of capital or projected future cash flows could materially affect the results of future assessments. In such case, we may be required to recognize impairment charges for our goodwill and other indefinite-lived intangible assets, which could have a material impact on our results of operations. See "Critical Accounting Estimates-Goodwill and Indefinite-Lived Intangible Assets" and Note 13 "Goodwill and Intangible Assets" to the consolidated financial statements included herein for additional detail on the impairment tests of goodwill and other indefinite-lived intangible assets.

We depend on certain key customers and are subject to risks if such key customers reduce the amount of products they purchase from us or terminate their relationships with us.

In certain regions our customer base is concentrated among a small number of large, key customers. If we fail to maintain our relationships with such customers and such customers terminate their relationship or otherwise reduce the amount of products they purchase from us below our expectations, we could suffer adverse effects on our business, business opportunities, results of operations, financial condition and cash flows. See Note 2 "Basis of Presentation and Summary of Significant Accounting Policies" to the consolidated financial statements included herein for additional detail on customer concentration risk.

We typically extend credit to our key customers. Failure to collect trade receivables, untimely collection or customer defaults could adversely affect our liquidity.

We extend credit to certain of our key customers. Generally, our customers will pay within the credit period, however, customer illiquidity may cause repayment to fall outside the credit period or not at all. We perform ongoing credit evaluations of our customers' financial condition and manage the risk based on experience, customers' track record and historic default rates. If we encounter future problems collecting amounts due from our customers, particularly customers with a large amount of credit outstanding, or if we experience delays or customer default in the collection of amounts due, our liquidity could be adversely affected. See Note 8 "Receivables and Allowances for Credit Losses" to the consolidated financial statements included herein for additional detail on receivables outstanding.

A portion of our workforce is unionized, and labor disruptions could decrease our profitability.

Part of the Company's full-time employees worldwide work under various collective bargaining agreements and unionized workforces. We cannot give assurance that we will be able to negotiate these or other collective bargaining agreements on the same or more favorable terms as the current agreements, or at all, and without production interruptions, including labor stoppages. A prolonged labor dispute, which could include a work stoppage, could have an adverse effect on the portion of our business affected by the dispute, which could adversely impact our business, financial condition and results of operations. See Note 15 "Employee Benefit Plans" to the consolidated financial statements included herein for additional detail on workforce under various collective bargaining agreements and unionized workforces.

Adverse perception, events or rumors relating to our brand could negatively impact our business.

Consumer and institutional recognition of our trademarks and related brands, and the association of these brands with high-quality and safe food products, are an integral part of our business. The occurrence of any events or rumors that cause consumers and/or institutions to no longer associate these brands with high-quality and safe food products may materially and adversely affect the value of our brand names and demand for our products. We have licensed and will continue to license the Total Produce and DOLE brand name to several affiliated and unaffiliated companies for use in the U.S. and abroad. In addition, we sold the use of the DOLE brand in Asia, Australia and New Zealand for fresh fruit, worldwide for certain shelf-stable packaged food products and worldwide for certain juice products. Acts or omissions by these companies, over which we have limited or no control, may also have such adverse effects.

In addition, sustainability credentials and goals are an increasingly important factor in stakeholders' perceptions of a company. Should we not meet the expectations of our stakeholders or communicate our work in this area sufficiently this may negatively impact our reputation.

An interruption at one or more of our manufacturing facilities could negatively affect our business, and our business continuity plan may prove inadequate.

We own or lease, manage and operate a number of manufacturing, processing, packaging, storage and office facilities. We could be rendered unable to accept and fulfill customer orders as a result of disasters, pandemics, business interruptions or other similar events. Some of our inventory and manufacturing facilities are located in areas that are susceptible to harsh weather, and the production of certain of our products is concentrated in a few geographic areas. In addition, we store chemicals used in our business, and our storage of these chemicals could lead to risk of leaks, explosions or other events. Although we have business continuity plans, we cannot provide assurance that our business continuity plan will address all of the issues we may encounter in the event of a disaster or other unanticipated issue. Our business interruption insurance may not adequately compensate us for losses that may occur from any of the foregoing. In the event that a natural disaster, or other catastrophic event, were to destroy any part of any of our facilities or interrupt our operations for any extended period of time, or if harsh weather or epidemics prevent us from delivering products in a timely manner, our business, financial condition and results of operations could be materially and adversely affected. In addition, if we fail to maintain our labor force at one or more of our facilities, we could experience delays in production or delivery of our products, which could also have an adverse effect on our business, financial condition and results of operations.

If we lose the services of our key management, our business could suffer.

We depend to a significant extent on the continued service of our key executives, and our continued growth depends on our ability to identify, recruit and retain key management personnel. We are also dependent on our ability to continue to attract, retain and motivate our personnel. We do not typically carry key person life insurance on our executive officers. If we lose the services of our key management or fail to identify, recruit and retain key personnel, our business, financial condition or results of operations may be materially and adversely impacted.

We are dependent on our relationships with key suppliers to obtain a number of our products.

We depend on key suppliers to obtain a number of our products. Termination of our relationship with our key suppliers could adversely affect our business, financial condition and results of operations. Additionally, we may enter into seasonal purchase agreements committing us to purchase fixed quantities of produce at fixed prices. We may suffer losses arising from the inability to sell these committed quantities and/or achieve the committed price. We also provide grower loans and advances to suppliers with various levels of security, and we may suffer losses if these loans are not repaid. Any of these factors could materially and adversely affect our business, financial condition and results of operations.

Regulatory and Legal Risks:

Failure to comply with applicable environmental laws and regulations can result in requirements to cease noncompliant operations, incurrence of additional capital or operating expenses to correct violations, or the assessment of significant fines and penalties.

Compliance with environmental laws, including those related to the handling, use, generation, transport, and disposal of hazardous materials is inherent in major agricultural operations, including those conducted by us. Compliance with these foreign and domestic laws and related regulations is an ongoing process, and these laws and regulations are frequently revised and generally become stricter over time. Failure to comply with applicable laws and regulations can result in requirements to cease noncompliant operations, incurrence of additional capital or operating expenses to correct violations, or the assessment of significant fines and penalties. While we believe that we are generally in material compliance with applicable laws and regulations, there can be no assurance that the cost of compliance with environmental laws and regulations will not, in the future, have a material effect on our capital expenditures, earnings or competitive position. It is possible that future developments, such as increasingly strict environmental laws and enforcement policies thereunder, including those driven by concerns about climate change and further restrictions on the use of agricultural chemicals, could result in increased compliance costs which may be material.

We may be subject to liability and/or increased costs for environmental damage from the use of herbicides, pesticides and other potentially hazardous substances or environmental contamination of our current and previously owned or leased property.

We use herbicides, pesticides and other potentially hazardous substances in the operation of our business. We may have to pay for the costs or damages associated with any improper application, accidental release or the use or misuse of such substances. Our insurance may not be adequate to cover such costs or damages or may not continue to be available at a price or under terms that are satisfactory to us. In such cases, payment of such costs or damages could have an adverse effect on our business, financial condition or results of operations.

Certain environmental laws, including the Comprehensive Environmental Response, Compensation and Liability Act in the U.S., impose strict and, in many cases, joint and several, liability for the cost of remediating contamination, on current and former owners of property or on persons responsible for causing such contamination. Dole has been in the past involved in remedial investigations and actions at some locations, and we could in the future be required to spend significant sums to remediate contamination that has been caused by us, our predecessors, or prior owners or operators of our properties. An adverse result in any potential future matter could have an adverse effect on our business, financial condition and results of operations. See Note 19 “Contingencies” to the consolidated financial statements included herein for additional detail on the Company’s environmental-related contingencies.

We face risks related to our former use of the pesticide DBCP.

Dole formerly used DBCP (1,2- dibromo-3-chloropropane), a nematicide that was used on a variety of crops throughout the world. The registration for DBCP with the U.S. government was cancelled, with limited exceptions, in 1979 based in part on an apparent link to male sterility among chemical factory workers who produced DBCP. There are a number of pending lawsuits in the U.S. and other countries against the manufacturers of DBCP and certain growers, including Dole, who used DBCP in the past. The cost to defend or settle these lawsuits, and the costs to pay any judgments or settlements resulting from these lawsuits, or other lawsuits which might be brought, could have an adverse effect on our business, financial condition or results of operations.

Overall tightening of the labor market, increases in labor costs or any possible labor unrest may adversely affect our business and results of operations.

Our business requires a substantial amount of labor. Any failure to retain stable and dedicated labor by us may disrupt our business operations. Although we have not experienced any material labor shortage to date, we have observed an overall tightening and increasingly competitive labor market in some of the countries in which we operate. We compete with other companies in our industry and other labor-intensive industries for labor, and we may not be able to offer competitive remuneration and benefits compared to them. If we are unable to manage and control our labor costs, our business, financial condition and results of operations may be affected.

Changes in immigration laws could impact the availability of labor to harvest our products and operate our salad manufacturing plants, or the availability of produce purchased from third party suppliers.

The personnel engaged in our harvesting operations may include significant numbers of immigrants who are authorized to work in the host country in which we operate. More specifically, immigrants who are authorized to work in the U.S. also make up a portion of the workforce at our U.S. salad manufacturing plants. The availability and number of these workers could decrease if there are changes in immigration laws in the U.S. and other countries in which we operate. A scarcity of available personnel to harvest agricultural products in these countries could increase our labor costs, increase our product costs or lead to product shortages, therefore adversely impacting our business, financial condition and results of operations.

Climate change laws could have an impact on our financial condition and results of operations.

Legislative and regulatory authorities in the U.S., the EU, Canada and other jurisdictions internationally will likely continue to consider numerous measures related to climate change and greenhouse gas emissions. In order to produce, manufacture and distribute our products, we and our suppliers use fuels, electricity and various other inputs that result in the release of greenhouse gas emissions. Concerns about the environmental impacts of greenhouse gas emissions and global climate change may result in environmental taxes, charges, regulatory schemes or assessments or penalties, which could restrict or negatively impact our operations, as well as those of our suppliers, who would likely pass all or a portion of their costs along to us. We may not be able to pass any resulting cost increases along to our customers. Any enactment of laws or passage of regulations regarding greenhouse gas emissions or other climate change laws by the U.S., the EU, Canada or any other international jurisdiction where we conduct business, such as the EU Emissions Trading System (“ETS”), could materially and adversely affect our business, financial condition and results of operations.

Our operations and products are highly regulated in the areas of food safety and protection of human health and the environment.

Our operations are subject to a broad range of foreign, federal, state and local environmental, health and safety laws and regulations, including laws and regulations governing the use and disposal of pesticides and other chemicals, all of which involve compliance costs. These regulations directly affect day-to-day operations and, to maintain compliance with all of the laws and regulations that apply to our operations, we have been and may be required in the future to modify our operations, purchase new equipment or make capital improvements. Changes to our processes and procedures could require us to incur unanticipated costs and/or materially impact our business. Violations of these laws and regulations can result in substantial fines, penalties or sanctions. In some circumstances, we may recall a product, voluntarily or otherwise, if we or the regulators believe it presents a potential risk. There can be no assurance that these modifications and improvements and any fines, penalties and recalls would not have an adverse effect on our business, financial condition and results of operations. In addition, we have been and, in the future, may become subject to lawsuits alleging that our operations and products caused personal injury or property damage.

As a producer and distributor of food products, we are subject to the laws and regulations in the jurisdictions where our facilities are located and where our products are distributed. In particular, in the U.S. we are subject to the Federal Food, Drug and Cosmetic Act, as amended by the Food Safety Modernization Act (“FSMA”), which is enforced by the Food and Drug Administration (“FDA”). The FDA has the authority to regulate the growing, harvesting, manufacturing, including composition and ingredients, processing, labeling, packaging import, distribution and marketing and safety of food in the U.S. The FSMA, enacted in January 2011, significantly enhances the FDA’s authority over various aspects of food regulation. For example, the FSMA granted the FDA mandatory recall authority when the FDA determines there is a reasonable probability that a food is adulterated or misbranded and that the use of, or exposure to, the food will cause serious adverse health consequences or death to humans or animals. The FDA has been active in implementing the requirements of the FSMA through issuance of regulations designed to result in a reduction of the risk of contamination in food manufacturing and in beginning compliance enforcement of those regulations, such as the Foreign Supplier Verification program. The full impact of the FDA’s compliance protocols continues to evolve, and we cannot assure you that it will not materially impact our business. Regulatory agencies in other jurisdictions have similar authority to address the risk of contamination or adulteration and to require that contaminated products be removed from the market.

Within the EU, food safety policy is governed by the Farm to Fork Strategy which regulates food safety at all stages of the production and distribution process for all food products marketed within the EU, whether produced within the EU or imported from third countries. This body of legislation forms a complex and integrated system of rules covering the entire food chain, from animal feed and health, through plant protection and food production, to processing, storage, transport, import and export and retail sales. A framework regulation called the General Food Law Regulation (EC No. 178/2002) lays down the general principles and requirements of food law. European Member States are required to implement European food safety law at a national level. National authorities and food agencies are responsible for enforcement and ensuring compliance within European Member States. National authorities may withdraw or recall food from the market if it is considered to be injurious to health or unfit for human consumption. Where food presents a serious risk to human health, animal health or the environment, the European Commission can put in place protective measures and suspend the placing on the market or use of products originating from the EU or suspend imports of products originating from non-EU countries.

The European Green Deal sets out to make Europe the first climate-neutral continent by 2050. The EU’s Farm to Fork Strategy is an integral part of the Green Deal and aims to address the challenges of sustainable food systems. The shift to a sustainable food system could result in increased costs associated with compliance with new laws and regulations.

The failure to comply with these laws and regulations in any jurisdiction, or to obtain required approvals, could result in fines, as well as a ban or temporary suspension on the production of our products or limit or bar their distribution, and affect our development of new products, and thus could materially adversely affect our business and operating results. In addition, the U.S. Department of Agriculture (the “USDA”) regulates the import and export of certain fruits and vegetables into and from the U.S., and the USDA also imposes growing, manufacturing and certification requirements for certain products labeled with organic claims. Similarly, the EU maintains a system of control, certification and enforcement to guarantee that food which is marketed as organic complies with organic standards. Organic food imported into the EU is also subject to control procedures to guarantee that they have been produced and shipped in accordance with organic principles. Failure to obtain necessary permits or otherwise comply with USDA and European regulations and requirements could result in a ban or temporary suspension of the import or export of our products into or from the U.S., or our ability to grow, manufacture or market our products as organic, and thus could materially adversely affect our business. The Canadian Food Inspection Agency, and other Canadian governmental departments, could enforce laws such as the Safe Food for Canadians Regulations in such a way as to cause significant disruption to our Canadian business, including for example, requirements relating to import licenses, traceability, organic certification and food testing requirements.

We are subject to the FCPA and other anti-corruption laws or trade control laws, as well as other laws governing our operations. If we fail to comply with these laws, we could be subject to civil or criminal penalties, other remedial measures, and legal expenses, which could adversely affect our business, financial condition and results of operations.

We are subject to anti-corruption laws, including the Foreign Corrupt Practices Act (“FCPA”), Irish anti-corruption laws, including the Criminal Justice (Corruption Offences) Act 2018, Proceeds of Crime Acts 1996 – 2016, the Criminal Justice (Theft and Fraud Offences) Act 2001, U.K. Bribery Act 2010, and other anti-corruption laws that apply in countries where we do business. The FCPA, U.K. Bribery Act and these other laws generally prohibit us and intermediaries from bribing, being bribed or making other prohibited payments to government officials or other persons to obtain or retain business or gain some other business advantage. We operate in a number of jurisdictions, some of which may pose a high risk of potential FCPA violations, and we participate in joint ventures and relationships with third parties whose actions could potentially subject us to liability under the FCPA or local anti-corruption laws. In addition, we cannot predict the nature, scope or effect of future regulatory requirements to which our international operations might be subject or the manner in which existing laws might be administered or interpreted.

We are subject to anti-trust laws such as EU competition law. Failure to comply with such regulations could adversely impact our reputation, business and results of operations. It could also result in material fines for the Company.

We are also subject to other laws and regulations governing our international operations, including regulations administered by the U.S. Department of Commerce’s Bureau of Industry and Security, the U.S. Department of Treasury’s Office of Foreign Asset Control and various non-U.S. government entities, including applicable export control regulations, economic sanctions on countries and persons, customs requirements, currency exchange regulations and transfer pricing regulations or collectively, “Trade Control laws.”

There is no assurance that we will be completely effective in ensuring our compliance with all applicable anticorruption laws, including the FCPA or other legal requirements, including Trade Control laws. If we are not in compliance with the FCPA and other anti-corruption laws or Trade Control laws, we may be subject to criminal and civil penalties, disgorgement and other sanctions and remedial measures, and legal expenses, which could have an adverse impact on our business, financial condition, results of operations and liquidity. Likewise, any investigation of any potential violations of the FCPA other anti-corruption laws or Trade Control laws by U.S. or foreign authorities could also have an adverse impact on our reputation, business, financial condition and results of operations.

Litigation and regulatory enforcement concerning marketing and labeling of food products could adversely affect our business and reputation.

The marketing and labeling of any food product in recent years has brought increased risk that consumers will bring class action lawsuits, and that the Federal Trade Commission (the “FTC”), and/or state attorneys general will bring legal action concerning the truth and accuracy of the marketing and labeling of the product. Examples of causes of action that may be asserted in a consumer class action lawsuit include fraud, unfair trade practices and breach of state consumer protection statutes, such as Proposition 65 in California. FTC and/or state attorneys general may bring legal action that seeks removal of a product from the marketplace and imposes fines and penalties. Even when not merited, class claims, action by the FTC or state attorneys general enforcement actions can be expensive to defend and adversely affect our reputation with existing and potential customers and consumers and our corporate and brand image, which could have a material and adverse effect on our business, financial condition or results of operations. The labeling of our products, and their distribution and marketing, is also subject to regulation by governmental authorities in each jurisdiction where our products are marketed, such as, in the EU, under Council Regulation (EC) No 834/2007 on organic production and labeling of organic products, Directive (EU) 2019/2161 on consumer protection rules, Regulation (EU) No 1169/2011 on the provision of food information to consumers and Regulation (EC) No 1924/2006 on nutrition and health claims made on foods. For example, the USDA requires compliance with certain growing production and certification requirements as a condition to labeling foods with the word “organic” or with the USDA organic seal. A failure to comply with such labeling requirements could result in enforcement proceedings in the relevant jurisdiction that could materially affect our marketing and distribution.

We are the subject of a number of legal proceedings, investigations and inquiries that could have an adverse effect on our reputation, business, financial condition and results of operations, and could result in additional claims.

We have been or are currently the subject of a number of legal proceedings and civil and criminal investigations and inquiries by governmental agencies, including matters related to DBCP use in the past, product safety and health, product recalls, environmental property damage (such as proceedings related to a housing development in the City of Carson, California) and tax disputes. See Note 19 “Contingencies” to the consolidated financial statements included herein for additional information regarding matters related to DBCP use and proceedings related to a housing development in the City of Carson, California. See also “Risk Factors —We face risks related to our former use of the pesticide DBCP.” We are unable to predict how long such proceedings, investigations and inquiries will continue or the full scope of such investigations, but we anticipate that we will continue to incur significant costs in connection with these matters and that these proceedings, investigations and inquiries will result in a substantial distraction of management’s time, regardless of the outcome. These proceedings, investigations and inquiries may result in damages, fines, penalties, consent orders or other administrative action against us and/or certain of our officers, or in changes to our business practices, and any such fines or penalties could be greater than we currently anticipate. Furthermore, publicity surrounding these proceedings, investigations and inquiries or any enforcement action as a result thereof, even if ultimately resolved favorably for us, could result in additional investigations and legal proceedings. As a result, these proceedings, investigations and inquiries could have an adverse effect on our reputation, business, financial condition and results of operations.

Technology and Intellectual Property (“IP”) Risks:

Social media play an increasing role in brand and company image perception.

The inappropriate use of certain media could cause brand damage or information leakage. Negative posts or comments about us or our products on any social network, article, blog or website could seriously damage our reputation. In addition, the disclosure of non-public, sensitive company information through external media channels could lead to information loss. Any business interruptions or damage to our reputation could negatively impact our business, financial condition and results of operations.

We are subject to risks relating to our handling of information, operation of our information systems, and the information systems of third parties.

We rely on information technology networks and systems to process, transmit, store, and manage data, and to manage and support a variety of critical business processes and operations. If we do not develop, manage, maintain and secure our information technology systems appropriately, or do not effectively implement system upgrades, system migrations, or manage third-party service providers, our business or financial results could be adversely impacted. The cyber threat landscape is growing increasingly complex and rapidly evolving, particularly in light of growing geopolitical tensions. Sophisticated cybersecurity threats present potential risk to the security of our information technology networks and systems, as well as the confidentiality, availability, and integrity of the data processed, transmitted, and stored on those networks and systems. Cybersecurity incidents may result in unauthorized access to intellectual property, trade secrets or confidential business information that are stored in electronic formats. We have in the past experienced, and may in the future face, cybersecurity incidents. In February of 2023, we were the victim of a sophisticated ransomware incident involving unauthorized access to employee information. Upon detecting the incident, we promptly took steps to contain the incident, retained the services of leading third-party cybersecurity experts and notified law enforcement. The February 2023 incident had a limited impact on our operations. See “Review of the Development and Performance of the Business-Cyber Incident” for further detail on the impact of the 2023 cybersecurity incident on the Company’s operating results.

Our information technology networks and systems, some of which rely on third-party service providers, may experience operational impact, including to the confidentiality, integrity, and availability of our networks and systems, and the information residing therein, due to various causes, including intentional hacking, security breaches, intrusions, malware, denial of service attacks, phishing, or other cybersecurity incidents, as well as natural disasters, catastrophic events, power outages, or human error or malfeasance. If we are unable to prevent or adequately respond to and resolve these disruptions or failures, our operations may be impacted and any unauthorized access to, or acquisition of, customer, employee, or other confidential information could result in adverse consequences such as reputational damage, premature termination or reduction of existing contracts, reduction of operating revenue, remediation costs, ransomware payments, litigation or penalties under various laws and regulations. Our customers could also refuse to continue to do business with us and prematurely terminate or reduce existing contracts, resulting in a significant reduction of our operating revenue. Additionally, if a third-party service provider on which we rely experiences a cybersecurity incident, we may not learn of such incident in a timely manner, or at all, which may inhibit our ability to mitigate its impacts, and can exacerbate the risks described in this risk factor.

As cybersecurity incidents are becoming increasingly sophisticated and more frequent, our preventative measures and incident response efforts may not be entirely effective. We have invested in security safeguards to reduce the risks to our networks, systems, and data, but there is no assurance that our efforts will prevent or timely detect cybersecurity incidents or disruptions. While we have procedures to assess and manage relationships with third-party service providers, there is similarly no assurance that they will not be subject to a cybersecurity incident or disruption that has an impact on our networks, systems, or data. Future cybersecurity incidents or disruptions to us, or our third-party service providers, could result in a material impact to our operations, systems, or financial results.

We are also subject to a dynamic landscape of laws and regulations governing the handling of information and the operation of information systems, including those relating to privacy, cybersecurity and data protection, in a range of jurisdictions. Costs associated with compliance with these laws and regulations may increase over time and impact how we collect, handle and process information and operate our information systems, including in ways that may impact the day-to-day operation of our business. Failure to comply with these obligations could result in investigations, litigation, fines, penalties, judgments or other proceedings which could have a material impact on our financial results. See “*Cybersecurity*” for further detail on the Company’s policies and procedures on cybersecurity.

Technological innovation by our competitors could make our food products less competitive.

Our competitors include other fresh fruit and vegetable producers and major food ingredient and consumer-packaged food companies that also engage in the development and sale of food and food ingredients. Many of these companies are engaged in the development of new plant varieties, food ingredients and other food products and frequently introduce new products into the market. Existing products or products under development by our competitors could prove to be more effective, more resistant to disease or less costly than our products, which could have an adverse effect on the competitiveness of our products and adversely affect our business, financial condition and results of operations.

We rely on protection of our intellectual property and proprietary rights.

Our success depends in part on our ability to protect our intellectual property rights. We rely primarily on patent, copyright, trademark and trade secret laws to protect our proprietary technologies. Our policy is to protect our technology by, among other things, filing patent applications for technology relating to the development of our business in the U.S., the EU and in selected foreign jurisdictions. Our trademarks and brand names are registered in jurisdictions throughout the world. We intend to keep these filings current and seek protection for new trademarks to the extent consistent with business needs. We also rely on trade secrets and proprietary knowledge and confidentiality agreements to protect certain of the technologies and processes that we use. The failure of any patents, trademarks, trade secrets or other intellectual property rights to provide protection to our technologies would make it easier for our competitors to offer similar products, which could adversely affect our business, financial conditions and results of operations.

Risks Related to Strategic Transactions:

Optimizing our operations may be more difficult, costly or time-consuming than expected and the anticipated benefits and cost savings of the Merger may not be realized.

Historically, Total Produce and Legacy Dole operated independently. The future success of Dole plc, including the anticipated benefits and cost savings, depends, in part, on our ability to optimize our operations. The optimization of our operations is a complex, costly and time-consuming process and if we experience difficulties in this process, the anticipated benefits may not be realized fully or at all, or may take longer to realize than expected, which could have an adverse effect on us for an undetermined period. In addition, there is no guarantee that once such process has been completed, we will operate in a manner that is more efficient, organized, effective and competitive as a whole than Legacy Dole and Total Produce operated as separate companies such that we will successfully realize the expected operating efficiencies, cost savings and other benefits currently anticipated.

We are also incurring costs related to the optimization of our operations, including facilities and systems consolidation costs and employment-related costs. We may also incur other costs, such as maintaining employee morale and retaining key employees. We continue to assess the magnitude of these costs, and additional unanticipated costs may be incurred in the optimization of our operations.

The operational synergies realized as a result of the Merger may vary from expectations.

Although we do not anticipate materially changing the divisional structure of Total Produce and Legacy Dole and, as a result, do not expect material organizational synergies between these two businesses, we do anticipate achieving material operational synergies as the divisions work together under one combined company, such as supply chain and production related synergies. We may, however, fail to realize these anticipated benefits or they may be less significant than expected, which could adversely affect our business, financial condition or results of operations. The success of the Merger will depend, in significant part, on our ability to successfully manage the businesses of Total Produce and Legacy Dole, grow the revenue of the combined company and realize the anticipated strategic benefits and expected operational synergies from the Merger referenced above. The work needed to realize these benefits could take longer than anticipated and could result in the loss of key employees, the disruption of each company's ongoing businesses, tax costs, inefficiencies or inconsistencies in standards, controls, information technology systems, procedures and policies, any of which could adversely affect our ability to maintain relationships with customers, employees or other third parties or our ability to achieve the anticipated benefits of the Merger and could harm our financial performance.

The planned sale of our Fresh Vegetables division is subject to various risks and uncertainties and may not be completed in a timely manner on terms favorable to the Company, or at all.

On January 30, 2023, certain of our wholly owned subsidiaries entered into a Stock Purchase Agreement (the "Fresh Express Agreement") with Fresh Express Acquisitions LLC ("Fresh Express"), a wholly owned subsidiary of Chiquita Holdings Limited ("Chiquita"), pursuant to which Fresh Express agreed to acquire our Fresh Vegetables division for approximately \$293.0 million in cash, subject to certain adjustments set forth in the Fresh Express Agreement. On March 27, 2024, the parties to the Fresh Express Agreement agreed to terminate the Fresh Express agreement due to a failure to obtain regulatory approval. We remain committed, however, to exiting the Fresh Vegetables business through an alternative process, which is currently underway (the "Vegetables exit process"). The completion of any transactions resulting from the Vegetables exit process may be subject to the satisfaction or waiver of certain customary conditions, such as, among others, the expiration or termination of any applicable waiting periods under the Hart-Scott-Rodino Antitrust Improvements Act of 1976, the absence of any governmental order prohibiting a transaction, and further conditions not currently contemplated, and we may be unable to satisfy any such conditions in a timely manner or at all, and, if such conditions are not satisfied or waived, any such transaction may be delayed or may not be completed at all.

The pendency of our decision to exit the Fresh Vegetables business may adversely affect our relationships with customers, operating results and business generally. If the Vegetables exit process is delayed or not completed for any reason, investor confidence may decline, and we may face negative publicity and possible litigation.

Failure to complete the Vegetables exit process would adversely affect our plans to use proceeds from the disposal primarily for debt reduction as currently expected. In addition, we will have expended significant management resources in an effort to exit the business and have incurred transaction costs. Failure to complete the Vegetables exit process could also

result in significant management time and attention on the strategic future of the fresh vegetables division and away from other divisions and overall company strategy.

Risks Related to Ordinary Shares in Dole plc

Securities and Reporting Risks:

There can be no assurance that we will not be a passive foreign investment company for U.S. federal income tax purposes for any taxable year, which could subject U.S. investors in our Ordinary shares to significant adverse U.S. income tax consequences.

A non-U.S. corporation, such as our company, will be classified as a passive foreign investment company (“PFIC”) for any taxable year if either (i) at least 75% of its gross income for such year consists of certain types of “passive” income, or (ii) at least 50% of the value of its assets (generally determined on the basis of a quarterly average) during such year is attributable to assets that produce passive income or are held for the production of passive income. Based on the current and anticipated value of our assets and composition of our income and assets, we do not presently expect to be a PFIC for the current taxable year or the foreseeable future.

However, while we do not expect to be or become a PFIC, no assurance can be given in this regard because the determination of whether we are or will become a PFIC for any taxable year is a fact-intensive determination made annually that depends, in part, upon the composition and classification of our income and assets.

If we were to be or become a PFIC for any taxable year during which a U.S. Holder (as defined in “United States Federal Income Tax Considerations”) holds our Ordinary shares, certain adverse U.S. federal income tax consequences could apply to such U.S. Holder.

U.S. investors may have difficulty enforcing judgments against us, our directors and executive officers.

We are incorporated under the laws of Ireland, and our registered offices and a substantial portion of our assets are located outside of the U.S. As a result, it may not be possible to effect service of process on such persons or us in the U.S. or to enforce judgments obtained in courts in the U.S. against such persons or us based on civil liability provisions of the securities laws of the U.S.

There is no treaty between Ireland and the U.S. providing for the reciprocal enforcement of judgments obtained in the other jurisdiction, and Irish common law rules govern the process by which a U.S. judgment may be enforced in Ireland. The following requirements must be met as a precondition before a U.S. judgment will be eligible for enforcement in Ireland:

- the judgment must be for a definite sum;
- the judgment must be final and conclusive, and the decree must be final and enforceable in the court which pronounces it;
- the judgment must be provided by a court of competent jurisdiction, and the procedural rules of the court giving the foreign judgment must have been observed;
- the U.S. court must have had jurisdiction in relation to the particular defendant according to Irish conflict of law rules; and
- jurisdiction must be obtained by the Irish courts over judgment debtors in enforcement proceedings by service in Ireland or outside Ireland in accordance with the applicable court rules in Ireland.

Even if the above requirements have been met, an Irish court may exercise its right to refuse to enforce the U.S. judgment if the Irish court is satisfied that the judgment (1) was obtained by fraud; (2) is in contravention of Irish public policy; (3) is in breach of natural or constitutional justice; or (4) is irreconcilable with an earlier judgment. By way of example, a judgment of a U.S. court of liabilities predicated upon U.S. federal securities laws may not be enforced by Irish courts on the grounds of public policy if that U.S. judgment includes an award of punitive damages. Further, an Irish court may stay proceedings if concurrent proceedings are being brought elsewhere.

Our Articles of Association contain exclusive forum provisions for certain claims, which could limit our shareholders' ability to obtain a favorable judicial forum for disputes with us or our directors, officers or employees.

Our Articles of Association provide that, unless we consent in writing to the selection of another forum, the federal district courts of the United States of America will, to the fullest extent permitted by law, be the exclusive forum for resolving any complaint asserting a cause of action arising under the Securities Act (the "Federal Forum Provision"). Moreover, Section 22 of the Securities Act creates concurrent jurisdiction for federal and state courts over all claims brought to enforce any duty or liability created by the Securities Act or the rules and regulations thereunder. Our decision to adopt the Federal Forum Provision followed a decision by the Supreme Court of the State of Delaware holding that such provisions are facially valid under Delaware law. While there can be no assurance that federal or state courts will follow the holding of the Delaware Supreme Court or determine that the Federal Forum Provision should be enforced in a particular case, application of the Federal Forum Provision means that suits brought by our shareholders to enforce any duty or liability created by the Securities Act must be brought in federal court and cannot be brought in state court.

Section 27 of the Exchange Act creates exclusive federal jurisdiction over all claims brought to enforce any duty or liability created by the Exchange Act or the rules and regulations thereunder and our Articles of Association confirm that the federal district courts of the United States of America will be the exclusive forum for resolving any complaint asserting a cause of action arising under the Exchange Act. Accordingly, actions by our shareholders to enforce any duty or liability created by the Exchange Act or the rules and regulations thereunder must be brought in federal court.

Any person or entity purchasing or otherwise acquiring or holding any interest in any of our securities shall be deemed to have notice of and consented to our exclusive forum provisions, including the Federal Forum Provision. Additionally, our shareholders cannot waive compliance with the federal securities laws and the rules and regulations thereunder. These provisions may limit our shareholders' ability to bring a claim in a judicial forum they find favorable for disputes with us or our directors, officers or other employees, which may discourage lawsuits against us and our directors, officers and other employees and agents. Alternatively, if a court were to find the choice of forum provision contained in our Articles of Association to be inapplicable or unenforceable in an action, we may incur additional costs associated with resolving such action in other jurisdictions, which may have an adverse effect on our business, financial condition and results of operations.

We identified material weaknesses in our internal control over financial reporting in the year ended December 31, 2021, and we may identify additional material weaknesses in the future.

As of December 31, 2021, we identified two material weaknesses with respect to internal control over financial reporting. The first material weakness related to the design necessary for an effective information technology control for certain divisions, which was remediated in 2022. The second material weakness identified in 2021 related to our internal control over the review of manual journal entries, which was not fully remediated as of December 31, 2022. A material weakness is a deficiency, or combination of deficiencies, in internal controls over financial reporting, such that there is a reasonable possibility that a material misstatement of the consolidated financial statements will not be prevented or detected on a timely basis.

During the year ended December 31, 2023, we implemented a remediation plan which involved (i) assessing the processes and controls over review of manual journal entries, (ii) automating where possible and practical the entry posting processing and (iii) improving the segregation of duties in connection therewith. As a result of the steps taken by management, the material weakness over the manual review of journal entries was remediated. The remediation procedures performed do not provide assurance that our remediation or other controls will continue to operate properly and that we will be able to maintain effective internal control over financial reporting. We also cannot provide assurance that our internal control over financial reporting will be sufficient to avoid potential future material weaknesses. Furthermore, our current and future controls may become inadequate due to changes in conditions in our business, information systems and key personnel.

If we are unable to successfully remediate any future material weaknesses in our internal control over financial reporting, the accuracy and timing of our financial reporting may be adversely affected; additionally, our reputation, liquidity, access to capital markets and share price may also be negatively impacted.

See "Controls and Procedures" for additional detail on the remediation of the control weakness.

Risks Related to Irish Companies

Certain provisions of Irish law and our Articles of Association could hinder, delay or prevent a change in control of Dole, which could adversely affect the price of our Ordinary shares.

Certain provisions of Irish law and our Articles of Association contain provisions that could make it more difficult for a third-party to acquire us without the consent of our Board of Directors.

Our Articles of Association include provisions permitting our Board of Directors to issue preferred shares from time to time in one or more series and to establish the terms, preferences and rights of any such series of preferred shares, all without approval of our shareholders and allowing our Board of Directors to adopt a shareholder rights plan upon such terms and conditions as it deems expedient in the interests of the Company.

As an Irish public limited company, we are subject to provisions of Irish law, which may prevent or impede any attempt to acquire us, including provisions relating to mandatory bids, voluntary bids, requirements to make a cash offer and minimum price requirements, as well as substantial acquisition rules and rules requiring the disclosure of interests in our shares in certain circumstances.

Our Articles of Association include provisions classifying our Board of Directors into three classes of directors with staggered three-year terms. A retiring director is eligible for reappointment at the annual general meeting at which he or she retires. Our Articles of Association also permit the Board of Directors to fill any vacancies. These factors could have the effect of making the replacement of incumbent directors more time consuming and difficult.

These provisions may make it difficult and expensive for a third party to pursue a tender offer, change in control or takeover attempt that is opposed by our management or our Board of Directors. Public shareholders who might desire to participate in these types of transactions may not have an opportunity to do so, even if the transaction is favorable to shareholders. These anti-takeover provisions could substantially impede the ability of public shareholders to benefit from a change in control or change our management and Board of Directors and, as a result, may adversely affect the market price of our Ordinary shares and your ability to realize any potential change of control premium.

A transfer of our Ordinary shares, other than by means of the transfer of book-entry interests in the Depository Trust Company ("DTC"), may be subject to Irish stamp duty.

Transfers of our Ordinary shares effected by means of the transfer of book-entry interests in DTC will not be subject to Irish stamp duty. However, if you hold your Ordinary shares directly rather than beneficially through DTC or your Ordinary shares are transferred other than by means of the transfer of book-entry interests in DTC, any transfer of your Ordinary shares could be subject to Irish stamp duty (currently at the rate of 1% of the higher of the price paid or the market value of the shares acquired). In such circumstances, while the payment of Irish stamp duty is primarily a legal obligation of the transferee, when shares are purchased on the NYSE, the purchaser will require the stamp duty to be borne by the transferor. The potential for stamp duty could adversely affect the price of your Ordinary shares which are held directly outside of DTC rather than beneficially through DTC or are transferred other than by means of the transfer of book-entry interests in DTC.

In certain limited circumstances, dividends we pay may be subject to Irish dividend withholding tax.

In certain limited circumstances, Irish dividend withholding tax (currently at a rate of 25%) may arise in respect of any dividends paid on our Ordinary shares. A number of exemptions from Irish dividend withholding tax exist such that shareholders resident in the U.S. and shareholders resident in certain countries may be entitled to exemptions from Irish dividend withholding tax.

U.S. resident shareholders that hold their Ordinary shares through DTC will not be subject to Irish dividend withholding tax provided the addresses of the beneficial owners of such Ordinary shares in the records of the brokers holding such Ordinary shares are recorded as being in the U.S. (and such brokers have further transmitted the relevant information to a qualifying intermediary appointed by us). U.S. resident shareholders in the Company that hold their Ordinary shares outside of DTC and shareholders resident in certain other countries (irrespective of whether they hold their Ordinary shares through DTC or outside DTC) will not be subject to Irish dividend withholding tax provided the beneficial owners of such Ordinary shares have furnished completed and valid dividend withholding tax forms or an Internal Revenue Service ("IRS") Form 6166, as appropriate, to our transfer agent or their brokers (and such brokers have further transmitted the relevant information to our transfer agent). However, other shareholders may be subject to Irish dividend withholding tax, which could adversely affect the price of your Ordinary shares.

Dividends received by Irish residents and certain other shareholders may be subject to Irish income tax.

Shareholders entitled to an exemption from Irish dividend withholding tax on dividends received from us will not be subject to Irish income tax in respect of those dividends, unless they have some connection with Ireland other than their shareholding in us (for example, they are resident in Ireland). Shareholders who are not resident nor ordinarily resident in Ireland but who are not entitled to an exemption from Irish dividend withholding tax will generally have no further liability to Irish income tax on those dividends which suffer Irish dividend withholding tax.

Ordinary shares received by means of a gift or inheritance could be subject to Irish capital acquisitions tax.

Irish capital acquisitions tax ("CAT") could apply to a gift or inheritance of our Ordinary shares, irrespective of the place of residence, ordinary residence or domicile of the parties. This is because our Ordinary shares are regarded as property situated in Ireland. The person who receives the gift or inheritance has primary liability for CAT.

Controls and Procedures

I. Disclosure Controls and Procedures.

The Company maintains disclosure controls and procedures that are designed to ensure that information required to be disclosed in the Company's reports under the Securities Exchange Act of 1934, as amended (the "Exchange Act"), is recorded, processed, summarized and reported within the time periods specified in the SEC's rules and forms, and that such information is accumulated and communicated to management, including the Company's Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosure. Management, with the participation of our Chief Executive Officer and Chief Financial Officer, has evaluated the effectiveness of our disclosure controls and procedures (as defined in Rules 13a-15(e) and 15d-15(e) under the Exchange Act) as of the end of the period covered by this Annual Report on Form 20-F. Based on this evaluation, our Chief Executive Officer and Chief Financial Officer concluded that our disclosure controls and procedures were effective as of December 31, 2023.

II. Management's Annual Report on internal control over financial reporting.

Management is responsible for establishing and maintaining adequate internal control over financial reporting. The Company's internal control system is designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation and fair presentation of published financial statements in accordance with U.S. GAAP and includes those policies and procedures that: (i) pertain to the maintenance of records that in reasonable detail accurately and fairly reflect the transactions and dispositions of its assets; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of its financial statements in accordance with U.S. GAAP, and that its receipts and expenditures are being made only in accordance with authorizations of its management and directors; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on its financial statements. Internal control over financial reporting may not prevent or detect misstatements due to its inherent limitations. Additionally, any projections of any evaluations of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions or deterioration in the degree of compliance with our policies and procedures.

Management, under the supervision of the Chief Executive Officer and Chief Financial Officer, and under the oversight of the Board of Directors, assessed the effectiveness of our internal control over financial reporting as of December 31, 2023, based on criteria established in Internal Control—Integrated Framework (2013) issued by the

Committee of Sponsoring Organizations of the Treadway Commission (COSO). Based on this assessment, we concluded that, as of December 31, 2023, our internal control over financial reporting was effective.

III. Changes in internal control over financial reporting.

Other than the remediation efforts described below taken to address the material weakness during the period covered by this Annual Report, there were no changes in our internal control over financial reporting (as such term is defined in Rules 13a-15(f) and 15d-15(f) under the Securities Exchange Act) that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

Remediation of Material Weakness in Internal Control over Financial Reporting

As of December 31, 2022, we determined that a material weakness existed related to ineffective design of controls over review of manual journal entries. The control deficiency resulted in no misstatements in the financial statements. During the year ended December 31, 2023, we implemented enhanced procedures to remediate the deficiencies in our internal control over financial reporting that resulted in the material weakness. These procedures included, but were not limited to, (i) assessing the processes and controls over review of manual journal entries; (ii) automating the entry posting process in most cases, and, in cases in which automation was not possible or practical, creating enhanced review and approval procedures for manual journal entries; and (iii) improving the segregation of duties in connection with the aforementioned processes. Based on the results of our remediation plan and assessment, we have concluded that the material weakness in internal control over financial reporting described above has been successfully remediated as of December 31, 2023.

Cybersecurity

Risk Management and Strategy

The identification, assessment and management of cybersecurity threats are embedded into the Company's overall risk management strategy and infrastructure. At the global level, an Executive Information Technology and Security Steering Committee ("IT Steering Committee") is accountable for developing processes to identify and address risks from cybersecurity threats, including the unauthorized access, use, disruption, modification or destruction of our information systems and networks or the information residing on those systems and networks. The IT Steering Committee includes the Chief Operating Officer, Chief Financial Officer, the Director of Global Information Security ("DGIS") and the two most senior IT leaders. The DGIS is responsible for ensuring that appropriate administrative, technical and physical safeguards are implemented across the Group. These processes that the DGIS is responsible for include, but are not limited to, maintaining and enhancing information security policies and procedures, implementing effective internal controls, increasing safeguards of information systems and related data, evaluating threats and vulnerabilities of information technology infrastructures and improving incident evaluation, communication and response. The DGIS supports the implementation of these processes at the local operating level, supporting the operational IT and cybersecurity teams' ownership of their IT systems.

The DGIS is responsible for developing, maintaining and monitoring cybersecurity tools including the global cybersecurity roadmap, maturity model, metrics, risk register and training program. The Company has a strong emphasis on training and education to cultivate awareness of cybersecurity threats among employees and to ensure an appropriate and timely response from cybersecurity leaders throughout the Company.

The Company's cybersecurity risk management process is integrated into the Company's enterprise risk management processes. Each operating division considers cybersecurity risk as part of its development of divisional risk registers. The Company's Operational Risk Committee, which includes all divisional presidents, uses those divisional risk registers and the cybersecurity risk register, with support from the DGIS, to develop an operational risk register. The Company's Executive Risk Committee, which includes executive management, then uses the operational risk register as the foundation of the Company's enterprise risk register.

From time to time, the Company utilizes third-party auditors and consultants to independently evaluate and test Dole's cybersecurity strategy, risk management, infrastructure and governance. The Company also utilizes third-party service providers for certain information systems requirements and employs systems and processes designed to oversee, identify and reduce the potential impact of a security incident at a third-party service provider or otherwise implicating the third-party technology and systems we use. In particular, cybersecurity risk assessments and the evaluation of controls related to the prevention and detection of cybersecurity incidents related to the use of third-party service providers are integrated into our global internal controls over financial reporting and information technology general control frameworks. External experts, combined with our internal teams and frameworks, are used to support the Company's ability to identify, detect, protect against, respond to and recover from cybersecurity incidents.

The Company experienced a cybersecurity incident in 2023. In response, the Company engaged third-party providers to assist with investigation of the incident, including Dole's readiness and response, and the Company is implementing resulting recommendations as appropriate. The Company does not believe that any risks from cybersecurity threats, including as a result of the 2023 incident, are reasonably likely to have materially affected or are reasonably likely to materially affect the Company. For more information, please see *"Risk Factors—We are subject to risks relating to our handling of information, operation of our information systems, and the information systems of third parties."*

Governance

The DGIS has responsibility for the design and implementation of the Company's global information security strategy, in addition to ensuring that appropriate tools and monitoring are in place. The DGIS works directly with the individuals responsible for cybersecurity embedded within the Company's operating divisions and has a direct line of communication with these individuals for all cybersecurity related matters, including the cybersecurity risk identification, assessment and management process and the prevention, detection, mitigation and remediation of cybersecurity incidents. The DGIS has over two decades of experience in information technology and related fields, including information technology management, internal audit, data protection and cybersecurity, and previously served as the Global Information Security Director for Legacy Dole.

The Company has developed formal information and communication channels for cybersecurity incidents to be reported to the IT Steering Committee. In the case of a cybersecurity incident, we prioritize incident response and containment of the threat, including mitigating the threat's impact on business operations and minimizing the risk of data theft and loss.

The Audit Committee is responsible for reviewing the Company's guidelines and policies governing the process by which senior management of the Company, including the DGIS, and the relevant departments of the Company, assess and manage the Company's exposure to risk. The Board of Directors is responsible for overseeing the assessment and management of cybersecurity risk exposures, including discussing with management such risk exposures and the steps management has taken to monitor and control such exposures.

The Executive Risk Committee reports annually to the Audit Committee on its work in developing the global risk register, including reporting on the final risk register. As discussed above, cybersecurity risk assessment is part of that process. The Board is responsible for reviewing the measures implemented by the Company to identify and mitigate risks from cybersecurity threats. As part of such reviews, the Board receives reports and presentations from members of our team responsible for overseeing the Company's cybersecurity risk management, including the IT Steering Committee, represented by the Chief Operating Officer and Chief Financial Officer, and the DGIS.

Review of the Development and Performance of the Business

Overview

We are a global leader in fresh fruits and vegetables, with produce sourced, both locally and globally, from over 30 countries in various regions and distributed and marketed in over 75 countries, across retail, wholesale and food service channels. Our most significant products hold leading market share positions in their respective categories and territories. We are one of the world's largest producers of fresh bananas and pineapples, one of the largest global exporters of grapes and have a strong presence in growing categories such as berries, avocados and organic produce. We sell and distribute fruit and vegetable products throughout an extensive network in North America, Europe, Latin America, Asia, the Middle East and Africa (primarily in South Africa). For further information on our principal sources of revenue, refer to Note 5 "Revenue" to the consolidated financial statements included herein.

Dole is comprised of the following three reportable segments:

Fresh Fruit: The Fresh Fruit reportable segment primarily sells bananas and pineapples which are sourced from local growers or Dole-owned and leased farms, predominately located in Latin America, and sold throughout North America, Europe, Latin America and Asia. This segment also operates a commercial cargo business, which offers available capacity to transport third party cargo on company-owned vessels that are primarily used internally for transporting bananas and pineapples between Latin America, North America and Europe.

Diversified Fresh Produce – EMEA: The Diversified Fresh Produce – EMEA reportable segment includes Dole's Irish, Dutch, Spanish, Portuguese, French, Italian, U.K., Swedish, Danish, South African, Czech, Slovakian, Polish and Brazilian businesses, the majority of which sell a variety of imported and local fresh fruits and vegetables through retail, wholesale and, in some instances, food service channels across the European marketplace.

Diversified Fresh Produce – Americas & ROW: The Diversified Fresh Produce – Americas & ROW reportable segment includes Dole's U.S., Canadian, Chilean, Peruvian, Mexican, Argentinian and Indian businesses, all of which market globally and locally-sourced fresh produce from third-party growers or Dole-owned farms through retail, wholesale and food service channels globally.

Vegetables Exit Process

On March 27, 2024, certain of our wholly owned subsidiaries terminated the Fresh Express Agreement, pursuant to which Fresh Express had agreed to acquire our Fresh Vegetables division, due to the failure to obtain regulatory approval.

We are currently engaged in the Vegetables exit process pursuant to which we will exit the Fresh Vegetables business. We are committed to exiting the business and have therefore determined that the Fresh Vegetables division continues to meet the criteria to be classified as held for sale and that the Vegetables exit process represents a strategic shift that will have a material effect on the Company's operations and results. The results of operations of the Fresh Vegetables division have been reported separately as discontinued operations, net of income taxes, within our operating results below.

The Vegetables exit process, if and when completed, will have certain material direct and indirect impacts to our future operating results, statement of financial position and cash flows, the extent of which cannot be reliably estimated at this time.

Current Economic and Market Environment

Since early 2021, we have experienced inflationary pressures across our business. In 2023, these pressures continued to impact our operations but have moderated as the rate of inflation has slowed from the peaks seen in 2022. However, the economic and market environment remains volatile, and a number of external factors continue to pose important risks to the global economy and to our business today, including:

- Global economic disruption due to geopolitical conflicts;
- Changing central bank monetary policies, which have in particular resulted in higher interest rates and volatile foreign exchange rates;
- Unfavorable weather events; and
- Evolving regulatory environments in many areas, including in shipping.

In response to the various ongoing challenges noted above, we are continuing to work across our business on mitigation strategies, including implementing price increases and identifying operational efficiencies. Although we ultimately believe that we are well positioned within our industry to weather periods of economic disruption, the scope, duration and carryover effects of the above factors are uncertain, rapidly changing and difficult to predict. Therefore, the extent and magnitude of the impact of these factors on our business, operating results and long-term liquidity position cannot be reliably estimated at this time.

We are continuing to monitor the direct and indirect effects of the ongoing war between Russia and Ukraine and other geopolitical conflicts on both the global economy and our business and operations. The broader consequences of the Russia and Ukraine war and other geopolitical conflicts have given rise to certain challenges for our business, but any resulting impacts have not been and are not expected to be material to Dole's overall results.

Cyber Incident

In February 2023, we were the victim of a sophisticated ransomware incident impacting approximately half of Legacy Dole's servers and one quarter of its end-user computers. The incident also resulted in unauthorized access to certain Dole information, including information about certain employees, though we have no reason to believe any employee information was publicly released. Upon detecting the incident, the Company promptly took steps to investigate and contain the incident, retaining the services of leading third-party cybersecurity experts and working with law enforcement. We experienced minimal operational impact from the incident, and all impacted servers and end-user computers have been restored or rebuilt. The total financial impact to the Company, including discontinued operations, was \$11.0 million for the year ended December 31, 2023. See section on "Cybersecurity" above for further detail on the Company's policies and procedures on cybersecurity.

Supply Chain and Logistics Pressures

Our business is heavily dependent on raw materials and other inputs, such as fuel, containerboard, fertilizers, plastic resins and other commodities, used in the growing, packaging, manufacturing and distribution of products. Changes in the costs of raw materials and other inputs have historically impacted and are expected to continue impacting company profitability. Increases in commodity costs have historically driven, and may in the future drive, price increases for our portfolio of products to mitigate the impact of such increased costs.

Shipping and inland logistics are of significant importance to our business, and as a result, their cost and availability are critical variables that impact sales volumes and operating margins. We manage our exposure to this variability on the shipping side by owning and operating our own vessels. Our vessels support a large portion of volume in the Fresh Fruit reportable segment and also provide additional insulation via our commercial cargo business, which typically performs strongest when the demand for and cost of shipping is at its highest. However, both within the Fresh Fruit segment and in other reportable segments, we also rely on third party shipping and logistics services. Disruptions or supply and demand imbalances in inland logistics, ocean freight or at ports and other terminals can therefore have a material impact on our operations if Dole cannot adjust pricing when markets change, secure a consistent supply of logistics services or offset additional costs with additional profit in its commercial cargo business.

Summary of Results

Selected results of operations for the years ended December 31, 2023 and December 31, 2022 were as follows:

	Year Ended		Change	
	December 31, 2023	December 31, 2022	2023 vs. 2022	
	(U.S. Dollars in thousands, except percentages)			
Revenue, net	\$ 8,245,268	\$ 8,024,403	\$ 220,865	2.8 %
Cost of sales	(7,551,098)	(7,424,525)	(126,573)	1.7 %
Gross profit	694,170	599,878	94,292	15.7 %
Selling, marketing, general and administrative expenses	(473,903)	(436,192)	(37,711)	8.6 %
Gain on disposal of businesses	—	192	(192)	(100.0)%
Impairment and asset write-downs of property, plant and equipment	(2,217)	(397)	(1,820)	458.4 %
Gain on asset sales	54,108	11,784	42,324	359.2 %
Operating income	272,158	175,265	96,893	(55.3)%
Other income, net	4,799	10,600	(5,801)	(54.7)%
Interest income	10,083	6,407	3,676	57.4 %
Interest expense	(81,113)	(56,371)	(24,742)	43.9 %
Income from continuing operations before income taxes and equity earnings	205,927	135,901	70,026	51.5 %
Income tax (expense) benefit	(43,591)	25,603	(69,194)	270.3 %
Equity method earnings	15,191	6,726	8,465	125.9 %
Income from continuing operations	177,527	168,230	9,297	5.5 %
Loss from discontinued operations, net of income taxes	(21,818)	(56,447)	34,629	(61.3)%
Net income	155,709	111,783	43,926	39.3 %
Less: Net income attributable to noncontrolling interests	(31,646)	(25,287)	(6,359)	25.1 %
Net income attributable to Dole plc	\$ 124,063	\$ 86,496	\$ 37,567	43.4 %

The following provides an analysis of consolidated operating results in comparison to the prior year. Management has analyzed the significant drivers of consolidated operating results below and provided further commentary on segment performance in the section to follow. All other operating results not included in the analysis were not significant to the Company's overall performance. Unless otherwise noted, the changes discussed below are for the year ended December 31, 2023, as compared to the year ended December 31, 2022.

For an analysis of changes in operating and segment results for the year ended December 31, 2022, as compared to the year ended December 31, 2021, please see Dole's annual report on Form 20-F for the year ended December 31, 2022, filed on March 22, 2023 by Dole plc (File No. 001-40695).

Revenue, Net

The increase in total revenue, net (2.8%, or \$220.9 million), was primarily due to increases in revenue in the Diversified Fresh Produce – EMEA and Fresh Fruit reportable segments, primarily as a result of inflation-justified price increases, an incremental net positive impact from acquisitions and divestitures of \$35.8 million and a favorable impact from foreign currency translation of \$26.7 million, mainly driven by the strengthening of the euro and British pound sterling against the U.S. dollar. These positive impacts were partially offset by a weaker performance in the Diversified Fresh Produce – Americas & ROW reportable segment.

Cost of Sales

The increase in total cost of sales (1.7%, or \$126.6 million) was primarily due to increased revenue performance as discussed above, inflationary pressures on sourcing, materials and handling costs and an unfavorable impact from acquisitions and divestitures and foreign currency translation, partially offset by incremental depreciation on pineapple bearer plants recognized in the prior year in connection with the Merger.

Selling, Marketing and General and Administrative Expenses (“SMG&A”)

The increase in total SMG&A (8.6%, or \$37.7 million) was primarily due to increases in employee wages and salaries and higher professional and consulting fees, which included nonrecurring costs of \$5.3 million related to the cyber incident in February 2023. The increase was also related to an unfavorable impact from acquisitions and divestitures.

Gain on Asset Sales

The gain on asset sales in the current year was \$54.1 million and was primarily a result of the sale of actively marketed land in Hawaii in the Fresh Fruit reportable segment. Other notable gains were a result of the sale of vessels and a property in Latin America, all within the Fresh Fruit reportable segment, the sale of other properties within the Diversified Fresh Produce – Americas & ROW reportable segment and the sale of certain assets that are excluded from the Vegetables exit process. See Note 11 “Assets Held-for-Sale and Actively Marketed Property” to the consolidated financial statements included herein for additional detail. The gain on asset sales in the prior year was primarily from the sale of two buildings in Europe and actively marketed land in Hawaii.

Other income, net

The decrease in other income, net (54.7%, or \$5.8 million), was primarily due to unrealized net losses on foreign denominated borrowings and net periodic costs from non-service components of pension and other postretirement benefit plans in the current year, partially offset by gains on investments and increases in other activity.

See Note 7 “Other Income, Net” to the consolidated financial statements included herein for additional detail on the components of other income, net.

Interest Expense

The increase in interest expense (43.9%, or \$24.7 million) was due to higher interest rates and higher fees on trade receivables sales arrangements in the current year.

Income Taxes

The Company recorded income tax expense of \$43.6 million on \$205.9 million of income from continuing operations before income taxes and equity earnings in the current year, reflecting a 21.2% effective tax rate, and an income tax benefit of \$25.6 million on \$135.9 million of income from continuing operations before income taxes and equity earnings in the prior year, reflecting an (18.8)% effective tax rate.

Dole’s effective tax rate varies significantly from period to period due to the level, mix and seasonality of earnings generated in Ireland and its various foreign jurisdictions, including the U.S. In the current year, the Company’s income tax expense differed from the Irish statutory rate of 12.5% primarily due to U.S. global intangible low-taxed income (“GILTI”) provisions of the 2017 Tax Cuts and Jobs Act (“Tax Act”), U.S. Subpart F income inclusion, a decrease in liabilities for uncertain tax positions related to the taxation of foreign income as a result of the lapse of the statute of limitations and operations in foreign jurisdictions that are taxed at different rates than the Irish statutory tax rate. In the prior year, the Company’s income tax expense differed from the Irish statutory rate of 12.5% primarily due to the GILTI provisions of the Tax Act, U.S. Subpart F income inclusion, a decrease in liabilities for uncertain tax positions and operations in foreign jurisdictions that are taxed at different rates than the Irish statutory tax rate.

The Company's net deferred tax liability is primarily related to acquired intangible assets and fair value adjustments resulting from the Merger and is net of deferred tax assets related to the U.S. federal interest disallowance carryforward, U.S. state and non-U.S. net operating loss carryforwards and other temporary differences. Dole maintains a valuation allowance against certain U.S. state and non-U.S. deferred tax assets. Each reporting period, the Company evaluates the need for a valuation allowance on deferred tax assets by jurisdiction and adjusts estimates as more information becomes available.

All post-1986 previously unremitted earnings for which no U.S. deferred tax liability had been accrued have been subject to U.S. tax. Dole plc is an Irish-based parent company and intends to continue to invest most or all of its foreign earnings, as well as capital, in its foreign subsidiaries, indefinitely outside of Ireland and does not expect to incur any significant additional taxes related to such amounts. Also, from time to time, Dole may choose to repatriate anticipated future earnings of which some portion may be subject to tax and increase Dole's overall tax expense for that fiscal year. The Company continues to evaluate its cash needs and may update its assertion in future periods.

During the year ended December 31, 2022, the tax authorities in one of Dole's foreign jurisdictions issued an income tax assessment related to transfer pricing of approximately \$30.0 million (including interest and penalties) for the 2017 tax year. The Company's subsidiary appealed the assessment, and on March 9, 2023, the reviewing body annulled the assessment. The tax authority has begun a new audit, which the Company's subsidiary has challenged based on the expiration of the statute of limitations. Based on the new audit, an assessment was issued in October 2023 of approximately \$20.0 million (including interest and penalties) for the 2017 tax year. The Company continues to protest the reopening of the audit for 2017 on the grounds that the statute of limitations has expired, and the Company has also appealed the most recent assessment with the taxing authorities. On December 20, 2023, the Tax Administration issued a resolution to the filed appeal in which the tax authority confirmed its assessments against the Company. In response, the Company filed an appeal on February 15, 2024. The Company believes that, based on an analysis of the facts and circumstances, applicable local law, tax regulations and case law, it is more likely than not that we will prevail. While the Company believes the likelihood of paying the assessment is remote, the timing of resolution remains uncertain.

On December 18, 2023, the President of Ireland signed the Finance (No. 2) Bill 2023 which included legislation regarding the implementation of Pillar Two (with an effective date of January 1, 2024). The legislation enacts a domestic and multinational top-up tax to implement the Domestic Minimum Top-up Tax and Income Inclusion Rule, two of the Organization for Economic Co-operation and Development Global Anti-Base Erosion Model Rules (Pillar Two). Pillar Two aims to ensure that multinationals pay a minimum effective corporate tax of 15% in each jurisdiction in which they operate. The legislation did not impact Dole's 2023 annual effective tax rate, and we are currently evaluating the impact on our 2024 annual effective tax rate.

On December 27, 2023, the government of Bermuda passed legislation enacting a 15% corporate tax regime that will become effective for tax years beginning on or after January 1, 2025. The new legislation is intended to align with the Organization for Economic Co-operation and Development Global Anti-Base Erosion Model Rules (Pillar Two). The legislation will not impact Dole's 2023 annual effective tax rate, and we are currently evaluating future impacts.

See Note 9 "Income Taxes" to the consolidated financial statements included herein for additional information on income taxes.

Equity Method Earnings

The increase in equity method earnings was primarily due to improved performance across the Company's joint ventures in Europe and Latin America and from the disposal of a joint venture in the prior year that was operating at a loss.

See Note 22 "Investments in Unconsolidated Affiliates" to the consolidated financial statements included herein for additional information on equity method investments.

Loss from discontinued operations, net of income taxes

Losses in the Fresh Vegetables division decreased from \$56.4 million to \$21.8 million. The improvement in results is primarily from the cessation of depreciation of fixed assets and amortization of operating lease right-of-use assets from March 31, 2023 onward, due to their classification as held for sale, partially offset by higher costs in the current year as a result of the Vegetables exit process, adverse weather conditions, legal matters and the cyber incident in the first quarter of 2023. On an underlying basis, the business continued its improved performance in comparison to prior year with higher pricing being partially offset by lower volumes.

Segment Operating Results

Dole has the following segments: Fresh Fruit, Diversified Fresh Produce EMEA and Diversified Fresh Produce – Americas & ROW. The Company's reportable segments are based on (i) financial information reviewed by the Chief Operating Decision Maker ("CODM"), (ii) internal management and related reporting structures and (iii) the basis upon which the CODM assesses performance and allocates resources.

Segment performance is evaluated based on a variety of factors, of which revenue and adjusted earnings before interest expense, income taxes and depreciation and amortization ("Adjusted EBITDA") are the financial measures regularly reviewed by the CODM.

Dole and its chief operating decision makers, Dole's CEO and COO, use Adjusted EBITDA as the primary financial measure, because it is a measure commonly used by financial analysts in evaluating the performance of companies in the same industry. The adjustments in calculating Adjusted EBITDA have been made, because management excludes these amounts when evaluating performance on the basis that such adjustments eliminate the effects of (i) considerable amounts of non-cash depreciation and amortization and (ii) items not within the control of the Company's operations managers. Adjusted EBITDA is not calculated or presented in accordance with U.S. GAAP, but Adjusted EBITDA by segment is presented in conformity with Accounting Standards Codification ("ASC") 280, *Segments*. Further, Adjusted EBITDA as used herein is not necessarily comparable to similarly titled measures of other companies. Adjusted EBITDA is not a substitute for net income attributable to Dole plc, net income, cash flows from operating activities or any other measure prescribed by U.S. GAAP.

Adjusted EBITDA is reconciled below to net income by (1) subtracting the loss from discontinued operations, net of income taxes; (2) subtracting the income tax expense or adding the income tax benefit; (3) subtracting interest expense; (4) subtracting depreciation charges; (5) subtracting amortization charges on intangible assets; (6) subtracting mark to market losses or adding mark to market gains related to unrealized impacts from derivative instruments and foreign currency denominated borrowings, realized impacts on noncash settled foreign currency denominated borrowings, net foreign currency impacts on liquidated entities and fair value movements on contingent consideration; (7) other items which are separately stated based on materiality, which, during the years ended December 31, 2023 and December 31, 2022, included adding or subtracting asset write-downs from extraordinary events, net of insurance proceeds, adding the gain or subtracting the loss on the disposal of business interests, subtracting the incremental costs from the fair value uplift for biological assets related to the acquisition of Legacy Dole, adding the gain or subtracting the loss on the sale of investments accounted for under the equity method, adding the gain or subtracting the loss on asset sales for assets held for sale and actively marketed property, subtracting restructuring charges and costs for legal matters not in the ordinary course of business, subtracting charges for impairment of property, plant and equipment and subtracting costs incurred for the cyber-related incident; and (8) the Company's share of these items from equity method investments.

The following provides revenue by segment and a reconciliation of Adjusted EBITDA by segment to consolidated net income, which is the most directly comparable U.S. GAAP financial measure:

	Year Ended	
	December 31, 2023	December 31, 2022
Segment Revenue:		
	(U.S. dollars in thousands)	
Fresh Fruit	\$ 3,135,866	\$ 3,047,149
Diversified Fresh Produce – EMEA	3,432,945	3,152,561
Diversified Fresh Produce – Americas & ROW	1,800,168	1,965,667
Total segment revenue	8,368,979	8,165,377
Intersegment revenue	(123,711)	(140,974)
Total consolidated revenue, net	<u>\$ 8,245,268</u>	<u>\$ 8,024,403</u>
Reconciliation of net income to Adjusted EBITDA		
Net income	\$ 155,709	\$ 111,783
Loss from discontinued operations, net of income taxes	21,818	56,447
Income from continuing operations	177,527	168,230
Adjustments:		
Income tax expense (benefit)	43,591	(25,603)
Interest expense	81,113	56,371
Depreciation	93,970	98,703
Amortization of intangible assets	10,198	10,893
Mark to market losses	2,524	3,049
Gain on asset sales	(52,495)	(10,316)
Incremental charges on biological assets related to the acquisition of Legacy Dole	—	41,145
Cyber-related incident	5,321	—
Other items	2,918	(231)
Adjustments from equity method investments	20,451	18,155
Total consolidated Adjusted EBITDA	<u>\$ 385,118</u>	<u>\$ 360,396</u>
Segment Adjusted EBITDA:		
Fresh Fruit	\$ 208,930	\$ 205,547
Diversified Fresh Produce – EMEA	133,570	111,053
Diversified Fresh Produce – Americas & ROW	42,618	43,796
Total consolidated Adjusted EBITDA	<u>\$ 385,118</u>	<u>\$ 360,396</u>

Adjusted EBITDA is not a substitute for net income attributable to Dole plc, net income, net cash provided by operating activities or any other measure prescribed by U.S. GAAP.

The following table illustrates the estimated impact of factors that have driven changes in segment revenues for the year ended December 31, 2023, as compared to the year ended December 31, 2022:

	Revenue for the Year Ended				
	December 31, 2022	Foreign exchange translation ^{1,2}	Acquisitions/ divestitures	Operational change ³	December 31, 2023
(U.S. dollars in millions)					
Fresh Fruit	\$ 3,047,149	\$ —	\$ —	\$ 88,717	\$ 3,135,866
Diversified Fresh Produce – EMEA	3,152,561	33,200	35,812	211,372	3,432,945
Diversified Fresh Produce – Americas & ROW	1,965,667	(6,469)	—	(159,030)	1,800,168
Intersegment revenue	(140,974)	—	—	17,263	(123,711)
	<u>\$ 8,024,403</u>	<u>\$ 26,731</u>	<u>\$ 35,812</u>	<u>\$ 158,322</u>	<u>\$ 8,245,268</u>

¹ The impact of foreign exchange translation represents an estimate of the effect of translating the results of operations denominated in a foreign currency to U.S. dollar at prior year average rates, as compared to the current year average rates.

² While we acknowledge that the Fresh Fruit segment is impacted by foreign exchange translation, the impact is not easily determinable, as the prices for Fresh Fruit products in European markets are typically heavily impacted by the exchange rates between European currencies and the U.S. dollar at the time contracts are set with customers (and for spot fruit at the time fruit is sold). This is due to the majority of Fresh Fruit products being sourced using U.S. dollar terms.

³ Operational change represents the remaining change in revenue after isolating the impacts of foreign exchange translation and acquisitions and divestitures, which we believe are significant factors that impact the comparability of our operating results in comparison to the prior year. The operational change is discussed in greater detail below.

The following table illustrates the estimated impact of factors that have driven changes in segment Adjusted EBITDA for the year ended December 31, 2023, as compared to the year ended December 31, 2022:

	Adjusted EBITDA for the Year Ended				
	December 31, 2022	Foreign exchange translation ¹	Acquisitions/ divestitures	Operational change ²	December 31, 2023
(U.S. dollars in millions)					
Fresh Fruit	\$ 205,547	\$ (412)	\$ —	\$ 3,795	\$ 208,930
Diversified Fresh Produce – EMEA	111,053	1,345	1,834	19,338	133,570
Diversified Fresh Produce – Americas & ROW	43,796	(260)	969	(1,887)	42,618
	<u>\$ 360,396</u>	<u>\$ 673</u>	<u>\$ 2,803</u>	<u>\$ 21,246</u>	<u>\$ 385,118</u>

¹ The impact of foreign exchange translation represents an estimate of the effect of translating the results of operations denominated in a foreign currency to U.S. dollar at prior year average rates, as compared to the current year average rates.

² Operational change represents the remaining change in Adjusted EBITDA after isolating the impacts of foreign exchange translation and acquisitions and divestitures, which we believe are significant factors that impact the comparability of our operating results in comparison to the prior year. The operational change is discussed in greater detail below.

Changes in segment revenue and segment Adjusted EBITDA are described in more detail below, with focus on operational changes which we believe are more reflective of the Company's performance in comparison to the prior year. Unless otherwise noted, the changes discussed below are for the year ended December 31, 2023, as compared to the year ended December 31, 2022.

Fresh Fruit

The increase in Fresh Fruit revenue, net (2.9%, or \$88.7 million), to \$3.1 billion was primarily due to higher worldwide pricing of bananas and pineapples and an increase in worldwide volumes of bananas sold, partially offset by lower worldwide volumes of pineapples sold.

The increase in Fresh Fruit Adjusted EBITDA (1.6%, or \$3.4 million) to \$208.9 million was primarily due to strong revenue performance, partially offset by higher fruit sourcing costs, an increase in materials and handling costs and lower profit from the commercial cargo business.

Diversified Fresh Produce – EMEA

The increase in Diversified Fresh Produce – EMEA revenue, net (8.9%, or \$280.4 million), to \$3.4 billion was primarily due to inflation-justified price increases across the segment, a net positive impact from acquisitions and divestitures of \$35.8 million, driven by acquisitions in Spain, and a positive impact from foreign currency translation of \$33.2 million, as a result of the strengthening of the euro and British pound sterling against the U.S. dollar. Excluding the impact of foreign currency translation and acquisition and divestitures, revenue was 6.7%, or \$211.4 million, ahead of the prior year.

The increase in Diversified Fresh Produce – EMEA Adjusted EBITDA (20.3%, or \$22.5 million) to \$133.6 million was primarily due to strong performance across the segment in comparison to the prior year, particularly within the Spanish, Dutch, Czech and South African businesses, as well as a net favorable impact from acquisitions and divestitures of \$1.8 million. Excluding the impact of foreign currency translation and acquisition and divestitures, Adjusted EBITDA was 17.4%, or \$19.3 million, ahead of prior year.

Diversified Fresh Produce – Americas & ROW

The decrease in Diversified Fresh Produce – Americas & ROW revenue, net (8.4%, or \$165.5 million), to \$1.8 billion was primarily due to lower volumes of most commodities sold, particularly cherries, berries, grapes and apples, partially offset by inflation-justified price increases, a strong recovery in pricing of grapes and apples after a challenging 2022 and continued strong performance for potatoes and onions in North America.

The decrease in Diversified Fresh Produce – Americas & ROW Adjusted EBITDA (2.7%, or \$1.2 million) to \$42.6 million was primarily due to a weak performance for the North American berry business and lower profits in the Chilean cherry business due to seasonal timing differences, partially offset by strong recovery in Chilean apples and grapes after challenging seasons in 2022 and by strong trading activity for most other products that we market in North America, particularly for potatoes and onions.

Liquidity and Capital Resources

The primary purpose of our financial management strategy is to maintain adequate capital resources to meet financial obligations, optimize capital structure in order to maximize shareholder value and maintain financial flexibility to execute strategic initiatives.

Primary sources of cash flow for Dole have historically been cash flow from operating activities, the issuance of debt and bank borrowings. We have a history of borrowing funds internationally and expect to be able to continue to borrow funds over the long term. Material cash requirements have included payments of debt and related interest, capital expenditures, investments in companies, increases in ownership of subsidiaries or companies in which Dole holds equity investments and payments of dividends to shareholders.

We expect to use the net proceeds from the Vegetables exit process, if and when completed, primarily for the reduction of debt.

Based on expected cash flow from operating activities over the next year, we believe our working capital, as an indicator of our ability to satisfy short-term obligations, is sufficient. Beyond the upcoming year, we believe that cash flows from operating activities, available cash and cash equivalents and access to borrowing facilities will be sufficient to fund any future capital expenditures, debt service, dividend payments and other capital requirements going forward.

Cash Flows

The following table summarizes Dole's consolidated cash flows for the years ended December 31, 2023 and December 31, 2022:

	Year Ended	
	December 31, 2023	December 31, 2022
Cash provided by (used in) continuing operations, net:	(U.S. Dollars in thousands)	
Operating activities	\$ 298,605	\$ 323,612
Investing activities	5,224	(54,071)
Financing activities	(229,998)	(173,396)
Foreign currency impact	5,448	(20,712)
Cash used in discontinued operations, net	(31,114)	(97,154)
Net increase (decrease) in cash	48,165	(21,721)
Cash and cash equivalents, beginning, including discontinued operations	228,840	250,561
Cash and cash equivalents, ending, including discontinued operations	\$ 277,005	\$ 228,840

Cash flows provided by operating activities were \$298.6 million for the year ended December 31, 2023, compared to \$323.6 million for the year ended December 31, 2022. The current year was positively impacted by increased collections of receivables. There was also an increase in cash flows during the current year from changes in inventory, as stock levels in 2022 were higher to protect against sourcing challenges for paper and agricultural chemicals. The prior year comparative period was positively impacted by a third-party trade receivables sales arrangement which delivered incremental cash inflows of \$167.6 million. Refer to Note 8 "Receivables" for further detail on these arrangements. The positive impact in the comparative period from the trade receivable sales arrangement was partially offset by longer collection times due to global logistics challenges.

Cash flows provided by investing activities were \$5.2 million for the year ended December 31, 2023, compared to cash flows used of \$54.1 million for the year ended December 31, 2022. The increase in cash provided by investing activities was driven by higher proceeds received on asset sales, primarily related to land sales in Hawaii, and lower capital expenditures.

Cash flows used in financing activities were \$230.0 million for the year ended December 31, 2023, compared to \$173.4 million for the year ended December 31, 2022. The increase in cash used in financing activities was primarily attributable to higher repayments of debt, net of borrowings.

Cash used in discontinued operations decreased to \$31.1 million for the year ended December 31, 2023, compared to \$97.2 million for the year ended December 31, 2022. The comparative period was negatively impacted by the packaged salad recall and plant suspensions in December of 2021, which led to lower revenues and additional costs in 2022.

Included in cash tax payments, in the year ended December 31, 2023 and December 31, 2022, is \$10.2 million and \$5.4 million, respectively, for the repatriation tax under Internal Revenue Code Section 965. Repatriation tax payments for fiscal year 2024 and fiscal year 2025 are expected to be \$13.5 million and \$16.7 million, respectively.

Net Debt

Net debt is the primary measure used by management to analyze the Company's capital structure and financial leverage. Net debt is a non-GAAP financial measure, calculated as cash and cash equivalents less current debt, long-term debt and bank overdrafts, excluding debt discounts and issuance costs. Management believes that net debt is an important measure to monitor leverage and evaluate the consolidated balance sheets.

The following table sets forth a reconciliation of cash and cash equivalents and total debt to net debt as of December 31, 2023 and December 31, 2022:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Cash and cash equivalents	\$ 275,580	\$ 228,840
Debt:		
Long-term debt, net	(845,013)	(1,127,321)
Current portion of long-term debt, net	(222,940)	(97,435)
Bank overdrafts	(11,488)	(8,623)
Total debt, net	(1,079,441)	(1,233,379)
Less: Debt discounts and debt issuance costs	(14,395)	(17,874)
Total gross debt	(1,093,836)	(1,251,253)
Net debt	<u>\$ (818,256)</u>	<u>\$ (1,022,413)</u>

Under the terms of the Credit Agreement entered into on March 26, 2021 (and subsequently amended on August 3, 2021), the Company has a senior secured revolving credit facility (the “Revolving Credit Facility”) in place which provides for borrowings of up to \$600.0 million and two term loan facilities (“Term Loan A” and “Term Loan B”, together the “Term Loan Facilities”) which provided for borrowings of \$300.0 million and \$540.0 million, respectively.

Total amounts outstanding under the Revolving Credit Facility and the Term Loan Facilities were \$900.7 million as of December 31, 2023. Based on the terms of the Credit Agreement, we may be required to use a portion of the proceeds from the Vegetables exit process (if and when completed) to make a prepayment on the Term Loan Facilities. The estimated minimum prepayment associated with the terms of the Fresh Express Agreement has been reclassified from long-term debt, net, to current maturities in the consolidated balance sheets as of December 31, 2023. Because the Company now plans to exit the Fresh Vegetables division through an alternative process, the estimated minimum prepayment may change, potentially to a material extent.

Dole’s borrowings under these facilities and other borrowing arrangements are linked to both variable and fixed interest rates. We have entered into interest rate swaps in order to mitigate a significant portion of the interest rate risk associated with its variable-rate debt. In the second quarter of 2023, we amended the Credit Agreement to adopt SOFR in place of LIBOR as the U.S. dollar benchmark. The adoption of SOFR did not have a material impact to Dole.

Both cash and debt are denominated in various currencies, though primarily in the U.S. dollar, euro, British pound sterling and Swedish krona.

The Revolving Credit Facility and Term Loan Facilities are expected to provide long-term sustainable capitalization. See Note 14 “Debt” to the consolidated financial statements included herein for additional detail on the Company’s debt.

Total Available Liquidity

Total available liquidity (defined as cash and cash equivalents plus available lines of credit) as of December 31, 2023 and December 31, 2022 was as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Cash and cash equivalents	\$ 275,580	\$ 228,840
Lines of credit	721,516	568,696
Total available liquidity	<u>\$ 997,096</u>	<u>\$ 797,536</u>

In addition, we utilize third-party trade receivables sales arrangements to help manage our liquidity. Certain arrangements contain recourse provisions through which our maximum financial loss is limited to a percentage of receivables sold under the arrangements. Total facility amounts under all third-party trade receivables sales arrangements were \$285.0 million in the aggregate as of December 31, 2023.

On May 23, 2022, Dole entered into a new three-year, committed trade receivables arrangement with recourse provisions that terminated \$39.3 million of the Company's existing non-recourse facilities. The maximum amount of receivables that can be sold under this new agreement at any time is \$255.0 million. We derecognize the sold receivables from the consolidated balance sheets, as we account for the arrangements as sales under ASC 860, *Transfers and Servicing*.

Upon the execution of the new arrangement and initial derecognition of sold receivables, we received total gross cash proceeds of \$206.9 million. Most of the initial cash proceeds were used to pay down certain balances on the Revolving Credit Facility.

As of December 31, 2023, we had derecognized trade receivables related to non-recourse facilities and facilities with recourse provisions of \$13.2 million and \$246.8 million, respectively. As of December 31, 2022 we had derecognized trade receivables related to non-recourse facilities and facilities with recourse provisions of \$11.9 million and \$237.2 million, respectively.

Material Cash Requirements

Capital Expenditures

Capital expenditures are cash outflows or commitments that result in additions to property, plant and equipment or other long-lived assets. Capital expenditures for the year ended December 31, 2023 were \$78.0 million, as compared to \$85.6 million for the year ended December 31, 2022.

Principal capital expenditures planned for 2024 consist primarily of reinvestment in logistics assets, including vessel dry dockings, logistics equipment reinvestments and vehicles reinvestments, ongoing reinvestments in existing farming assets, both with replanting and new investments, investments in warehousing, cold storage, ripening and processing equipment across the business and continued investment in ongoing IT projects. The Company expects to fund these capital expenditures through operating cash flows, existing bank borrowings and, potentially, finance leases in lieu of direct capital investments. Budgeted capital expenditures are not contractual and planned projects can be scaled back if the Company's strategic objectives or economic conditions change.

Contractual Commitments

The following table sets forth Dole's contractual maturities of certain significant commitments as of December 31, 2023:

	Contractual Maturity	
	2024	Thereafter
	(U.S. Dollars in thousands)	
Debt and bank overdrafts	\$ 223,904	\$ 836,748
Estimated interest payments ¹	52,247	178,714
Finance lease obligations	7,934	29,384
Operating lease obligations	75,893	352,240
Accrued income taxes ²	13,480	16,664
Purchase commitments:		
For ensuring a steady supply of inventory ³	908,865	817,087
For fixed assets and other	8,111	46
Total	<u>\$ 1,290,434</u>	<u>\$ 2,230,883</u>

¹ Estimated interest payments comprise payments for interest on borrowings. This does not include interest expense for certain short-term borrowing lines and overdraft facilities, fees related to trade receivables sales arrangements, commitment fees and amortization of discounts and issuance costs. Interest payments are calculated for debt based on applicable rates and payment dates. For variable-rate debt, the December 31, 2023 rate has been assumed for all years presented. We note that this is an estimate of future payments and that actual amounts will vary to some degree, the extent of which cannot be estimated at this time, as interest rates are expected to change in the short-term.

² Liabilities of \$12.0 million for unrecognized tax benefits plus accrued interest and penalties have been excluded from the table above. At this time, the settlement period for unrecognized tax benefits cannot be determined. In addition, any payment related to unrecognized tax benefits may be partially or fully offset by reductions in payments in other jurisdictions.

³ In order to secure sufficient product, packaging, agrochemicals and other supplies to meet demand and maximize volume incentive rebates, the Company has historically entered into non-cancelable agreements with independent vendors and growers for purchases in the normal course of business.

Timing of payments for the above contractual obligations is based on payment schedules for those obligations where set payments exist. For other obligations with no set payment schedules, estimates for the most likely timing of cash payments have been made. The ultimate timing of these future cash flows may differ from the estimates.

Information regarding pension commitments and funding requirements is not included in the table above. The level of contributions to pension plans is determined according to statutory minimum funding requirements, as well as Dole's own policies. Depending on the country and the plan, the funding level is monitored periodically and the contribution amount amended appropriately. Consequently, the amounts that might become payable in the future cannot be estimated with certainty. In the year ended December 31, 2023, employer contributions and direct benefit payments related to our defined benefit pension and other postretirement benefit plans amounted to \$19.4 million and are estimated to be \$22.3 million for the year ended December 31, 2024. Refer to Note 15 "Employee Benefit Plans" to the consolidated financial statements included herein for further information on employee benefit obligations.

In addition, our current capital allocation priorities are focused on investing wisely to support growing both our business operations and dividend payment. On November 15, 2023, the Board of Directors of Dole plc declared a cash dividend of \$0.08 per share. The dividend was subsequently paid on January 4, 2024 for a total payment of \$7.6 million. On February 28, 2024, the Board of Directors of Dole plc declared a cash dividend of \$0.08 per share, to be paid on April 4, 2024. We expect to pay dividends from funds received from subsidiary operations which may be restricted as a result of the laws of their jurisdiction or organization. We do not intend to change our dividend policy in the near or long term, but we may not pay dividends according to the policy, or at all, as determined at the discretion of the Board of Directors, acting in compliance with applicable laws and contractual restrictions.

We expect to fund contractual obligations and other expected capital commitments with existing cash, cash flows from operations, and available borrowings when necessary, and believe we have sufficient sources of liquidity to do so.

Contingencies and Guarantees

In connection with certain acquisitions, we have issued contingent consideration through earn-out agreements in which we are subject to making future payments that are contingent on the acquiree or investment achieving certain financial targets. As of December 31, 2023, the fair value of contingent consideration arrangements amounted to \$9.1 million, expected to be paid from 2024 to 2027.

We have certain noncontrolling interests ("NCI") that contain put options for the related subsidiary, which obligate the Company to acquire the NCI's shareholding in the subsidiary at a future date upon exercise. The exercise prices of the put options are based on future earnings of the underlying subsidiary and classified as redeemable NCI in mezzanine equity. As of December 31, 2023, the carrying value of redeemable NCI was \$34.2 million with a total gross redemption value of \$40.3 million, had the options been exercised at December 31, 2023, payable over a maximum of three years.

As of December 31, 2023, Dole was contingently liable for guarantees of indebtedness owed by third parties and investments in unconsolidated affiliates of \$48.6 million and \$6.4 million, respectively. These guarantees are typically issued in respect of bank borrowings and trading obligations arising in the ordinary course of business, have various terms and are not individually significant. These amounts represent the maximum potential future payments that Dole could be required to make under the guarantees. However, management has concluded that the likelihood of any significant amounts being paid by Dole under these guarantees is not likely.

In addition to those already described, Dole is subject to various contingencies with respect to taxes, labor, litigation and other claims that arise in the normal course of business. Contingencies contain inherent uncertainties and to the extent that we believe these contingencies will probably be realized, a liability has been recorded in the consolidated balance sheets. Based on information currently available to the Company and legal advice, we believe other such items will not, individually or in the aggregate, have a material adverse effect on the consolidated financial statements. Refer to Note 19 "Contingencies" to the consolidated financial statements included herein for further detail on Dole's contingencies.

Off-Balance Sheet Arrangements

Other than the third party trade receivables sales arrangements and various guarantees described above, the Company does not have any other off-balance sheet arrangements that have, or are reasonably likely to have, a material current or future impact to the consolidated financial statements.

Research and development, patents and licenses, etc.

We implement certain research and development programs and policies in the normal course of business that are predominantly focused on sustaining the productivity of company-owned agricultural lands, food safety, nutrition science, product quality, biological pest control, development of disease-resistant produce, value-added product development and packaging design. Current and historical research and development costs incurred by the Company are not material and research and development initiatives are not expected to have a material impact on the Company's results in the future. Refer to Note 2 "Basis of Presentation and Summary of Significant Accounting Policies" to the consolidated financial statements included herein for further detail.

Trend information

As outlined in "*Summary of Results*", results of operations are affected by numerous factors, including the balance between the supply of and demand for products and competition from other fresh produce companies. Our results of operations are also dependent on the ability to supply a consistent volume and quality of fresh produce to served markets. Set forth below are other general key factors that have had and may have a significant impact on Dole's results of operations in the future.

Supply / Demand Management and Price Fluctuations

Matching marketplace demand with supply from Dole-owned farms and local and global producers is a core competency for our business. Fresh produce supply and demand management is complicated by the inherent perishability and relatively short shelf-life of these products and the influence of environmental factors beyond our immediate control, including unexpected weather events and climate change. For example, a warm spell can drive higher strawberry sales, while persistent cold weather can reduce those sales. Overly cold or overly warm weather can disrupt the timing of production, and, when more severe, weather can limit yields and supply overall. Adverse weather may also impact supply chains, preventing us from procuring supplies necessary for company operations and delivering products to customers. Outsized weather events and natural disasters may disrupt entire seasons of operations and can require significant investments in order to fund recovery. Prices and margins fluctuate accordingly. Supply planning traverses seasons and continents and is often conducted months in advance of sale, limiting our capacity to adjust volumes. However, because of the diversity of our customers and producers, as well as our ability to match longer-term supply contracts with longer-term sales contracts and shorter-term supply with more market volumes and pricing, we are able to maintain flexibility to adequately manage operations.

Foreign Currency Fluctuations

Dole is exposed to purchases and sales transactions in several local currencies, primarily the U.S. dollar, euro, Swedish krona, British pound sterling, Costa Rican Colón and Chilean peso. Refer to discussion above in "*Summary of Results and Segment Results*" as well as further discussion in "*Risk Factors-currency exchange fluctuations may impact the results of our operations*" and "*Quantitative and Qualitative Disclosures about Market Risk.*" for additional information on foreign currency fluctuations.

Competitor Activity

By virtue of the geographic, product and sectoral diversity evident across the business, Dole's operations are affected by the activities of a wide variety of competitors in different product categories and sales channels. Competition can be regional or sector specific, can affect individual business units or can influence the wider marketplace. Increased competition, while typically lowering prices and margins in general, can also result in reduced volumes arising from the loss of key categories or customers.

Climate Change and Sustainability

Dole conducts business, grows produce and sources product in certain jurisdictions that have imposed, or are considering imposing, new or increased legal and regulatory requirements to reduce or mitigate the potential effects of climate change, including regulation of greenhouse gas emissions and potential carbon pricing programs, and to increase transparency in the areas of environmental, social and corporate governance matters through more robust reporting requirements. Compliance with these legal, regulatory and reporting requirements will likely result in increased costs and additional investment in facilities, new employees and external advisors, equipment and process-improvement. However, the extent of the impact on our financial results, scope and timing of any new or increased regulation related to climate change is uncertain and cannot be estimated at this time.

Effective in January of 2024, the EU expanded the scope of its greenhouse gas emissions trading scheme (“ETS”) to include maritime transport, which covers our commercial cargo business and other maritime shipping operations in Europe. This scheme, which had until now applied primarily to industrial companies and airlines, is a cap-and-trade system for carbon dioxide (“CO₂”) emissions to encourage industries to improve their CO₂ efficiency. Under the legislation, we will be required to purchase allowances on the open market for our CO₂ emissions from maritime operations in Europe. The scope of our emissions that are covered includes 100% of emissions on voyages departing from and arriving at a port under jurisdiction of the EU and 50% of emissions on voyages departing from a country outside of the EU and arriving at an EU port or departing from an EU port and arriving in a port located in a non-EU country. The ETS for the maritime industry will be phased-in, whereby we will have to purchase allowances for 40% of our emissions in scope in 2024, 70% in 2025 and 100% in 2026 and thereafter. While the ETS is expected to have an adverse impact on our operating results, beginning in 2024, the extent of such impact based on the current estimated cost of allowances is not expected to be material. However, we are currently unable to fully assess our ability to obtain sufficient carbon credits or the potential for the future cost of such credits to have a material adverse effect on our business, operations or financial condition.

In addition to the impacts from regulatory and compliance requirements discussed above, from time to time, we have been and most likely will continue to be impacted by adverse weather events, whose effects may be exacerbated by climate change. While supply impacts can be mitigated through our diversified sourcing portfolio and contract management, any incremental costs and write-offs from weather-related events may be material to Dole’s future operations and cannot be reliably estimated. However, the Company aims to abate these potential impacts through insurance arrangements against weather-related events and continuing maintenance and investment initiatives to improve the durability of our fixed asset portfolio.

Furthermore, we expect to incur additional costs in connection with our commitment to and execution of our sustainability goals. We have recently developed sustainability goals for 2025 and 2030, which include initiatives focused on environmental sustainability, as well as on our governance and social impact. We have already made important progress in lowering our environmental footprint. For example, in 2022, we reduced our Scope 1 and Scope 2 global emissions by 12% from 2020. This reduction is primarily attributable to investments in two new and more efficient vessels to transport produce from Latin America to the U.S., the cost of which was approximately \$50.0 million in total and was funded by long-term borrowing arrangements, a reduction in our use of refrigerants and an increased reliance on renewable energy sources. Other notable projects in recent years include the deployment of two 2.8 Megawatt wind turbines at our salad processing plant in Soledad, California, increases in investments in plantings of non-fruit bearing trees on owned land, the installation of solar panels at facilities in Ireland, Czechia, Brazil and the U.K. and electrification projects at our San Diego port operations that resulted in the addition of five new electric utility rigs and two new electric yard hustlers. While we expect to make additional expenditures to meet our sustainability goals, at this time, the scope, timing and extent of these additional expenditures is uncertain and cannot be estimated. Refer to “*Business Overview*” for further detail on the Company’s sustainability and environmental initiatives.

While we believe our environmental, sustainability and governance goals align with our financial and operational priorities, they are aspirational and may change, and there is no guarantee that they will be met or that they will not have a material impact on our future results.

Regulatory Restrictions, Restrictions on Free Trade and Tariffs

International regulatory restrictions, the application of tariffs and restrictions on free trade by nations or trading blocs can influence the performance of the Company both directly, if sales are impacted by issues in a core market, and indirectly, if competitor volumes are diverted into core markets from markets where the Company does not compete as strongly. Restrictions vary but can take the form of outright bans on the imports of products, regulatory restrictions which preclude the importation of products grown outside of strict specifications or taxes applied to disincentivize importation from other countries. Dole's exposure to regulatory restrictions or restrictions on free trade and tariffs will typically depend on the profile of any given business unit's produce sales and customer base.

Critical Accounting Estimates

The preparation of consolidated financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. The Company bases estimates on past experience and other assumptions that are believed to be reasonable under the circumstances, and management evaluates these estimates on an ongoing basis. Actual results may differ from those estimates.

Critical accounting estimates are those that materially affect or could affect the consolidated financial statements and involve difficult, subjective or complex judgments by management. A thorough understanding of these critical accounting estimates and their underlying nature, assumptions and inputs is essential when reviewing the consolidated financial statements of the Company. Management believes that the accounting estimates listed below are the most critical, as they involve the use of significant estimates and assumptions as described above.

See Note 2 "Basis of Presentation and Summary of Significant Accounting Policies" to the consolidated financial statements included herein for more information on Dole's accounting policies.

Goodwill and Indefinite-Lived Intangible Assets

Goodwill represents amounts arising on the acquisition of subsidiaries or equity-accounted affiliates as a result of the fair value of consideration transferred exceeding the fair value of net identifiable assets and liabilities assumed in a business combination. Goodwill is allocated to reporting units and is not amortized but is tested annually for impairment on the first day of the fourth quarter each financial year and more frequently when events or changes in circumstance indicate that it may be impaired.

During the annual goodwill impairment test, management may assess qualitative factors to determine whether it is more likely than not that the fair value of each reporting unit with goodwill is less than its carrying amount. Qualitative factors include, but are not limited to, industry and market considerations, overall financial performance and other relevant events and factors affecting the reporting unit. If the results of the qualitative assessment indicate that it is more likely than not that the fair value of a reporting unit is less than its carrying value, a quantitative assessment is required for that reporting unit. Alternatively, the Company may bypass the qualitative assessment and perform a quantitative impairment test.

For the fiscal year 2023 annual impairment assessment of each reporting unit with goodwill, the Company elected to bypass the qualitative assessment and perform the quantitative assessment with the assistance of a third-party specialist. We used an income approach (discounted cash flows) to estimate the fair value of each reporting unit. Key drivers in the fair value analysis included the allocation of net assets to reporting units, discount rates and long-term growth rates to derive expected future cash flows. Cash flow projections used in the fair value analysis are considered Level 3 inputs and generally consist of management's estimates of revenue growth rates and profitability, which for management is based on Adjusted EBITDA. The values applied to these key assumptions are derived from a combination of external and internal factors, based on past experience coupled with management's future expectations about business performance. Discount rates used in the analysis are generally estimated by calculating a reporting unit-specific weighted average cost of capital to reflect the market assessment of risks specific to that reporting unit.

Dole's reporting units are its reportable segments. As of the testing date of October 1, 2023, goodwill was allocated to the Company's reporting units as follows:

	10/1/2023 (U.S. Dollars in millions)
Fresh Fruit	\$ 273.3
Diversified Fresh Produce – EMEA	\$ 139.0
Diversified Fresh Produce – Americas & ROW	\$ 88.6

The quantitative tests as of October 1, 2023 indicated two of Dole's reporting units with allocated goodwill were considered to be at risk of future impairment. The fair values of the Fresh Fruit and Diversified Fresh Produce – Americas & ROW reporting units were approximately 4% and 2% above their carrying amounts, respectively. All assets in the Fresh Fruit reporting unit and a significant amount of assets in the Diversified Fresh Produce – Americas & ROW were obtained from the acquisition of Legacy Dole in July of 2021. The fair value of these reporting units has been impacted from an increase in the discount rate (weighted average cost of capital) assumptions as of the October 1, 2023 measurement date. The impact of this headwind was offset by positive trends in forecasted cash flows, primarily in the Fresh Fruit and the Diversified Fresh Produce – EMEA reporting units and, to a lesser extent, within the Diversified Fresh Produce – Americas & ROW reporting unit. A 25-basis point increase in the applied discount rates would have resulted in an impairment of approximately \$4.1 million in the goodwill allocated to the Diversified Fresh Produce – Americas & ROW reporting unit and headroom of less than 1% for the Fresh Fruit reporting unit. Unfavorable changes to key assumptions, market conditions and macroeconomic circumstances could result in future impairment. The quantitative test for the Diversified Fresh Produce – EMEA reporting unit indicated its fair value is sufficiently above its carrying amount.

The Company's indefinite-lived intangibles other than goodwill are considered to have indefinite lives, because they are expected to generate cash flows indefinitely. These indefinite-lived intangible assets are not amortized but are reviewed for impairment as of the first day of the fourth quarter of each fiscal year, or sooner if impairment indicators arise. To test these assets for impairment, the Company may first perform a qualitative assessment to determine if it is more likely than not that the carrying amount of each of its indefinite-lived intangible assets exceeds its fair value. If this test indicates the fair value is less than the carrying amount, a quantitative assessment is performed. Alternatively, the qualitative impairment test may be bypassed, and the Company may elect to perform a quantitative test.

For the 2023 annual impairment assessment of the DOLE brand indefinite-lived intangible asset, the Company elected to bypass the qualitative assessment and perform the quantitative assessment with the assistance of a third-party specialist. The DOLE brand was valued using a relief from royalty rate approach as of the testing date of October 1, 2023. The key assumptions in the fair value analysis were the royalty rates used to estimate royalty payments saved by owning the brand, the expected long-term growth rate and the discount rate (weighted average cost of capital). These assumptions were developed with the assistance of a third-party specialist and consider comparable market data, company-specific factors and management's estimates of revenue growth rates and profitability.

The quantitative test as of October 1, 2023 indicated the DOLE brand was considered to be at risk for future impairment. The fair value of the DOLE brand exceeded its carrying amount by approximately 2%. The carrying amount of the DOLE brand was \$306.3 million at the testing date. As with the quantitative goodwill impairment tests, the decline in fair value of the brand is largely due to the increase in the discount rate (weighted average cost of capital) assumptions as of the October 1, 2023 measurement date. The unfavorable impact of this assumption was offset by positive trends in forecasted cash flows. A 25-basis point increase in the discount rate would have resulted in headroom of less than 1%. Unfavorable changes to key assumptions, market conditions and macroeconomic circumstances could result in future impairment.

For each of the other indefinite-lived intangible assets, the Company performed qualitative assessments. These assessments indicated the fair values of the indefinite-lived intangible assets exceeded their carrying values. Therefore, no impairment was recorded.

As of December 31, 2023, management is not aware of any items or events that would cause an adjustment to the carrying amount of goodwill or other indefinite-lived intangible assets.

Income Taxes

Dole is subject to income taxes in Ireland, the U.S. and numerous other foreign jurisdictions. Income taxes are accounted for under the asset and liability method, which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been included in the financial statements. Under this method, deferred tax assets and liabilities are determined based on the differences between the financial statement and tax basis of assets and liabilities using enacted tax rates in effect for the year in which the differences are expected to reverse. The effect of a change in tax rates on deferred tax assets and liabilities is recognized in income tax expense or benefit in the period that includes the enactment date.

Income tax expense or benefit, deferred tax assets and liabilities and liabilities for unrecognized tax benefits reflect management's best estimate of current and future taxes to be paid. Significant judgments and estimates are required in the determination of the consolidated income tax expense or benefit. Deferred income taxes arise from temporary differences between the tax basis of assets and liabilities and their reported amounts in the financial statements, which will result in taxable or deductible amounts in the future. In evaluating the ability to recover deferred tax assets in the jurisdiction from which they arise, all available positive and negative evidence is considered, including scheduled reversals of deferred tax liabilities, projected future taxable income, tax-planning strategies and results of recent operations. In projecting future taxable income, historical results are adjusted for the results of discontinued operations and assumptions about the amount of future state, federal and foreign pretax operating income adjusted for items that do not have tax consequences. The assumptions about future taxable income require the use of significant judgment and are consistent with the plans and estimates used to manage the underlying businesses.

The calculation of tax liabilities involves dealing with uncertainties in the application of complex tax laws and regulations in a multitude of jurisdictions across the Company's global operations. ASC 740, *Income Taxes* ("ASC 740"), states that a tax benefit from an uncertain tax position may be recognized when it is more likely than not that the position will be sustained upon examination, including resolutions of any related appeals or litigation processes, on the basis of the technical merits. Dole (1) records unrecognized tax benefits as liabilities in accordance with ASC 740 and (2) adjusts these liabilities when judgments change as a result of the evaluation of new information not previously available. Because of the complexity of some of these uncertainties, the ultimate resolution may result in a payment that is materially different from the current estimate of the unrecognized tax benefit liabilities. These differences will be reflected as increases or decreases to income tax expense or benefit in the consolidated statement of operations in the period in which new information is available.

In the normal course of business, Dole and its respective subsidiaries are examined by various federal, state and foreign tax authorities. Management regularly assesses the potential outcomes of these examinations and any future examinations for the current or prior years in determining the adequacy of its provision for income taxes. Additional provisions for income taxes are established when, despite the belief that tax positions are fully supportable, positions remain that do not meet the minimum probability threshold, which is a tax position that is more likely than not to be sustained upon examination by the applicable taxing authority. In addition, once the recognition threshold for the tax position is met, only the portion of the tax benefit that is greater than 50% likely to be realized upon settlement with a taxing authority is recorded. The impact of provisions for uncertain tax positions, as well as the related net interest and penalties, are included in income tax expense or benefit in the consolidated statements of operations.

Pension and Other Post-Retirement Benefits

Dole has a number of pension and other post-retirement benefit plans globally, both qualified and nonqualified, covering certain full-time employees. Benefits under these plans are generally based on each employee's eligible compensation and years of service, except for certain plans covering union employees, which are based on negotiated benefits. Pension costs and obligations are calculated based on actuarial assumptions, including discount rates, compensation increases, expected return on plan assets, mortality rates and other factors.

Pension obligations and expenses are most sensitive to the discount rate and expected return on pension plan assets assumptions. Management determines the expected return on pension plan assets based on an expectation of average annual returns over an extended period of years considering the asset allocation of the plans. In the absence of a change in our asset allocation or investment philosophy, this estimate is not expected to vary significantly from year to year.

For our pension plans, the discount rate is determined based on a hypothetical portfolio of high-quality, non-callable, zero-coupon bonds with amounts and maturities that match the projected future benefit payments from that plan. The weighted average discount rates for Dole's U.S. pension plan obligations and net periodic benefit income were 5.10% and 5.31%, respectively, for the year ended December 31, 2023. A 25-basis point decrease in the discount rates would increase the projected benefit obligation for the U.S. pension plans by \$3.2 million, and the impact to the net periodic benefit income would be minimal. The weighted average discount rate of Dole's international pension plan obligations and net periodic benefit cost was 5.06% and 5.26%, respectively, for the year ended December 31, 2023. A 25-basis point decrease in the assumed discount rate would increase the projected benefit obligation and decrease the net periodic benefit cost for the international pension plans by \$6.8 million and \$0.4 million, respectively.

For our funded U.S. plan, the pension expense for the year ended December 31, 2023 was determined using an expected annual rate of return on plan assets of 6.80%. As of December 31, 2023, our U.S. pension plan investment portfolio was invested approximately 23% in equity securities, 51% in fixed income securities and 14% in real estate, with the remainder in other investments. A 25-basis point change in the expected rate of return on pension plan assets would impact net periodic benefit income for the year ended December 31, 2023 by \$0.5 million.

For our international plans outside the U.S., the pension expense for the year ended December 31, 2023 was determined using an expected annual rate of return of plan assets of 4.36%. As of December 31, 2023, the investment portfolio of international pension plans was invested approximately 13% in equity securities, 33% in fixed income securities and 6% in real estate, with the remainder in other investments. A 25-basis point change in the expected rate of return on pension plan assets would impact net periodic benefit cost for the year ended December 31, 2023 by \$0.5 million.

While management believes that the assumptions used are appropriate, actual results may differ materially from these assumptions. These differences may impact the amount of pension and other postretirement obligations and future expense. Refer to Note 15 "Employee Benefit Plans" to the consolidated financial statements included herein for additional details of our pension and other postretirement benefit plans.

Future Developments

The directors do not anticipate that the activities of the Company and its subsidiaries will materially change in the foreseeable future, aside from the impacts of the pending sale of the fresh vegetables division.

Company Accounting Records

The Directors believe that they have complied with the requirements of Sections 281-285 of the Companies Act 2014, with regard to adequate accounting records by employing accounting personnel with appropriate expertise and by providing adequate resources to the finance function. The accounting records of the Company are maintained at 29 North Anne Street, Dublin 7, Ireland.

Directors Compliance Statement

It is the policy of the Company to comply with its relevant obligations (as defined in the Companies Act 2014). The Directors, in accordance with Section 225(2) of the Companies Act 2014, acknowledge that they are responsible for securing the Company's compliance with certain obligations specified in that section arising from the Companies Act 2014 and Tax laws ("relevant obligations"). In discharging their responsibilities under Section 225, the Directors relied on the advice of third parties whom the Directors believe have the requisite knowledge and experience to advise the Company on compliance with its relevant obligations. The Directors confirm that:

- a compliance policy statement has been drawn up setting out the Company's policies with regard to such compliance;
- appropriate arrangements and structures that, in their opinion, are designed to secure material compliance with the Company's relevant obligations, have been put in place; and
- a review has been conducted, during the financial year, of the arrangements and structures that have been put in place to secure the Company's compliance with the relevant obligations.

Audit Committee

As required by section 167(3) of the Companies Act 2014, the directors confirm that the Company has established an audit committee.

Relevant Audit Information

As required by section 330 of the Companies Act 2014, each of the persons who are directors at the time this report is approved confirm that:

- a) so far as the director is aware, there is no relevant audit information, within the meaning of that section, of which the Company's statutory auditors are unaware; and
- b) the director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the Company's statutory auditors are aware of that information.

Political Contributions

No political contributions that require disclosure under section 26(1) of the Electoral Act 1997 (as amended) were made during the fiscal year ended December 31, 2023.

Subsidiaries

Information regarding subsidiaries is provided in note 31 (Subsidiaries) to the Consolidated Financial Statements and the business conducted by these subsidiaries is described above. See "Directors' report-Principal Activities."

Significant Events Since Year End

Dole evaluated subsequent events through April 9, 2024, the date that Dole's consolidated financial statements were issued.

On January 4, 2024, Dole paid a cash dividend of \$0.08 per share, totaling \$7.6 million, to shareholders for the third quarter dividend declared on November 15, 2023. On February 28, 2024, the Board of Directors of Dole plc declared a cash dividend for the fourth quarter of 2023 of \$0.08 per share, payable on April 4, 2024, to shareholders of record on March 21, 2024.

On February 27, 2024, Dole entered into a definitive agreement with PTF Holdings, LLC ("PTF Holdings") pursuant to which Dole agreed to sell its 65.0% stake in Progressive Produce to PTF Holdings for gross proceeds of \$120.3 million in cash. The transaction closed on March 13, 2024.

On March 27, 2024, Dole and Fresh Express agreed to terminate the Fresh Express Agreement due to a failure to obtain regulatory approval. Dole also announced that it is in the process of pursuing alternative transactions through which it will exit the Fresh Vegetables business.

Non-Financial Reporting

For the purpose of Statutory Instrument 360/2017 European Union (Disclosure of Non-Financial and Diversity Information by certain large undertakings and groups) Regulations 2017 (as amended), the Code of Business Ethics, as published on the Company's website (www.doleplc.com) is deemed to be incorporated in this part of the Directors Report. In addition, the sections on pages 5 to 9 of this Directors Report provide a description of the Company's business model: Principal Activities, Industry Overview, Our Strategy, Geographic Markets, Competitive Strengths and Organizational Structure. Lastly, a description of principal risks facing the Company and their impact on our business may be found in the Principal Risks and Uncertainties section on pages 10 to 30 of this Directors Report. Over recent years, we have made important strides in the areas of sustainability and social responsibility and further detail on this can be found on pages 8 to 9.

Dividend Policy and Dividends Paid

Dole plc's principal capital allocation priorities are reinvesting into the existing business, pursuing external growth opportunities, and returning cash to the holders of its Ordinary shares, including in the form of cash dividends. Total Produce has a long history of paying regular interim and final cash dividends to its shareholders each year. Dole plc intends to pay quarterly cash dividends on our Ordinary shares at the discretion of our Board of Directors and subject to earnings, financial condition, operating results, capital requirements and other relevant factors consistent with applicable law.

Any declaration and payment of future dividends to holders of our Ordinary shares, however, will be at the sole discretion of our Board of Directors and will depend on many factors, including our financial condition, earnings, capital requirements, level of indebtedness, statutory and contractual restrictions applicable to the payment of dividends and other considerations that our Board of Directors deem relevant. The declaration, amount and timing of payment of any future dividends will therefore be subject to the assessment of these factors at the time by our Board of Directors. Because we are a holding company and have no direct operations, we will only be able to pay dividends from our available cash on hand and any funds we receive from our subsidiaries.

Any future determination to pay dividends will also be subject to applicable laws, including the Irish Companies Act, which requires, among other things, Irish companies to have profits available for distribution (known as distributable reserves) equal to or greater than the amount of the proposed dividend.

Our future ability to pay cash dividends on our shares may also be limited by the terms of our current and any future debt or preferred securities. In addition, certain of our debt agreements, including the Credit Agreement, may limit our ability and the ability of certain of our subsidiaries to pay dividends.

See Note 21 "Stockholders Equity" of the accompanying Consolidated Financial Statements for details of dividends declared for the years ended December 31, 2023 and the preceding two years. See Note 27 "Subsequent Events" of the accompanying Consolidated Financial Statements for details of further dividends declared after December 31, 2023.

Going Concern

The directors believe that the Group and Parent Company have adequate resources to continue in operational existence for at least the next 12 months and that it is appropriate to adopt the going concern basis in preparing the financial statements.

Directors, Senior Management and Employees

Directors and Executive Officers

Set forth below are the names and positions of our directors and executive officers as of the date hereof.

Name	Position	Date of Appointment
Carl McCann	Director and Executive Chairman	08 February 2021
Rory Byrne	Chief Executive Officer and Director	08 February 2021
Johan Lindén	Chief Operating Officer and Director	18 July 2021
Jacinta Devine	Chief Financial Officer and Director	30 June 2022
Timothy M. George	Director	18 July 2021
Imelda Hurley	Director	18 July 2021
Rose Hynes	Director	18 July 2021
Michael Meghan	Director	18 July 2021
Helen Nolan	Director	18 July 2021
Jimmy Tolan	Director	18 July 2021
Kevin Toland	Director	18 July 2021

Dole plc is availing of the exemption under s260 of the Companies Act 2014 not to disclose the Shareholdings of the Executive Officers and Non-Employee Directors, as they are individually less than 1% of the issued voting share capital of the company at December 31, 2023.

Composition of the Board of Directors

Our Articles of Association provide that the number of directors will be not less than three and not more than fourteen. Our Board of Directors is composed of eleven members. Carl McCann serves as the Chair of the Board of Directors. The term of each director's service is as follows:

Name	Date Elected	Expiration of Current Term
Carl McCann	February 8, 2021	2025 annual general meeting
Rory Byrne	February 8, 2021	2024 annual general meeting
Johan Lindén	July 18, 2021	2026 annual general meeting
Jacinta Devine	June 30, 2022	2026 annual general meeting
Timothy M. George	July 18, 2021	2024 annual general meeting
Imelda Hurley	July 18, 2021	2024 annual general meeting
Rose Hynes	July 18, 2021	2025 annual general meeting
Michael Meghan	July 18, 2021	2025 annual general meeting
Helen Nolan	July 18, 2021	2025 annual general meeting
Jimmy Tolan	July 18, 2021	2026 annual general meeting
Kevin Toland	July 18, 2021	2026 annual general meeting

Committees of the Board of Directors

We have established the following committees of our board of directors.

Audit Committee

The members of the Audit Committee are Kevin Toland (Chair), Imelda Hurley and Helen Nolan, all of whom meet the definition of "independent director" for purposes of serving on the audit committee under Rule 10A-3 of the Exchange Act and the NYSE corporate governance standards.

Nomination and Corporate Governance Committee

The members of the Nomination and Corporate Governance Committee are Rose Hynes (Chair), Michael Meghen and Timothy George.

Compensation Committee

The members of the Compensation Committee are Michael Meghen (Chair), and Kevin Toland, both of whom are “non-employee” directors as defined in Rule 16b-3(b)(3) under the Exchange Act.

Indemnification

We maintain directors’ and officers’ liability insurance. Our Articles of Association include provisions indemnifying our directors and officers to the fullest extent permitted by law. We have entered into indemnification agreements with our directors to provide our directors and certain of their affiliated parties with additional indemnification and related rights.

Employees and Human Capital

In fiscal year 2023, we had approximately 34,078 full-time employees on average worldwide. The following table describes our average employees by reportable segment, including the Fresh Vegetables division, for the years ended December 31, 2023, December 31, 2022, and December 31, 2021:

	2023	2022	2021
Fresh Fruit	19,691	23,915	24,545
Fresh Vegetables	3,469	2,688	3,365
Diversified Fresh Produce – EMEA	7,162	6,448	5,555
Diversified Fresh Produce – Americas & ROW	3,756	4,371	5,035
Total	34,078	37,422	38,500

Approximately 30% of our full-time employees work under collective bargaining agreements, some of which are in the process of being renegotiated. These agreements are subject to periodic negotiation and renewal. We believe that our relations with our employees are generally positive.

Diversity and Inclusion. We recognize that one of our most important assets is our people. We value the unique perspectives that a workforce with diverse cultures, ages, genders and ethnicities brings to our company. We are committed to maintaining a positive and diverse workplace and supplier base that fosters open dialogue and recognizes the importance of individual and cultural differences. We have a zero-tolerance policy on discrimination and harassment and have several systems under which employees can report incidents confidentially or anonymously and without fear of reprisal.

It is our philosophy and practice to provide employment opportunities without regard to sex, racial or ethnic origin, religion or belief, disability, age or sexual orientation or any factor prohibited by applicable law or Dole’s policies. Decisions related to recruitment, promotion, compensation, termination and other aspects of the employment relationship are based upon job-related qualifications, skills and experience.

Engagement, Opportunities and Benefits. Education and continuous development are cornerstones of our approach to talent management. We encourage and support the growth and development of our employees and, wherever possible, seek to fill positions by promotion and transfer from within the organization. Through operating an annual international Key Talent Program, we identify, encourage and develop emerging high-performing talent across the group. In addition, training is offered to managers to support the development of key management skills. General talent development is managed predominantly at the divisional and site level.

Safety and Health. The safety, health and welfare of all of our employees, whatever their role, is paramount to our company. Farms and facilities are regularly audited to check for employee welfare, such as ensuring that someone at the site is clearly responsible for employees’ health, safety and welfare.

Community Outreach. Health, education and entrepreneurship are the key focus areas for our community development efforts. In the Americas, our farms and facilities support community initiatives that have been nominated by employees or where there is a clear local need. Nearly 20 years ago, Dole Food Company and a group of independent growers in Ecuador set up a foundation with a clear purpose: find ways to improve the lives of workers and communities in and around the company's farms and facilities. The Dalé Foundation continues its work to fulfill that mission today in both Ecuador and Peru. In 2000, the foundation adapted mobile medical units with the objective of bringing health to the farthest places where our workers live. They also have been used to offer emergency medical interventions in the wake of events such as floods. Since 2019, there are a total of 18 medical facilities in operation, five of which are mobile. This service benefits not only agricultural workers and their families, but also others in the community who need medical assistance. The foundation has established two schools since its founding and supports others by providing infrastructure improvements and health programs for students. Another of the foundation's key programs is called Training for Entrepreneurship. The objective is to train people so that they can establish a small business and thus improve family income and, at the same time, improve their quality of life. The foundation also offers workshops and talks on topics that are relevant to communities.

We also actively contribute to the communities in which we trade, supporting multiple initiatives across the world by educating, inspiring and empowering people to lead healthier lives.

Major Shareholders and Related Party Transactions

Principal Shareholders

As of February 29, 2024, Dole plc has 94,929,179 Ordinary shares outstanding. Dole's Ordinary shares are listed and can be traded on the NYSE in U.S. dollars. Such shares may be held in the following two ways:

- beneficial interests in Dole's Ordinary shares that are traded on the NYSE are held through the book-entry system provided by The Depository Trust Company ("DTC") and are registered in the register of shareholders in the name of Cede & Co., as DTC's nominee; and
- in certificated form.

All of Dole's Ordinary shares that are held in a securities depository are held at DTC. As of February 29, 2024, there were 133 record holders in the U.S. (i.e., banks or brokers) holding approximately 70,942,738 of Dole's outstanding Ordinary shares through their accounts at DTC. Ordinary shares held through DTC may be beneficially owned by holders within or outside of the U.S. Also as of the same date, there were 3,273 record holders holding approximately 10,656,518 of Dole's outstanding Ordinary shares whose addresses on record with our transfer agent indicate that they are residents of Ireland.

The following table sets forth each person known by us to beneficially own more than 5% of our Ordinary shares as of February 29, 2024. Our major shareholders do not have different voting rights. Each of the shareholders listed has sole voting and investment power with respect to the shares beneficially owned by the shareholder, unless noted otherwise, subject to community property laws where applicable.

	Number of Ordinary shares	Percentage owned
David H. Murdock ⁽¹⁾	11,917,263	12.6 %
Pale Fire Capital SE ⁽²⁾	7,667,360	8.1 %
Balkan Investment Unlimited Company and related parties ⁽³⁾	7,299,375	7.7 %
Rubric Capital Management LP ⁽⁴⁾	4,805,000	5.1 %

(1) Consists of 9,840,699 Ordinary shares held by The Murdock Group, LLC ("TMG"), which is owned by The David H. Murdock Living Trust dated May 28, 1986, as amended, of which Mr. Murdock is the sole trustee, and 2,076,564 Ordinary shares which are held indirectly through Castle & Cooke Investments, Inc., which is wholly owned by TMG, which is owned by The David Murdock Living Trust dated May 28, 1986, as amended, of which Mr. Murdock is the sole trustee.

- (2) *The number of shares beneficially owned is based on information set forth in a Schedule 13D of Pale Fire Capital SE ("Pale Fire Capital"), filed with the SEC on February 13, 2024. The filing indicated that Pale Fire Capital held 7,667,360 Ordinary Shares as of December 31, 2023.*
- (3) *Consists of (i) 2,231,370 Ordinary shares held directly by Balkan Investment Unlimited Company ("BIUC") and (ii) 5,068,005 Ordinary shares held by related parties of BIUC. Mary McCann has indirect voting and dispositive power over the shares held by BIUC and related parties in Dole plc. Carl McCann is one of the sons of Mrs. McCann.*
- (4) *In compliance with the provisions of the Irish Companies Act 2014, Rubric Capital Management LP gave notice on February 27, 2024 of a notifiable interest in the share capital of the Company of 4,805,000 ordinary shares.*

Related party transactions.

Certain Relationships and Related Party Transactions

Other than as described below, there have not been, nor are there any currently proposed, transactions or series of similar transactions meeting these criteria to which we have been or will be a party, other than compensation arrangements.

The C&C Parties holding Ordinary shares received in connection with the IPO and the Merger are entitled to certain registration rights pursuant to a registration rights agreement (the "Registration Rights Agreement") entered into concurrently with the consummation of the Transaction. Pursuant to the Registration Rights Agreement, the C&C Parties are entitled to make long form and short form demands, subject to the conditions therein, that we register such Ordinary shares. In addition, the C&C Parties have certain "piggy-back" registration rights with respect to registration statements filed hereafter. If exercised, these registration rights would enable holders to transfer these securities without restriction under the Securities Act, when the applicable registration statement is declared effective. We will bear the expenses incurred in connection with the filing of any such registration statements. The Registration Rights Agreement also contains customary indemnification and contribution provisions.

Our Articles of Association provide that we will indemnify our directors and officers to the fullest extent permitted by law.

During the normal course of business, Dole has sales to and purchases from unconsolidated affiliates. Refer to Note 22 "Investments in Unconsolidated Affiliates" in the consolidated financial statements included herein for further detail.

For further discussion on other significant related party transactions we entered into during the years ended December 31, 2023, December 31, 2022 and December 31, 2021, see Note 20 "Related Party Transactions" in the consolidated financial statements included herein for further detail.

Natalia Martinez, the spouse of Mr. Byrne, the Company's Chief Executive Officer, is the Finance Director of EurobananCanarias S.A., one of the Company's subsidiaries. Ms. Martinez has been an employee of the Group since 1994. Ms. Martinez's total compensation is commensurate with the amounts paid to similarly situated employees.

David McCann, the brother of the Company's Executive Chair Mr. Carl McCann, serves as an advisor to the Company through services rendered to Dole Management Services Limited, one of the Company's subsidiaries. Mr. David McCann's total compensation is commensurate with the amounts paid to similarly situated employees.

Policies and Procedures for Related Person Transactions

Our Board of Directors has adopted a written related person transaction policy that sets forth certain policies and procedures for the review and approval or ratification of related person transactions, which comprise any transaction, arrangement or relationship in which Dole plc or any of its subsidiaries was, is or will be a participant, the amount of which involved exceeds \$120,000, and in which any related person had, has or will have a direct or indirect material interest. A "related person" for purposes of such policy includes: (i) any person who is, or at any time during the applicable period was, one of our executive officers or one of the directors; (ii) any person who is known by us to be the beneficial owner of more than 5% of the Ordinary shares; (iii) any immediate family member of any of the foregoing persons (which means any child, stepchild, parent, stepparent, spouse, sibling, mother-in-law, father-in-law, son-in-law, daughter-in-law, brother-in-law or sister-in-law) of a director, executive officer or a beneficial owner of more than 5% of our voting stock and any person (other than a tenant or employee) sharing the household of such director, executive officer or beneficial owner of more than 5% of the Ordinary shares; and (iv) any firm, corporation or other entity in which any of the foregoing persons is a partner or principal or in a similar position or in which such person has a 10% or greater beneficial ownership interest.

Quantitative and Qualitative Disclosures About Market Risk

We are exposed to market risks from adverse changes in foreign exchange rates, interest rates and commodity prices, which may adversely affect our results of operations and financial condition. We seek to minimize these risks through our regular operating and financing activities and through entering into derivative contracts to reduce unanticipated fluctuations in earnings and cash flows that may arise from variations in foreign currency exchange rates, bunker fuel prices and interest rates. Dole does not utilize derivatives for trading or other speculative purposes and our utilization of financial instruments in managing market risk exposures is consistent with the prior year.

Foreign Currency Contracts

Within its operating entities, Dole has transaction risk as our sales and operations are denominated in both the functional currency of the operating entities and in a variety of other major currencies. We also source the majority of our products in locations that are foreign to the purchasing entity and accordingly are exposed to changes in exchange rates between the functional currency of the operating entity and currencies in these sourcing locations. Our exposure to exchange rate fluctuations in these sourcing locations is partially mitigated by entering into U.S. dollar denominated contracts for third-party purchased product and most other major supply agreements, including shipping contracts. However, we are still exposed to those costs that are denominated in local currencies, primarily the Honduran lempira, Costa Rican Colón, Chilean peso and Mexican peso.

As part of Dole's risk management strategy, we use derivative instruments to hedge certain foreign currency exchange rate exposures. Our objective is to offset gains and losses resulting from these exposures with losses and gains on the derivative contracts used to hedge them, thereby reducing volatility of earnings. We use foreign currency exchange forward contracts to reduce our risk related to anticipated dollar revenue transactions and forecasted operating expenses. See Note 17 "Derivative Financial Instruments" to the consolidated financial statements included herein for additional information regarding our derivative instruments and hedging activities.

As of December 31, 2023, the notional amounts of Dole's foreign currency hedge portfolio were as follows:

	Notional Amount
United States dollar	\$29.6 million
Euro	€357.4 million
British pound sterling	£9.0 million
Swedish krona	SEK22.0 million
Chilean peso	CLP\$25.6 billion

These values include derivative instruments that are designated and qualify for hedge accounting as well as economic or fair hedges. The fair value of all foreign currency derivatives that qualify for hedge accounting as of December 31, 2023 was an asset of \$1.1 million and a liability of \$5.5 million, and for the year ended December 31, 2023, we recorded realized losses of \$8.5 million and unrealized gains of \$0.8 million. We currently estimate that a 10% weakening of the U.S. dollar would have increased unrealized losses to \$29.0 million, assuming that each exchange rate would change in the same direction relative to the U.S. dollar.

The fair value of other foreign currency cash flow derivatives that do not qualify for hedge accounting as of December 31, 2023 was an asset of \$0.1 million and a liability of \$0.3 million, and for the year ended December 31, 2023, we recorded realized gains of \$1.3 million and unrealized losses of \$0.4 million. We currently estimate that a 10% weakening of the U.S. dollar would not have resulted in a material change in the fair value of the hedges or on our results of operations.

The fair value of our fair value hedges as of December 31, 2023 was an asset of \$0.6 million and a liability of \$1.0 million, and for the year ended December 31, 2023, we recorded realized gains of \$0.6 million and unrealized losses of \$0.8 million. We currently estimate that a 10% weakening of the U.S. dollar would not have resulted in a material change in the fair value of the hedges or on our results of operations.

Bunker Fuel Hedges

We use a number of commodities in our operations and are most exposed to market fluctuations in prices of commodities to the extent that market prices and our contract prices are not or cannot be adjusted to compensate. We enter into bunker fuel hedges to reduce our risk related to price fluctuations on anticipated bunker fuel purchases in markets where we do not have contract prices that adjust to changes in fuel prices.

As of December 31, 2023, we did not have any bunker fuel hedges outstanding. For the fiscal year ended December 31, 2023, we recorded realized losses of \$1.0 million and unrealized gains of \$2.9 million. We currently estimate that a 10% increase in the underlying price of bunker fuel would have not resulted in a material change in the fair value of the hedges or on our results of operations.

Interest Rate Risk

As of December 31, 2023, Dole has \$1.1 billion in indebtedness, primarily with variable rate facilities. Therefore, changes in interest rates in our indebtedness could have a material impact on our financial results. See Note 14 “Debt” to the consolidated financial statements included herein for additional information regarding our debt.

We enter into interest rate swaps to hedge our exposure to changes in interest rates on our significant debt facilities. As of December 31, 2023, we held an aggregate notional amount of \$700.0 million of interest rate swaps with maturity dates ranging from one to three years that effectively converted the rate of \$700.0 million of debt from variable to fixed. The interest rate swaps pay a fixed rate of interest at rates between 0.42% and 2.50%, with the receiving rates variable based on SOFR, which were between 5.35% and 5.38% as of December 31, 2023.

The fair value of the interest rate swaps as of December 31, 2023 was an asset of \$37.2 million, and for the fiscal year ended December 31, 2023, we recorded unrealized losses of \$21.9 million through accumulated other comprehensive loss, which is net of amounts reclassified to gains within the consolidated statements of operations. Including the impact of hedging instruments, we estimate that a 1% increase in interest rates would result in a net increase to interest expense of \$7.4 million.

Corporate Governance

Dole plc is a company organized under the laws of Ireland and qualifies as a foreign private issuer under the NYSE corporate governance rules. As a foreign private issuer, we are permitted to follow home-country practice in some circumstances in lieu of the provisions of the corporate governance rules contained in Section 303A of the NYSE Listed Company Manual that are applicable to U.S. companies. In addition, we must disclose any significant ways in which our corporate governance practices differ from those followed by U.S. companies listed on the NYSE.

As a foreign private issuer, we are subject to different disclosure and other requirements than domestic U.S. registrants and non-emerging growth companies. For example, as a foreign private issuer, in the U.S., we are not subject to the same disclosure requirements as a domestic U.S. registrant under the Exchange Act, including the requirements to prepare and issue quarterly reports on Form 10-Q or to file current reports on Form 8-K upon the occurrence of specified significant events, the proxy rules applicable to domestic U.S. registrants under Section 14 of the Exchange Act or the insider reporting and short-swing profit rules applicable to domestic U.S. registrants under Section 16 of the Exchange Act. In addition, we may rely on exemptions from certain U.S. rules which permit us to follow Irish legal requirements rather than certain of the requirements that are applicable to U.S. domestic registrants.

We follow Irish laws and regulations that are applicable to Irish companies. However, Irish laws and regulations applicable to Irish companies do not contain provisions directly comparable to the U.S. proxy rules and the U.S. rules relating to the filing of reports on Form 10-Q or 8-K. Furthermore, foreign private issuers are required to file their Annual Report on Form 20-F within 120 days after the end of each fiscal year, while U.S. domestic issuers that are accelerated filers are required to file their Annual Report on Form 10-K within 75 days after the end of each fiscal year. Foreign private issuers are also exempt from Regulation Fair Disclosure, aimed at preventing issuers from making selective disclosures of material information. As a result of the above, even though we are required to file reports on Form 6-K disclosing the limited information which we have made or are required to make public pursuant to Irish law, or are required to distribute to shareholders generally, and that is material to us, you may not receive information of the same type or amount that is required to be disclosed to shareholders of a U.S. company. The Company currently intends to follow the corporate

governance requirements of the NYSE rather than home country practice. However, the Company cannot make any assurances that it will continue to follow such corporate governance requirements in the future, and may therefore, in the future, rely on available exemptions that would allow the Company to follow its home country practice. Unlike the requirements of the NYSE, there are currently no mandatory corporate governance requirements in Ireland that would require the Company to: (i) have a majority of the Board of Directors be independent; (ii) establish a nominating/governance committee; or (iii) hold regular executive sessions where only independent directors may be present.

Auditors

KPMG, Chartered Accountants, will continue in office in accordance with section 383(2) of the Companies Act 2014.

On behalf of the Directors

Carl McCann
Executive Chairman

Jacinta Devine
Chief Financial Officer

April 9, 2024

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare Consolidated Financial Statements for each financial year which give a true and fair view of the state of affairs of the parent company and group and of the profit or loss of the Group for the year then ended. Under that law, the directors have elected to prepare the Consolidated Financial Statements in accordance with section 279 of the Companies Act 2014, which provides that a true and fair view of the assets and liabilities, financial position and profit or loss of a company and its subsidiary undertakings may be given by preparing its Group financial statements in accordance with U.S. accounting standards ("U.S. GAAP"), as defined in section 279(1) of the Companies Act 2014, to the extent that the use of those standards in the preparation of the financial statements does not contravene any provision of Part 6 of the Companies Act 2014. The directors have elected to prepare the Financial Statements of the Parent Company in accordance with FRS 101 Reduced Disclosure Framework issued in the United Kingdom by the Financial Reporting Council and as applied under the Companies Act 2014.

Under company law the directors must not approve the Group and Company financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Group and Company and of the Group's profit or loss for that year.

In preparing the Group and Company financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Group and Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless as regards the Group, liquidation is imminent and as regards the Company, they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position of the Group and Company and the profit and loss of the Group and which enable them to ensure that the financial statements comply with the provision of the Companies Act 2014. The directors are also responsible for taking all reasonable steps to ensure such records are kept by its subsidiaries which enable them to ensure that the financial statements of the Group comply with the provisions of the Companies Act 2014. They are responsible for such internal controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have a general responsibility for safeguarding the assets of the Company and the Group, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The directors are also responsible for preparing a directors' report that complies with the requirements of the Companies Act 2014.

The directors are responsible for the maintenance and integrity of the Irish Statutory Accounts included on the Group's and Company's website (www.doleplc.com). Legislation in the Republic of Ireland concerning the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

On behalf of the board

Carl McCann
Executive Chairman

Jacinta Devine
Chief Financial Officer

April 9, 2024

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DOLE PLC

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Dole Public Limited Company ('the Company') and its consolidated undertakings ('the Group') for the year ended December 31, 2023, which comprise the consolidated balance sheet, consolidated statement of operations, consolidated statement of comprehensive income, consolidated statement of cash flows, consolidated statement of stockholders' equity, Company balance sheet, Company statement of changes in equity, Company statement of cash flows and related notes, including the summary of significant accounting policies set out in note 2.

The financial reporting framework that has been applied in the preparation of the Group financial statements is Irish Law and US Generally Accepted Accounting Principles ('US GAAP') and, as regards the Company financial statements, Irish Law and FRS 101 Reduced Disclosure Framework issued in the United Kingdom by the Financial Reporting Council.

In our opinion:

- the financial statements give a true and fair view of the assets, liabilities and financial position of the Group and Company as at December 31, 2023 and of the Group's profit for the year then ended;
- the Group financial statements have been properly prepared in accordance with US GAAP, as permitted by the Companies Act 2014;
- the Company financial statements have been properly prepared in accordance with FRS 101 *Reduced Disclosure Framework* issued by the UK's Financial Reporting Council; and
- the Group and Company financial statements have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We have fulfilled our ethical responsibilities under, and we remained independent of the Group in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), as applied to listed entities.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Our evaluation of the director's assessment of the Group's and Company's ability to continue to adopt the going concern basis of accounting included:

- Obtaining management's budgets/forecasts;
- Assessing the reasonableness of forecasts in the context of the historical accuracy of the Group's forecasts
- Considering the risks in the Group's business model and the how these risks might affect the Group's financial resources;

- Confirming the banking facilities in place and the level of committed but undrawn facilities at year end; and
- Checking the mathematical accuracy of the calculation of covenants to ensure the Group is in compliance with covenant requirements at 31 December 2023 and expect to remain in compliance for a period of at least twelve months based on current forecasts.

Based on the work we have performed which included assessing key assumptions in forecasts provided by management and assessing the directors track record of forecasts versus actual results, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group or the Company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Detecting irregularities including fraud

We identified the areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements and risks of material misstatement due to fraud, using our understanding of the entity's industry, regulatory environment and other external factors and inquiry with the directors. In addition, our risk assessment procedures included:

- Inquiring with the directors and other management as to the Group's policies and procedures regarding compliance with laws and regulations, identifying, evaluating and accounting for litigation and claims, as well as whether they have knowledge of non-compliance or instances of litigation or claims.
- Inquiring of directors, the audit committee, internal audit and inspection of policy documentation as to the Group's policies and procedures to prevent and detect fraud, including the internal audit function, and the Group's channel for "whistleblowing", as well as whether they have knowledge of any actual, suspected or alleged fraud.
- Inquiring of directors, the audit committee, internal audit regarding their assessment of the risk that the financial statements may be materially misstated due to irregularities, including fraud.
- Inspecting the Group's regulatory and legal correspondence.
- Reading Board and committee minutes.
- Considering remuneration incentive schemes and performance targets for management and directors.
- Performing planning analytical procedures to identify any usual or unexpected relationships.

We discussed identified laws and regulations, fraud risk factors and the need to remain alert among the audit team. This included communication from the group to full scope component audit teams of relevant laws and regulations and any fraud risks identified at the Group level and request to full scope component audit teams to report to the Group audit team any instances of fraud that could give rise to a material misstatement at group.

Firstly, the Group is subject to laws and regulations that directly affect the financial statements including companies and financial reporting legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items, including assessing the financial statement disclosures and agreeing them to supporting documentation when necessary.

Secondly, the Group is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: health and safety, food safety, employment law, environmental law, regulatory capital and liquidity and certain aspects of company legislation recognising the nature of the Group's activities.

Auditing standards limit the required audit procedures to identify non-compliance with these non-direct laws and regulations to inquiry of the directors and other management and inspection of regulatory and legal correspondence, if any. These limited procedures did not identify actual or suspected non-compliance.

We assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. As required by auditing standards, we performed procedures to address the risk of management override of controls. We identified a fraud risk in relation to revenue which could occur through management recording journals to revenue outside of the normal revenue procedures.

In response to the fraud risks, we also performed procedures including:

- Identifying journal entries to test for all full scope components based on risk criteria and comparing the identified entries to supporting documentation.
- Evaluating the business purpose of significant unusual transactions
- Assessing significant accounting estimates for bias
- Assessing the disclosures in the financial statements

As the Group is regulated, our assessment of risks involved obtaining an understanding of the legal and regulatory framework that the Group operates and gaining an understanding of the control environment including the entity's procedures for complying with regulatory requirements.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remains a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

Key audit matters: our assessment of risks of material misstatement

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by us, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In arriving at our audit opinion above, the key audit matters, in decreasing order of audit significance, were as follows (unchanged from 2022):

Group Key Audit Matters

Impairment assessment of the Dole brand intangible asset and goodwill for the Fresh Fruit reporting unit \$306.3 million and \$273.3 million (2022 - \$306.3 million and \$273.3 million)

Refer to page 82 (accounting policy) and Note 2 and Note 13 to the Group financial statements (financial disclosures)

The key audit matter	How the matter was addressed in our audit
As discussed in Notes 2 and 13 to the consolidated financial statements, the carrying amount of the Dole brand intangible asset and goodwill related to the Fresh Fruit reporting unit were \$306.3 million and \$273.3 million, respectively, as of December 31, 2023. The Company evaluates goodwill and other indefinite-lived intangible assets for impairment annually during the fourth quarter, or more frequently if an event occurs or circumstances change that would indicate that an impairment may exist. For the 2023 annual impairment assessment of the Dole brand intangible asset and each reporting unit with goodwill, the Company elected to perform the quantitative assessment with the assistance of a third-party specialist. We identified the evaluation of the impairment assessment of the Dole brand intangible asset and goodwill related to the Fresh Fruit reporting unit as a key audit matter. Subjective auditor judgement and specialised skills and knowledge were required in assessing the key assumptions used in the impairment assessment to estimate the fair values of the Dole Brand and Fresh Fruit reporting unit, specifically the discount rates, and the Dole brand royalty rate. Minor changes to these assumptions would have a significant effect on the estimated fair value. For the reasons outlined above the engagement team determine this matter to be a key audit matter	Our audit procedures included We evaluated the design and tested the operating effectiveness of certain internal controls over the Company's goodwill and intangible assets process, including controls related to the key assumptions. We involved valuation professionals with specialized skills and knowledge were required in assessing the key assumptions used in the impairment assessment to estimate the fair values of the Dole Brand and Fresh Fruit reporting unit, specifically the discount rates, and the Dole brand royalty rate. We involved valuation professionals with specialized skills and knowledge, who assisted in: - evaluating the discount rates, by comparing them against ranges that were independently developed using publicly available market data for comparable entities; and - evaluating the royalty rate through the excess earnings approach, by assessing qualitative factors specific to Fresh Fruit reporting unit and the Dole brand, and by comparing it to market benchmarks and royalty rates for comparable brands. Based on evidence obtained, we concluded that management's judgments in determining the key assumptions were appropriate. We also found the disclosures to be adequate.

Company Key Audit Matter

Company: Valuation of Investment in subsidiaries (carrying value of \$1,450 million (2022: \$1,450 million))

Refer to Note 1 to the Company financial statements (accounting policy) and Note 2 to the Company financial statements (financial disclosures)

The key audit matter	How the matter was addressed in our audit:
The investment in subsidiary undertakings is carried in the balance sheet of the parent company at cost less any impairments. There is a risk in respect of the carrying value of these investments if future cashflows and performance of these subsidiaries is not sufficient to support the Company's investments. Management conducted an impairment assessment at year end and determined that no impairment indicators were present. We do not consider these investments to be at high risk of significant misstatement or to be subject to a significant level of judgement, however, they include estimation uncertainty in relation to key assumptions used including the EBITDA growth rate used in determining future cashflows. Due to their materiality in the context of the financial statements as a whole they are considered of most significance in the audit of the Company's financial statements For the reasons outlined above the engagement team determine this matter to be a key audit matter.	Our audit procedures included • Comparing the carrying value of investment in the company's balance sheet to the consolidated net assets of the Group, excluding the Company only net assets. • comparing the carrying value of investments in the company's balance sheet to the net assets within the subsidiary financial statements; • comparing the carrying value of investments in the company's balance sheet to the market capitalisation of the Group, allowing for Company only net assets; and • evaluating the key assumption of the EBITDA growth rate used in determining the future cashflows of the Group, to support the carrying value of the Company's investment. Based on evidence obtained, we concluded that the carrying value of investment in subsidiaries to be appropriate.

Our application of materiality and an overview of the scope of our audit

Materiality for the Group financial statements and Company financial statements as a whole was set at \$28.9m (2022: \$28.6m) and \$7.26m (2022:\$7.39m) respectively, determined with reference to benchmarks of revenue for the Group and total assets for the Company (of which it represents 0.35% (2022: 0.3%) for the Group and 0.5% (2022: 0.5%) for the Company respectively.

Performance materiality for the Group financial statements and Company financial statements as a whole was set at \$21.6m (2022: \$21.5m) and \$5.4m (2022:\$5.5m) respectively, determined with reference to benchmarks of revenue for the Group and total assets for the Company (of which it represents 75% (2022: 75%) and 75% (2022: 75%) respectively.

This benchmark we have determined, in our professional judgement, to be the most appropriate benchmark are based on our understanding that one of the principal considerations for investors in assessing the financial performance is Group revenue; Revenue was also considered the most appropriate benchmark given the industry in which the Group operates and is consistent with the prior year.

We reported to the Audit Committee any corrected or uncorrected identified misstatements exceeding \$1m (2022: \$1m), in addition to other identified misstatements that warranted reporting on qualitative grounds.

In planning the audit, we applied materiality to assist in making the determination of the level of reporting to be received from each component of the Group. We applied materiality to assist us to determine what risks were significant risks and the procedures to be performed.

The structure of the Group's finance function is such that certain transactions and balances are accounted for by the central Group finance team, with the remainder accounted for in the Group's reporting components. We performed comprehensive

audit procedures, including those in relation to the key audit matters set out above, on those transactions and balances accounted for at Group and component level. Our audits covered 83% (2022: 86%) of total Group revenue, and 77% (2022: 79%) of the Group's total assets. For the residual part of the Group not subject to full scope audit, we performed analysis at an aggregated Group level and reconfirmed our assessment that it contained no significant risks of material misstatement.

Of the Group's 18 (2022: 19) reporting components we subjected 5 (2022: 5) to full scope audits for Group purposes. We conducted reviews of financial information for the remaining components as part of our risk assessment.

The audits undertaken for Group reporting purposes at full scope reporting components were all performed to component materiality levels. These component materiality levels were set individually for each component by the Group team and ranged from \$7.0 million to \$21 million having regard to the size of each component. Detailed audit instructions were sent to the auditors in all of these identified locations. These instructions covered the significant audit areas to be covered by these audits and set out the information required to be reported to the Group audit team. The work on 2 of the 18 components was performed by the Group audit team, including the audit of the Parent Company, and the remainder were performed by component auditors.

The Group team held video conference meetings with components to assess the audit risk and strategy. Members of the Group audit team, including the lead engagement partner, attended 8 locations (2022: 7 locations) in person or by video conference each divisional closing meeting at which the results of component audits within each division were discussed with divisional and Group management. The Group team held video conference meetings with components at the conclusion of their fieldwork to discuss the finding reported to the Group team. The Group team also carried out a detailed review of the audit workpapers of the Group's full scope components.

Other information

The directors are responsible for the preparation of the other information presented in the Annual Report together with the financial statements. The other information comprises the information included in the directors' report and the non-financial statement included on the company's website at <http://www.doleplc.com> after directors' report. The financial statements and our auditor's report thereon do not comprise part of the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

Based solely on our work on the other information undertaken during the course of the audit, we report that, in those parts of the directors' report specified for our consideration:

- we have not identified material misstatements in the directors' report;
- in our opinion, the information given in the directors' report is consistent with the financial statements; and
- in our opinion, the directors' report has been prepared in accordance with the Companies Act 2014.

Our opinions on other matters prescribed by the Companies Act 2014 are unmodified

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

We have nothing to report on other matters on which we are required to report by exception

The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by Sections 305 to 312 of the Act are not made.

- The disclosures of directors' remuneration and transactions required by Sections 305 to 312 of the Act are not made; and
- the Company has not provided the information required by section 5(2) to (7) of the European Union (Disclosure of Non-Financial and Diversity Information by certain large undertakings and groups) Regulations 2017 for the year ended 31 December 2023 as required by the European Union (Disclosure of Non-Financial and Diversity Information by certain large undertakings and groups) (amendment) Regulations 2018.

We have nothing to report in this regard for 2023.

Respective responsibilities and restrictions on use

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 61, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Group and Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless as regards the Group, liquidation is imminent and as regards the Company, they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A fuller description of our responsibilities is provided on IAASA's website at <https://iaasa.ie/publications/description-of-the-auditors-responsibilities-for-the-audit-of-the-financial-statements/>.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Company's members, as a body, in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

April 9, 2024

John Corrigan

for and on behalf of

KPMG

Chartered Accountants, Statutory Audit Firm

1 Stokes Place

St. Stephen's Green

Dublin

Ireland

DOLE PLC
CONSOLIDATED BALANCE SHEETS

	December 31, 2023	December 31, 2022
ASSETS	(U.S. Dollars and shares in thousands)	
Cash and cash equivalents	\$ 275,580	\$ 228,840
Short-term investments	5,899	5,367
Trade receivables, net of allowances for credit losses of \$18,360 and \$18,001, respectively	538,177	610,384
Grower advance receivables, net of allowances of \$19,839 and \$15,817, respectively	109,958	106,864
Other receivables, net of allowances of \$13,227 and \$14,538, respectively	117,069	132,947
Inventories, net of allowances of \$4,792 and \$4,186, respectively	378,592	394,150
Prepaid expenses	61,724	48,995
Other current assets	17,401	15,034
Fresh Vegetables current assets held for sale	414,457	62,252
Other assets held-for-sale	1,832	645
Total current assets	1,920,689	1,605,478
Long-term investments	15,970	16,498
Investments in unconsolidated affiliates	131,704	124,234
Actively marketed property	13,781	31,007
Property, plant and equipment, net of accumulated depreciation of \$444,775 and \$375,721, respectively	1,102,234	1,116,124
Operating lease right-of-use assets	340,458	293,658
Goodwill	513,312	497,453
DOLE brand	306,280	306,280
Other intangible assets, net of accumulated amortization of \$134,420 and \$120,315, respectively	41,232	50,990
Fresh Vegetables non-current assets held for sale	—	343,828
Other assets	109,048	142,180
Deferred tax assets, net	66,485	64,112
Total assets	\$ 4,561,193	\$ 4,591,842
LIABILITIES AND EQUITY		
Accounts payable	\$ 670,904	\$ 640,620
Income taxes payable	22,917	11,558
Accrued liabilities	357,427	381,688
Bank overdrafts	11,488	8,623
Current portion of long-term debt, net	222,940	97,435
Current maturities of operating leases	63,653	57,372
Payroll and other tax	27,791	27,187
Contingent consideration	1,788	1,791
Pension and postretirement benefits	16,570	17,287
Fresh Vegetables current liabilities held for sale	291,342	199,255
Dividends payable and other current liabilities	29,892	17,698
Total current liabilities	1,716,712	1,460,514
Long-term debt, net	845,013	1,127,321
Operating leases, less current maturities	287,991	246,723
Deferred tax liabilities, net	92,653	118,403
Income taxes payable, less current portion	16,664	30,458
Contingent consideration, less current portion	7,327	5,022
Pension and postretirement benefits, less current portion	121,689	124,646
Fresh Vegetables non-current liabilities held for sale	—	116,380
Other long-term liabilities	52,295	43,390
Total liabilities	\$ 3,140,344	\$ 3,272,857
Contingencies (See Note 19)		
Redeemable noncontrolling interests	34,185	32,311
Stockholders' equity:		
Common stock — \$0.01 par value; 300,000 shares authorized and 94,929 and 94,899 shares outstanding as of December 31, 2023 and December 31, 2022, respectively	949	949
Additional paid-in capital	796,800	795,063
Retained earnings	562,562	469,249
Accumulated other comprehensive loss	(110,791)	(104,133)
Total equity attributable to Dole plc	1,249,520	1,161,128
Equity attributable to noncontrolling interests	137,144	125,546
Total equity	1,386,664	1,286,674
Total liabilities, redeemable noncontrolling interests and equity	\$ 4,561,193	\$ 4,591,842

Approved by the Board of Directors on April 9, 2024 and signed on its behalf by:

Carl McCann
Executive Chairman

Jacinta Devine
Chief Financial Officer

DOLE PLC
CONSOLIDATED STATEMENTS OF OPERATIONS

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars and shares in thousands, except per share amounts)		
Revenue, net	\$ 8,245,268	\$ 8,024,403	\$ 5,943,739
Cost of sales	(7,551,098)	(7,424,525)	(5,599,743)
Gross profit	694,170	599,878	343,996
Selling, marketing, general and administrative expenses	(473,903)	(436,192)	(323,190)
Merger, transaction and other related costs	—	—	(30,072)
Gain on disposal of businesses	—	192	11
Impairment and asset write-downs of property, plant and equipment	(2,217)	(397)	—
Gain on asset sales	54,108	11,784	561
Operating income (loss)	272,158	175,265	(8,694)
Other income, net	4,799	10,600	8,435
Interest income	10,083	6,407	3,805
Interest expense	(81,113)	(56,371)	(24,992)
Income (loss) from continuing operations before income taxes and equity earnings	205,927	135,901	(21,446)
Income tax (expense) benefit	(43,591)	25,603	10,980
Equity method earnings	15,191	6,726	48,027
Income from continuing operations	177,527	168,230	37,561
Loss from discontinued operations, net of income taxes	(21,818)	(56,447)	(20,568)
Net income	155,709	111,783	16,993
Less: Net income attributable to noncontrolling interests	(31,646)	(25,287)	(24,212)
Net income (loss) attributable to Dole plc	<u>\$ 124,063</u>	<u>\$ 86,496</u>	<u>\$ (7,219)</u>
Income (loss) per share - basic:			
Continuing operations	\$ 1.54	\$ 1.51	\$ 0.18
Discontinued operations	(0.23)	(0.60)	(0.28)
Net income per share attributable to Dole plc - basic	<u>\$ 1.31</u>	<u>\$ 0.91</u>	<u>\$ (0.10)</u>
Income (loss) per share - diluted:			
Continuing operations	\$ 1.53	\$ 1.51	\$ 0.18
Discontinued operations	(0.23)	(0.60)	(0.28)
Net income per share attributable to Dole plc - diluted	<u>\$ 1.30</u>	<u>\$ 0.91</u>	<u>\$ (0.10)</u>
Weighted-average shares:			
Basic	94,917	94,886	72,190
Diluted	95,118	94,914	72,384

Approved by the Board of Directors on April 9, 2024 and signed on its behalf by:

Carl McCann
Executive Chairman

Jacinta Devine
Chief Financial Officer

DOLE PLC

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars in thousands)		
Net income	\$ 177,527	\$ 168,230	\$ 37,561
Other comprehensive income (loss), net of tax:			
Net unrealized (loss) gain on derivatives	(16,014)	31,786	11,209
Foreign currency translation adjustment	24,679	(38,068)	(34,772)
Change in pension and postretirement benefits	(11,304)	22,959	2,532
Reclassification of pension activity	—	—	15,462
Total other comprehensive (loss) income	(2,639)	16,677	(5,569)
Comprehensive income	153,070	128,460	11,424
Less: Comprehensive income attributable to noncontrolling interests	(35,666)	(20,178)	(15,759)
Comprehensive income (loss) attributable to Dole plc	<u>\$ 117,404</u>	<u>\$ 108,282</u>	<u>\$ (4,335)</u>

DOLE PLC

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Operating Activities			
Net income	\$ 155,709	\$ 111,783	\$ 16,993
Loss from discontinued operations, net of income taxes	21,818	56,447	20,568
Income from continuing operations	177,527	168,230	37,561
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	104,168	109,596	65,468
Incremental charges on purchase accounting valuation of biological assets and inventory	—	41,145	66,492
Net gain on sale of assets	(54,108)	(11,784)	(561)
Stock-based compensation expense	6,045	4,500	815
Equity method earnings	(15,191)	(6,726)	(48,027)
Amortization of debt discounts and debt issuance costs	6,390	6,213	2,634
Deferred tax benefit	(12,600)	(31,061)	(20,915)
Pension and other postretirement benefit plan expense	7,735	3,151	2,913
Dividends received from equity method investees	9,388	9,817	12,137
Other	4,268	7,164	(563)
Changes in operating assets and liabilities:			
Receivables, net of allowances	58,794	55,150	(30,234)
Inventories	20,688	(31,685)	(51,981)
Prepays, other current assets and other assets	(27,521)	(11,073)	(6,640)
Accounts payable, accrued liabilities and other liabilities	13,022	10,975	(8,515)
Net cash provided by operating activities - continuing operations	298,605	323,612	20,584
Investing Activities			
Sales of assets	83,557	36,676	26,308
Capital expenditures	(78,041)	(85,564)	(58,617)
Acquisitions, net of cash acquired	(1,263)	(4,886)	103,595
Insurance proceeds	1,054	2,278	10,455
Purchases of investments	(1,153)	(458)	(1,210)
Net sales (purchases) of investments in unconsolidated affiliates	1,013	(3,029)	8,774
Other	57	912	332
Net cash provided by (used in) investing activities - continuing operations	5,224	(54,071)	89,637
Financing Activities			
Proceeds from borrowings and overdrafts	1,407,970	1,293,280	2,145,427
Repayments on borrowings and overdrafts	(1,576,067)	(1,411,467)	(2,487,130)
Payment of debt issuance costs	(44)	(304)	(22,133)
Dividends paid to shareholders	(30,373)	(30,364)	(17,092)
Dividends paid to noncontrolling interests	(28,522)	(21,632)	(21,683)
Other noncontrolling interest activity, net	(1,300)	—	382
Proceeds from exercise of stock options	—	—	7,041
Payments of contingent consideration	(1,662)	(2,909)	(5,031)
Proceeds received from issuance of common stock in initial public offering, net of issuance costs	—	—	398,876
Net cash used in financing activities - continuing operations	(229,998)	(173,396)	(1,343)
Effect of foreign currency exchange rate changes on cash	5,448	(20,712)	(7,794)
Net cash used in operating activities - discontinued operations	(22,622)	(84,720)	(4,205)
Net cash used in investing activities - discontinued operations	(8,492)	(12,434)	(6,821)
Cash used in discontinued operations, net	(31,114)	(97,154)	(11,026)
Increase (decrease) in cash and cash equivalents	48,165	(21,721)	90,058
Cash and cash equivalents at beginning of period, including discontinued operations	228,840	250,561	160,503
Cash and cash equivalents at end of period, including discontinued operations	\$ 277,005	\$ 228,840	\$ 250,561
Supplemental cash flow information:			
Income tax payments, net of refunds	\$ (63,969)	\$ (50,469)	\$ (26,945)
Interest payments on borrowings	\$ (82,367)	\$ (53,404)	\$ (26,602)
Non-cash Investing and Financing Activities:			
Accrued property, plant and equipment	\$ (1,465)	\$ (488)	\$ (5,414)

DOLE PLC

CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY

	Equity Attributable to Dole plc							
				Accumulated Other Comprehensive Loss	Total Equity Attributable to Dole plc	Equity Attributable to Noncontrolling Interests		Redeemable Noncontrolling Interests
	Common Stock	Additional Paid-In Capital	Retained Earnings				Total Equity	
	(U.S. Dollars in thousands)							
Balance as of December 31, 2020	\$ 4,865	\$ 198,232	\$ 460,715	\$ (128,803)	\$ 535,009	\$ 122,906	\$ 657,915	\$ 30,317
Net income (loss)	—	—	(7,219)	—	(7,219)	20,723	13,504	3,304
Proceeds from exercise of stock options	56	6,985	—	—	7,041	—	7,041	—
Cancellation of treasury stock	(263)	263	—	—	—	—	—	—
Share issuance to C&C Parties	119	190,555	—	—	190,674	—	190,674	—
Conversion of ordinary shares to common stock in connection with initial public offering	(4,096)	4,096	—	—	—	—	—	—
Issuance of common stock in connection with initial public offering, net of underwriting discounts and issuance costs	268	398,876	—	—	399,144	—	399,144	—
Share of repayment of receivable from affiliates	—	469	—	—	469	—	469	—
Dividends declared	—	—	(24,699)	—	(24,699)	(15,711)	(40,410)	(5,972)
Stock-based compensation	1	785	—	—	786	—	786	—
Other noncontrolling interest activity, net	—	(1,706)	—	—	(1,706)	11,522	9,816	—
Other redeemable noncontrolling interest activity, net	—	(6,332)	—	—	(6,332)	—	(6,332)	6,181
Reclassification of pension activity	—	—	(15,462)	15,462	—	—	—	—
Other comprehensive (loss), net of tax	—	—	—	(12,578)	(12,578)	(7,399)	(19,977)	(1,054)
Balance as of December 31, 2021	\$ 950	\$ 792,223	\$ 413,335	\$ (125,919)	\$ 1,080,589	\$ 132,041	\$ 1,212,630	\$ 32,776
Net income	—	—	86,496	—	86,496	21,739	108,235	3,455
Dividends declared	—	—	(30,582)	—	(30,582)	(17,700)	(48,282)	(4,085)
Stock-based compensation	(1)	4,342	—	—	4,341	—	4,341	—
Other noncontrolling interest activity, net	—	(900)	—	—	(900)	(5,862)	(6,762)	—
Other redeemable noncontrolling interest activity, net	—	(602)	—	—	(602)	—	(602)	602
Other comprehensive income (loss), net of tax	—	—	—	21,786	21,786	(4,672)	17,114	(437)
Balance as of December 31, 2022	\$ 949	\$ 795,063	\$ 469,249	\$ (104,133)	\$ 1,161,128	\$ 125,546	\$ 1,286,674	\$ 32,311
Net income	—	—	124,063	—	124,063	28,826	152,889	2,792
Dividends declared	—	—	(30,750)	—	(30,750)	(24,565)	(55,315)	(3,957)
Stock-based compensation	—	5,729	—	—	5,729	—	5,729	—
Other noncontrolling interest activity, net	—	(903)	—	—	(903)	3,268	2,365	—
Other redeemable noncontrolling interest activity, net	—	(3,089)	—	—	(3,089)	—	(3,089)	3,089
Other comprehensive income (loss), net of tax	—	—	—	(6,658)	(6,658)	4,069	(2,589)	(50)
Balance as of December 31, 2023	\$ 949	\$ 796,800	\$ 562,562	\$ (110,791)	\$ 1,249,520	\$ 137,144	\$ 1,386,664	\$ 34,185

Notes to Consolidated Financial Statements:

NOTE 1 — NATURE OF OPERATIONS

Dole plc is engaged in the worldwide sourcing, processing, distributing and marketing of high-quality fresh fruit and vegetables. Dole is a premier global leader in fresh produce, and the Company's most significant products hold leading positions in their respective categories and territories. Dole is one of the largest producers of fresh bananas and pineapples, one of the largest global exporters of grapes and has a strong presence in growing categories such as berries, avocados and organic produce.

Dole conducts operations throughout North America, Latin America, Europe, Asia, the Middle East and Africa (primarily in South Africa). As a result of its global operating and financing activities, Dole is exposed to certain risks, including fluctuations in commodity and fuel costs, interest rates and foreign currency exchange rates, as well as other environmental and business risks in sourcing and selling locations.

Dole offers over 300 products that are grown and sourced, both locally and globally, from over 30 countries in various regions worldwide. These products are distributed and marketed in over 75 countries across retail, wholesale and food service channels. The Company operates through a number of business-to-business and business-to-consumer brands, the most notable being the Dole brand ("DOLE brand").

Dole is incorporated in Ireland and was formed as a result of the combination of Total Produce and Legacy Dole. On February 16, 2021, Total Produce, Legacy Dole and the C&C Parties entered into a binding transaction agreement to combine Total Produce and Legacy Dole under a newly created entity, later named Dole plc, listed publicly in the U.S. Prior to the Merger, Total Produce had a 45.0% ownership interest in Legacy Dole. On July 29, 2021, the Merger between Total Produce and Legacy Dole occurred, and Total Produce shareholders and the C&C Parties received 82.5% and 17.5%, respectively, of the shares in Dole plc outstanding immediately prior to the IPO Transaction.

On July 30, 2021, Dole plc consummated its IPO on the NYSE under the ticker symbol "DOLE". In the IPO, Dole issued 25.0 million shares of common stock at \$16.00 per share. In addition, on August 30, 2021, an additional 1.8 million shares of common stock were issued to the underwriters upon their exercise of the option to purchase them at the price of \$16.00 per share. In the year ended December 31, 2021, total gross proceeds from the issuance of shares were \$428.5 million, and after underwriting fees and other issuance costs of \$29.6 million, net proceeds were \$398.9 million. The proceeds from the IPO Transaction were used to fund the payment of certain outstanding debt balances.

See Note 4 "Acquisitions and Divestitures" for additional detail on the Merger and the IPO Transaction.

On January 30, 2023, certain of Dole's wholly owned subsidiaries entered into a Stock Purchase Agreement (the "Fresh Express Agreement") with Fresh Express Acquisition LLC ("Fresh Express"), a wholly owned subsidiary of Chiquita Holdings Limited, pursuant to which Fresh Express agreed to acquire Dole's fresh vegetables division ("Fresh Vegetables division" or "Fresh Vegetables") for approximately \$293.0 million in cash, subject to certain adjustments set forth in the Fresh Express Agreement. On March 27, 2024, the parties to the Fresh Express Agreement agreed to terminate the Fresh Express Agreement due to a failure to obtain regulatory approval, and Dole announced that it is in the process of pursuing alternative transactions through which it would exit the Fresh Vegetables business (the "Vegetables exit process"). See Note 25 "Subsequent Events".

As a result of the agreement to exit the Fresh Vegetables division, its results are reported separately as discontinued operations, net of income taxes, in our consolidated statements of operations for all periods presented and its assets and liabilities are separately presented in our consolidated balance sheets as assets and liabilities held for sale. See Note 4 "Acquisitions and Divestitures" for further detail on the Vegetables Transaction and discontinued operations.

NOTE 2 — BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements herein are prepared in conformity with generally accepted accounting principles in the U.S. (“U.S. GAAP”). In the opinion of management, the consolidated financial statements of Dole include all necessary adjustments, which are of a normal recurring nature, to present fairly Dole’s financial position, results of operations and cash flows.

Dole’s consolidated financial statements include the accounts of majority-owned subsidiaries over which Dole exercises control, entities that are not majority-owned but require consolidation, because Dole has the ability to exercise control over operating and financial policies or has the power to direct the activities that most significantly impact the entities’ economic performance, and all variable interest entities (“VIEs”) for which Dole is the primary beneficiary.

Total Produce is the accounting acquirer of Legacy Dole, and as such, all Dole plc operating results prior to the Merger are only reflective of Total Produce, which included Total Produce’s 45.0% share of Legacy Dole’s net income included within equity method earnings in the consolidated statements of operations.

Intercompany accounts and transactions have been eliminated in consolidation. The results of consolidated entities are included from the effective date of control or, in the case of VIEs, from the date that Dole becomes the primary beneficiary. The results of subsidiaries sold or otherwise deconsolidated are excluded from consolidated results as of the date that Dole ceases to control the subsidiary or, in the case of VIEs, when Dole ceases to be the primary beneficiary.

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts and disclosures reported in the financial statements and accompanying notes. Estimates and assumptions include, but are not limited to, the areas of customer and grower receivables, inventories, impairment of assets, useful lives of property, plant and equipment, intangible assets, income taxes, retirement benefits, business combinations, financial instruments and contingencies. Actual results could differ from these estimates and assumptions.

In the year ended December 31, 2021, the Company reclassified \$15.5 million of pension activity from retained earnings to other comprehensive income (loss) to correct the presentation of pension and other post retirement benefits within accumulated other comprehensive loss. The change did not have an impact to Dole’s results of operations, financial condition or cash flows.

Summary of Significant Accounting Policies

Revenue Recognition: Revenue is recognized when a performance obligation is satisfied as control of a good or service is transferred to a customer in the amount expected to be entitled at transfer. For each customer contract, the performance obligations are identified, the transaction price is allocated to the individual performance obligations, and revenue is recognized when these performance obligations are fulfilled and control of the good or service is transferred to the customer. The transfer of control of a good or service to customers is generally based on written sales terms that allow customers right of return when the good or service does not meet certain quality factors.

Revenue consists primarily of product revenue, which includes the selling of fresh produce, health foods and consumer goods to third-party customers. Fresh produce comprises two main product categories, tropical fruit and diversified produce. Tropical fruit primarily consists of bananas and pineapples, and diversified produce primarily consists of all other fruit, vegetables and other produce. Product revenue also includes surcharges for additional product services such as freight, cooling, warehousing, fuel, containerization, handling and palletization related to the transfer of products. Additionally, the Company has certain marketing contracts where Dole is the principal, and the related product revenue and cost of sales are reported on a gross basis. Product revenue is recognized at a point in time when control of the goods has been transferred to the customer, which can be upon shipping or delivery, depending on the terms of sale.

Revenue also includes service revenue, which includes third-party freight services and royalties for the use of Company brands and trademarks. Additionally, the Company maintains a commercial cargo business where revenue is earned by providing handling and transportation services of containerized cargo on Company vessels. Net service revenue was less than 10% of total revenue for the years ended December 31, 2023, December 31, 2022 and December 31, 2021. See Note 5 “Revenue” for additional detail of the Company’s revenue by product and channel.

Dole's incremental costs of obtaining a contract have primarily consisted of sales commissions, and the Company has elected the practical expedient to expense these costs that are related to contracts that are less than one year. These costs are included in selling, marketing and general and administrative expenses in the consolidated statements of operations. If these costs relate to contracts that are greater than one year, the incremental costs are capitalized as a contract asset and amortized over the period from which the contract is obtained until the performance obligations are met. Dole's contracts are generally less than one year, and incremental costs of obtaining a contract are not material.

The Company treats shipping and handling costs that occur after the customer obtains control of the good as a fulfillment cost rather than a service performance obligation. Additionally, Dole has elected the practical expedient to exclude sales and other taxes imposed by government authorities on revenue-producing transactions from the transaction price.

The period between the transfer of a promised good or service to a customer and customer payment is expected to be less than one year and, as such, Dole has elected the practical expedient to not adjust the promised amount of consideration for the effects of a significant financing component.

Revenue is recorded net of any sales allowances, sales promotions and sales incentives. Sales allowances are calculated based on historical claims information. Dole offers sales promotions and sales incentives to its customers. Sales promotions are temporary price reductions on third-party sales, and sales incentives include consumer coupons and discounts, volume and timing rebates and product placement fees. Estimated sales discounts are recorded in the period in which the related sale is recognized. Volume rebates are recognized in the period of sale as a reduction of revenue based on Dole's estimate of sales volume over the term of the arrangement. All other sales incentives are estimated using both historical trends and current volumes and assumptions. The Company also enters cooperative advertising arrangements in which Dole refunds a retailer for a portion of the costs incurred to advertise Dole's products. The value of these arrangements is treated as a reduction of revenue, unless the arrangement is in exchange for a distinct good or service, in which case, these amounts are recorded in selling, marketing and general and administrative expenses in the consolidated statements of operations. Adjustments to sales estimates are made periodically as new information becomes available and actual sales volumes become known. Adjustments to these estimates have historically not been significant to Dole.

Cost of Sales: Cost of sales primarily consists of costs associated with the production or purchasing of inventory, packaging materials, labor, depreciation, overhead, transportation and other distribution costs. Cost of sales also includes recurring agricultural costs and shipping and handling costs, which are detailed below.

Agricultural Costs: Plant costs, including seeds, trees, vines and stems, and preproduction costs, including land preparation, pre-planting and planting costs, are generally capitalized into inventory and charged to cost of sales when the related crop is harvested and sold, with the exception of pineapples, in which the costs are generally expensed as incurred. Certain plant and preproduction costs are capitalized to property, plant and equipment, depending on the crop, and charged to cost of sales over their life. All land development costs, including farm and soil improvements, are capitalized to property, plant and equipment. The useful lives for plant, preproduction and land development costs capitalized to property, plant and equipment are 2 to 25 years and are based on historical yields, climate and weather conditions and likelihood of disease and pest interference. Recurring agricultural costs after the preproduction period, including ongoing pruning, fertilization, watering and farm labor, are generally capitalized into inventory and charged to cost of sales when the related crop is harvested and sold, with the exception of pineapples and bananas, in which the costs are expensed as incurred, due to the continuous nature of production and associated costs incurred throughout the year.

Shipping and Handling Costs: Amounts billed to third-party customers for shipping and handling are included as a component of revenue. Shipping and handling costs incurred are included as a component of cost of sales and represent fulfillment costs incurred by Dole to ship products from the sourcing location to the end customer and are not considered separate performance obligations.

Value-Added Taxes: Value-added taxes that are collected from customers and remitted to taxing authorities are excluded from revenue and cost of sales. Receivables related to value-added taxes are included within other receivables, net, and other assets in the consolidated balance sheets, depending on the expected timing of collection. Payables related to value-added taxes are included within payroll and other tax in the consolidated balance sheets.

Marketing and Advertising Costs: Marketing and advertising costs, which include media, production and other promotional costs, are generally expensed in the period in which the marketing or advertising first takes place. Marketing and advertising costs, included in selling, marketing and general and administrative expenses in the consolidated statements of operations, amounted to \$17.9 million, \$17.8 million and \$10.6 million for the years ended December 31, 2023, December 31, 2022 and December 31, 2021, respectively.

Research and Development Costs: Research and development costs are expensed as incurred and are included in cost of sales or selling, marketing and general and administrative expenses in the consolidated statements of operations, based on the nature of the project. Research and development costs amounted to \$9.0 million, \$9.2 million and \$3.8 million for the years ended December 31, 2023 and December 31, 2022 and December 31, 2021 respectively.

Merger, Transaction and Other Related Costs: Dole records and separately states merger, transaction and other related costs to reflect non-recurring acquisition, divestiture and merger-related activities. These costs were \$11.5 million for the year ended December 31, 2023 and are recorded in loss from discontinued operations, net of income taxes in the consolidated statements of operations. These costs were not material for the year ended December 31, 2022 and \$30.1 million for the year ended December 31, 2021 and primarily related to the Merger and IPO Transaction.

Gain on Asset Sales: Gain on asset sales primarily consists of gains and losses incurred through the disposal of assets held-for-sale and actively marketed property and other property disposed in the ordinary course of business. During the years ended December 31, 2023 and December 31, 2022, gains on asset sales were \$54.1 million and \$11.8 million, respectively and primarily relate to disposal of assets held-for-sale and actively marketed property. During the year ended December 31, 2021, gains and losses on asset sales were not material. See Note 11 “Assets Held-For-Sale and Actively Marketed Property” for additional detail.

Gain on Disposal of Businesses: Dole records and separately states the net gains and losses related to the disposal of businesses or subsidiaries.

Interest Income: Interest income comprises interest earned from funds invested and other receivables, such as interest earned on grower advances, and is recognized using the effective interest method over the term of the underlying agreement.

Interest Expense: Interest expense comprises interest on borrowings, amortization of discounts and issuance costs related to borrowings, interest on finance lease liabilities, fees for the sale of trade receivables, debt extinguishment costs and arrangement fees for borrowings.

Income Taxes: Dole accounts for deferred taxes under the asset and liability method, which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been included in the financial statements. Under this method, deferred tax assets and liabilities are determined based on the differences between the financial statement carrying amount and the tax basis of assets and liabilities, using enacted tax rates in effect for the year in which the differences are expected to reverse. The effect of a change in tax rates on deferred tax assets and liabilities is recognized in income in the period that includes the enactment date.

A valuation allowance is provided to reduce deferred tax assets to the amount more likely than not to be realized. The Company recognizes the benefit of a tax position only to the extent that it is more likely than not that the tax position will be sustained on examination by the taxing authorities, based on the technical merits of the position. If the tax position is deemed more-likely-than-not to be sustained, the tax position is then assessed to determine the amount of benefit to recognize in the consolidated financial statements. The amount of the benefit that is recognized is the largest amount that is greater than 50.0% likely of being realized upon settlement. Income tax expense or benefit includes the effects of any resulting unrecognized tax benefits that are considered appropriate, as well as related net interest and penalties. In respect to undistributed earnings for foreign subsidiaries where those earnings are considered to be either indefinitely reinvested or could be distributed tax free, no deferred tax liability has been provided thereon.

The Company releases income tax effects from accumulated other comprehensive loss as individual items in accumulated other comprehensive loss are settled or otherwise disposed.

Discontinued Operations: The disposal or held-for-sale designation of a component or a group of components is presented as discontinued operations when it represents a strategic shift that had, or will have, a major effect on Dole’s operations and financial results. A component of an entity comprises operations and cash flows that can be clearly distinguished both operationally and for financial reporting purposes. In the first quarter of 2023, management determined that the planned exit of the Fresh Vegetables division met the criteria to be classified as held for sale and its results reported as a discontinued operation. See further detail in Note 4 “Acquisitions and Divestitures”.

Earnings (loss) per share: Basic earnings (loss) per share is calculated by dividing the net income or loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the period. Diluted earnings (loss) per share is calculated by dividing the net income or loss attributable to common

shareholders of the Company by the weighted average number of common shares outstanding, after the adjustment for the effects of potentially issuable shares, such as restricted stock units and stock options with a dilutive effect.

Operating and Reportable Segments: Operating segments, defined as components of the Company that engage in business activities from which they earn revenue and incur expenses, are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (“CODM”). The CODM, who is responsible for assessing performance and allocating resources amongst operating segments, is defined as the Chief Executive Officer (“CEO”) and Chief Operating Officer (“COO”).

Considering the anticipated exit from the Fresh Vegetables division, Dole has the following operating and reportable segments: Fresh Fruit, Diversified Fresh Produce – Europe, the Middle East and Africa (“Diversified Fresh Produce – EMEA”) and Diversified Fresh Produce – Americas and the Rest of the World (“Diversified Fresh Produce – Americas & ROW”). See further detail on operating and reportable segments in Note 6 “Segments”.

Cash and Cash Equivalents: Cash and cash equivalents consist of cash on hand and highly liquid investments, primarily money market funds and time deposits, with original maturities of three months or less. Whenever outstanding checks exceed cash balances, the balance of the book overdraft is reclassified to accounts payable in the consolidated balance sheets, and changes in book overdraft balances are presented within operating activities within the consolidated statements of cash flows. Restricted cash was not material as of December 31, 2023 and December 31, 2022.

Short-Term and Long-Term Investments: Dole sponsors various non-qualified benefit and executive compensation plans, with plan assets held in Rabbi Trusts. Short-term investments include the portion of the Rabbi Trust securities portfolio that approximates the short-term liability of the frozen non-qualified Supplemental Executive Retirement Plan (“SERP”) defined benefit plan and the total liability of the non-qualified deferred compensation Excess Savings Plan (“ESP”). Long-term investments include the portion of the Rabbi Trust securities portfolio that will be used to fund a portion of the long-term liability of the SERP plan. Securities are recorded at fair value with realized and unrealized gains and losses included in earnings. Dole estimates the fair value of its investments using prices provided by its custodian. See Note 18 “Fair Value Measurements” for further detail on fair value disclosures.

Trade Receivables: Trade receivables are recognized net of allowances, which approximates fair value. While in certain regions, the Company’s customer base consists of some large, key customers, credit risk related to trade receivables is mitigated due to the large number of customers dispersed worldwide. To reduce credit risk, Dole performs periodic credit evaluations of its customers but does not generally require advance payments or collateral. Expected credit losses for newly recognized trade receivables, as well as changes to existing expected credit losses during the period, are recognized in selling, marketing, general and administrative expenses in the consolidated statements of operations. Refer to Note 8 “Receivables and Allowances for Credit Losses” for further detail on how the Company estimates these credit losses. No individual customer accounted for more than 10.0% of Dole’s revenue during the years ended December 31, 2023, December 31, 2022 and December 31, 2021, nor accounted for greater than 10.0% of Dole’s account receivables as of December 31, 2023 and December 31, 2022.

Dole regularly sells a portion of its trade receivables under arrangements with third-party financial institutions. The Company accounts for the transfers of trade receivables as sales when it has surrendered control, at which point the receivables are derecognized. Determining when control has transferred requires evaluation of the nature and extent of the Company’s involvement with the transferred receivables as well as consideration of certain legal and other factors. See Note 8 “Receivables and Allowances for Credit Losses” for further detail.

Grower Advances: Dole makes advances to third-party growers for various farming needs. Some of these advances are secured with crop harvests or other collateral owned by the growers. Dole monitors these receivables on a regular basis and estimates expected credit losses for all outstanding grower advances to determine if a related impairment loss and allowance should be recognized. These expected credit losses are evaluated on a case-by-case basis and are based on historical credit loss information, among other quantitative and qualitative factors. Grower advances are stated at the gross advance amount less allowances for expected credit losses.

Grower advances are disaggregated into short-term advances that mature in one year or less, which are included within grower advance receivables, net, in the consolidated balance sheets and long-term advances that are included in other assets in the consolidated balance sheets. See Note 8 “Receivables and Allowances for Credit Losses” for further detail on grower advances.

Other Receivables: Other receivables consists primarily of receivables from governmental institutions, hedging receivables and miscellaneous non-trade receivables from customers, suppliers, and other third parties. These receivables

are recorded net of allowances established based on specific account data and factors such as historical losses, current economic conditions, age of receivables, the value of any collateral and payment status compared to payment terms. Receivables are written off against the allowance once management determines the receivable is uncollectible. See Note 8 “Receivables and Allowances for Credit Losses” for further detail on other receivables.

Concentration of Credit Risk: Financial instruments that potentially subject Dole to a concentration of credit risk principally consist of cash equivalents, investments, derivative contracts and grower advances. Credit risk related to trade receivables is mitigated through the Company’s large customer base and periodic credit valuations. Dole’s cash and investments are maintained with high quality financial institutions. Dole’s derivative contracts, which are discussed in greater detail below, are with major financial institutions. Dole’s grower advances are principally with farming enterprises and are generally secured by the underlying crop harvests or other collateral.

Inventories: Inventories are valued at the lower of cost or net realizable value. Costs related to fresh produce are determined on the first-in, first-out basis. Specific identification and average cost methods are also used primarily for certain packing materials and operating supplies. In the normal course of business, the Company incurs certain crop growing costs such as land preparation, planting, fertilization, grafting, pruning and irrigation. Based on the nature of these costs and type of crop production, these costs may be capitalized into inventory. Generally, all recurring direct and indirect costs of growing crops for fresh produce other than bananas and pineapples are capitalized into inventory. These costs are recognized into cost of sales during each harvest period. Due to the nature of the Company’s inventory, reserves for excess production and obsolescence are not significant.

Details of inventory in the consolidated balance sheets as of December 31, 2023 and December 31, 2022 were as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Finished products	\$ 233,092	\$ 208,671
Raw materials and work in progress	70,035	105,771
Crop growing costs	29,016	26,923
Agricultural and other operating supplies	46,449	52,785
Inventories, net of allowances	<u>\$ 378,592</u>	<u>\$ 394,150</u>

Physical goods that have completed production and are held-for-sale in the ordinary course of business are classified as finished products. Inventories classified as raw materials represent goods that will be consumed in production, such as fresh fruit or vegetables to be modified from their original form and those awaiting packaging, as well as items such as consumer packing, labels and pallets. Goods that are in the course of production are classified as work in progress. Inventories classified as crop growing costs include costs incurred up to the time crops are produced in commercial quantities. In addition, agricultural and other operating supplies that are consumed indirectly in production, such as ripening agents, fertilizer and fuel, are also capitalized into inventory.

Assets Held-for-Sale and Actively Marketed Property: Dole reports a business or assets as held-for-sale when management has approved or received approval to sell the business or assets and is committed to a formal plan, the business or assets are available for immediate sale, the business or assets are being actively marketed, the sale is anticipated to occur during the ensuing year, and the other specified criteria for held-for-sale classification are met. In certain situations when timing of the sale of land is uncertain and held-for-sale criteria are not met, Dole classifies such assets as actively marketed property. A business or assets classified as held-for-sale or land classified as actively marketed property are recorded at the lower of their carrying amount or estimated fair value less cost to sell. If their carrying amount exceeds their estimated fair value, a loss is recognized. Depreciation is not recorded on assets classified as held-for-sale or on land improvements associated with actively marketed property. Assets and liabilities related to a business classified as held-for-sale and actively marketed property are segregated in the consolidated balance sheets, and major classes are separately disclosed in the notes to the consolidated financial statements, commencing in the period in which the business or assets are classified as held-for-sale or actively marketed. See Note 11 “Assets Held-For-Sale and Actively Marketed Property” for additional detail.

Investments in Unconsolidated Affiliates: Investments in unconsolidated affiliates and joint ventures with ownership by Dole of 20.0% to 50.0% are recorded using the equity method, provided Dole has the ability to exercise significant influence. In addition, entities in which the Company has variable interests are also recorded using the equity method when it is determined that the Company is not the primary beneficiary in the relationship but has the ability to exercise significant influence. Under the equity method of accounting, a share of earnings and losses based on Dole's ownership percentage in the investment is recorded in earnings each period.

All material equity method investments have the same fiscal year-end as Dole. Where appropriate, the accounting policies of equity method investments have been adjusted to ensure consistency with the policies adopted by Dole.

All other unconsolidated investments where we do not have the ability to exercise significant influence are recorded at cost less impairment, adjusted for any observable price changes, as their fair value is not readily determinable. As of December 31, 2023 and December 31, 2022, substantially all of Dole's investments in unconsolidated affiliates have been accounted for under the equity method.

Dole evaluates its equity method investments and investments held at cost for impairment when facts and circumstances indicate that the carrying value of such investments may not be recoverable. Dole reviews several factors to determine whether the loss is other than temporary, such as the length and extent of the fair value decline, the financial condition and near-term prospects of the investee and whether Dole has the intent to sell or will be required to sell before the investment's anticipated recovery. If a decline in fair value is determined to be other than temporary, an impairment charge is recorded in the consolidated statements of operations.

Property, Plant and Equipment: Property, plant and equipment is stated at cost plus any asset retirement costs, less accumulated depreciation. Depreciation is computed using the straight-line method over the estimated useful lives of these assets. Dole reviews long-lived assets to be held and used for impairment whenever events or changes in circumstances indicate that the carrying amount of the asset group may not be recoverable. If an evaluation of recoverability is required, the estimated undiscounted future cash flows directly associated with the asset are compared to the asset's carrying amount. If this comparison indicates that there is an impairment, the amount of the impairment is calculated by comparing the carrying value to discounted expected future cash flows or comparable market values, depending on the nature of the asset group. Routine maintenance and repairs are expensed as incurred.

For the years ended December 31, 2023 and December 31, 2022, Dole recognized write-down and impairment losses of approximately \$2.2 million and \$0.4 million, respectively. Dole did not recognize any write-down and impairment losses for the year ended December 31, 2021.

See Note 12 "Property, Plant and Equipment" for additional detail on the major classes of property, plant and equipment and their respective useful lives.

Dry-Docking Costs: Dole incurs costs for planned major maintenance activities related to its vessels during regularly scheduled dry dockings that occur approximately every 2 to 7 years, depending on the age of the vessel. Costs incurred during the dry-docking period, such as overhaul costs, are capitalized and amortized to the next overhaul. Routine repairs and maintenance related to vessels are expensed as incurred and included in cost of sales in the consolidated statements of operations. Amortization costs related to dry docking are also included in cost of sales in the consolidated statements of operations.

Leases: Dole leases fixed assets for use in operations where leasing offers advantages of operating flexibility and is less expensive than alternative types of funding. Dole also leases land in countries where land ownership by foreign entities is restricted or where purchasing is not a viable option.

Dole's leases are evaluated at inception and any subsequent modification and, depending on the lease terms, are classified as either finance or operating leases. For leases with terms greater than one year, the Company recognizes a related asset ("right-of-use asset") and obligation ("lease liability") on the lease commencement date, calculated as the present value of lease payments over the lease term. Right-of-use assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease. Dole's leases may include rental escalation clauses, renewal options and termination options that are factored into the determination of lease payments and lease term when appropriate. Dole's lease agreements do not contain any residual value guarantees. The majority of Dole's leases are classified as operating leases. Dole's principal operating leases are for vessel containers that do not meet the finance lease criteria, ports, land and warehouse facilities. Dole's finance leases primarily consist of vessel containers and machinery and equipment that meet the finance lease criteria. Dole's decision to exercise any renewal options is primarily dependent on the level of business conducted at the location and the profitability of the renewal.

The Company has elected to account for lease and non-lease components as a single lease component in contracts where Dole is the lessee. When available, the rate implicit in the lease is used to discount lease payments to present value; however, most of Dole's leases do not provide a readily determinable implicit rate. Therefore, the Company's incremental borrowing rate is used to discount the lease payments based on information available at lease commencement.

When the Company acts as a lessor for contracts that contains a lease component, the Company allocates the consideration in the contract to each lease component on the basis of their relative standalone prices at inception or modification of the lease. Also, the Company determines whether each lease is classified as a sales-type, direct financing or an operating lease. Dole recognizes income earned from operating leases on a straight-line basis over the lease term as a part of other income, net, in the consolidated statements of operations.

Goodwill and Intangible Assets: Goodwill represents the excess cost of a business acquisition over the fair value of the net assets acquired, including the amount assigned to identifiable intangible assets. Dole tests goodwill for impairment at the reporting unit level annually on the first day of the fourth quarter of each fiscal year and when there is an indicator of impairment. Dole defines each of its operating business segments as reporting units. The reporting units with allocated goodwill include Fresh Fruit, Diversified Fresh Produce – EMEA, and Diversified Fresh Produce – Americas & ROW. Other indefinite-lived intangible assets are also reviewed for impairment annually on the first day of the fourth quarter of each fiscal year, or more frequently if impairment indicators arise.

For the annual goodwill impairment test, management may assess qualitative factors to determine whether it is more likely than not that the fair value of each reporting unit with goodwill is less than its carrying amount. These qualitative factors include market and industry considerations, overall financial performance, and other relevant events and factors affecting the reporting unit. If the results of the qualitative assessment indicate that it is more likely than not that the fair value of a reporting unit is less than its carrying amount, a quantitative assessment is required for that reporting unit. Alternatively, the Company may bypass the qualitative assessment and perform a quantitative assessment.

In fiscal year 2023, Dole elected to bypass the qualitative test and performed a quantitative goodwill impairment assessment.

The quantitative assessment involves comparing the fair value of each reporting unit with allocated goodwill to its carrying amount. If the carrying amount of a reporting unit exceeds its estimated fair value, an impairment of goodwill is recognized up to the amount of goodwill allocated to the reporting unit. Fair values for reporting units are generally determined using a discounted cash flow model involving market multiples or appraised values, as appropriate. The present value models involve inputs which are sensitive and judgmental in nature, such as estimates of future financial performance, long-term cash flow projections and discount rates.

Dole's other indefinite-lived intangible assets, primarily consisting of the DOLE brand, are considered to have an indefinite life, because they are expected to generate cash flows indefinitely and, as such, are not amortized. The Company may perform a qualitative assessment for each indefinite-lived intangible asset to determine if it is more likely than not that the carrying amount of the asset exceeds its fair value, which would require a quantitative assessment. The quantitative test compares the fair value of the indefinite-lived intangible to its carrying amount. If the carrying amount exceeds fair value, an impairment loss is recognized. Dole may also elect to bypass the qualitative assessment and perform a quantitative assessment.

In fiscal year 2023, Dole elected to bypass the qualitative assessment and perform a quantitative test for the DOLE brand. Dole determined the fair value of the DOLE brand by using a relief-from-royalty method, involving inputs such as projected revenue and long-term growth rates, royalty rates and discount rates.

Dole's definite-lived intangible assets include customer relationships, supplier relationships and local brands, that are initially recorded at fair value and amortized on a straight-line basis over 3 to 15 years.

For the years ended December 31, 2023, December 31, 2022 and December 31, 2021, the Company determined there was no impairment of goodwill or intangible assets.

See Note 13 "Goodwill and Intangible Assets" for additional detail.

Bank Overdrafts: The Company and its subsidiaries have a number of bank overdraft facilities which are primarily used to fund seasonal working capital requirements. The total of these facilities as of December 31, 2023 and December 31, 2022 was \$11.5 million and \$8.6 million, respectively. The facilities contain covenants customary for unsecured facilities

of this kind, including financial covenants on maximum leverage and minimum interest cover. Bank overdrafts are classified as a current liability in the consolidated balance sheets. See Note 14 “Debt” for additional detail.

Debt: Debt is carried at the principal amount borrowed, including unamortized discounts and premiums and debt issuance costs, when applicable. Debt discounts and issuance costs are amortized over the term of the debt agreement using the effective interest method and are presented as a direct reduction of debt in the consolidated balance sheets, except for those issuance costs related to revolving credit facilities or line-of-credit arrangements which are recorded as a prepaid asset in the consolidated balance sheets. See Note 14 “Debt” for additional detail.

Derivative Financial Instruments: Dole holds derivative instruments to hedge against risks in foreign currency exchange, fuel costs and interest rates on long-term borrowings. Dole estimates the fair value of its derivatives, including any credit valuation adjustments, using market-based inputs. All realized gains and losses under designated cash flow hedges are included in earnings in the consolidated statements of operations, and unrealized gains and losses are included in other comprehensive income (loss). For all other hedges not designated as hedging instruments, all realized and unrealized gains and losses are recorded in the same line item within the consolidated statements of operations as the activity that is being hedged from a financial risk management perspective. We also classify the cash flows from our cash flow hedges and fair value hedges in the same category as the items being hedged on our consolidated statements of cash flows. See Note 17 “Derivative Financial Instruments” for additional detail on derivative instruments.

Fair Value Hedges: The Company enters into fair value hedges to hedge foreign currency exposure of certain non-functional currency denominated assets and liabilities. Dole enters into foreign currency forward contracts primarily to hedge the changes in fair value of certain intercompany loans and trade receivables denominated in a foreign currency.

Cash Flow Hedges: The Company enters into cash flow hedges to hedge against variability in certain expected future cash flows related to foreign currency exchange, fuel costs and interest rates on long-term borrowings. Dole enters into foreign currency exchange forward contracts and option contracts to hedge a portion of its forecasted revenue, cost of sales and operating expense. In addition, Dole incurs significant fuel costs transporting products from the sourcing location to the end customer. To mitigate the price uncertainty of future purchases of bunker fuel, Dole enters into bunker fuel swap contracts. Similarly, in order to mitigate interest rate uncertainty on long-term debt, Dole enters into interest rate swap agreements.

Fair Value of Financial Instruments: Dole’s financial instruments primarily comprise of cash and cash equivalents, short and long-term investments, short-term trade and grower receivables, trade payables and notes receivable, as well as long-term grower receivables, finance lease obligations, asset-based loans, contingent consideration and term loan facilities. The carrying amounts of short-term instruments, excluding Dole’s short-term Rabbi Trust investments that are recorded at fair value, approximate fair value because of their short maturity. Dole’s contingent consideration and long-term Rabbi Trust investments are recorded at fair value. Carrying amounts of other long-term financial instruments, excluding Dole’s term loans, approximate fair value, since the instruments bear interest at variable or fixed rates which approximate market rates. See Note 18 “Fair Value Measurements” for additional detail.

Dole also holds retirement plan assets which are measured at fair value. Dole estimates the fair value of its retirement plan assets based on quoted market prices, dependent on availability. In instances where quoted market prices are not readily available, the fair value of the investment securities is estimated based on pricing models using observable or unobservable inputs. As a practical expedient, the Company uses net asset value (“NAV”) to measure certain investments without a readily determinable fair value within the Company’s pension asset portfolio. See Note 15 “Employee Benefit Plans” for additional detail.

Foreign Currency Exchange: The functional currency of Dole is the U.S. dollar. For subsidiaries with transactions that are denominated in a currency other than the functional currency, the net foreign currency exchange transaction gains or losses resulting from the remeasurement of monetary assets and liabilities to the functional currency are included in the consolidated statements of operations. Transaction gains and losses were not material in the years ended December 31, 2023, December 31, 2022 and December 31, 2021. Net foreign currency exchange gains or losses resulting from the translation of assets and liabilities of foreign subsidiaries whose functional currency is not the U.S. dollar are recorded as a part of the cumulative translation adjustment in stockholders’ equity.

Pension and Postretirement Benefits: Dole sponsors several defined benefit pension plans and other postretirement benefit (“OPRB”) plans covering certain eligible employees. The funded status of these plans is recorded on the consolidated balance sheets, with overfunded plans presented in other assets and underfunded plans presented in pension and postretirement benefit liabilities. Net benefit obligations of underfunded plans that are due over the next year are presented as current liabilities. Actuarial assumptions including discount rates, salary increases, expected return on plan

assets, mortality, and other factors are used to measure the funded status and annual expense of the plans. Obligations and any assets associated with pension and postretirement benefit plans are measured at fair value as of December 31 each year. See Note 15 “Employee Benefit Plans” for additional detail.

Stock-Based Compensation: Stock-based compensation for Dole consists of restricted stock units (“RSUs”) and stock options. At their grant date, RSUs with only a service condition are valued using the current share price, RSUs with a market condition are valued using a Monte Carlo simulation approach and stock options are valued using the Black Scholes pricing model. Stock-based compensation expense is recognized over the requisite service period, which is the vesting period of each award.

Redeemable Noncontrolling Interest (“NCI”): If a put option is held by a NCI in a subsidiary undertaking, whereby the holder of the put option can require Dole to acquire the NCI's ownership in the subsidiary at a future date, the Company examines the nature of such a put option to determine whether the put option is a separate financial instrument to, or embedded within, the NCI.

As the Company's NCI containing put options have exercise prices based on future earnings of the related consolidated subsidiaries and meet the criteria for mezzanine classification, they are classified as redeemable NCI as mezzanine equity in the consolidated balance sheets. The options do not contain a limit to the amount that the Company could be required to pay upon exercise by the holder, and the embedded put and call features do not meet the criteria for bifurcation.

Both permanent and mezzanine-classified NCI are measured at fair value on the acquisition date. Each reporting period, net income and comprehensive income of a consolidated subsidiary is allocated to the controlling interest and NCI. When redemption of a mezzanine-classified NCI becomes probable, the NCI is accreted to its redemption value with the offset recorded to additional paid-in-capital in the consolidated statements of stockholders' equity. These changes are accreted over the period prior to the earliest redemption date or recognized immediately as redemption occurs.

As of December 31, 2023, the \$34.2 million of redeemable NCI in the consolidated balance sheets represents the carrying value of the redeemable NCI. The total gross redemption value of the instruments was \$40.3 million, had the options been exercised as of December 31, 2023, payable over a maximum of three years.

Guarantees: Dole makes guarantees as part of its normal business activities. Dole's guarantees include guarantees of the indebtedness of some of its key fruit suppliers and other entities integral to Dole's operations. Dole also issues bank guarantees as required by certain regulatory authorities, suppliers and other operating agreements, as well as to support the borrowings, leases and other obligations of its subsidiaries. The majority of Dole's guarantees relate to guarantees of subsidiary obligations and are scoped out of the initial measurement and recognition accounting requirements related to guarantees. See Note 19 “Contingencies” for further detail on the Company's guarantees.

Business Combinations: Business combinations are accounted for using the acquisition method of accounting. Application of this method of accounting requires that (i) identifiable assets acquired (including identifiable intangible assets) and liabilities assumed generally be measured at fair value as of the acquisition date, and (ii) the excess of the purchase price over the net fair value of identifiable assets acquired and liabilities assumed be recognized as goodwill.

Determining the fair value of assets acquired and liabilities assumed and the allocation of the purchase price requires management to use significant judgment and estimates, especially with respect to intangible assets. Estimates in valuing certain identifiable assets include, but are not limited to, the selection of valuation methodologies, estimates of future revenue and cash flows, expected long-term market growth, future expected operating expenses, costs of capital and appropriate discount rates. Management's estimates of fair value are based upon assumptions believed to be reasonable but which are inherently uncertain and unpredictable, and as a result, actual values may differ from these estimates. During the measurement period, certain adjustments may be recorded to the carrying fair value of the assets acquired and liabilities assumed with the corresponding offset to goodwill. After the measurement period, which could last up to one year after the transaction date, all adjustments are recorded in the consolidated statements of operations.

The NCI in acquired businesses are measured at fair value at the date of acquisition and are separately presented within stockholders' equity, distinct from equity attributable to Dole. Each reporting period, net income (loss) and comprehensive income (loss) of consolidated subsidiaries in which NCI are held are attributed to that NCI based on their equity interest in each consolidated subsidiary.

Contingent consideration is recognized and measured at fair value at the acquisition date. Any obligation of the Company to pay contingent consideration in connection with a business combination is classified as a liability as required by ASC 480, *Distinguishing Liabilities from Equity*; otherwise, it is classified as equity. Post-combination accounting for contingent consideration is impacted by its initial classification. When it is classified as a liability, it is remeasured at each reporting date at fair value, and any changes in fair value are reported within earnings. When it is classified as equity, the contingent consideration is not subsequently remeasured, and its settlement is accounted for within equity. Total contingent consideration as of December 31, 2023 and December 31, 2022 amounted to \$9.1 million and \$6.8 million, respectively. Dole's contingent consideration represents the provision for the net present value of the amounts expected to be payable for acquisitions which are subject to earn-out arrangements and is expected to be paid between 2024 and 2027.

See Note 4 "Acquisitions and Divestitures" for further detail on the Acquisition that occurred in the year ended December 31, 2021.

Contingencies: Estimated losses from contingencies are recognized at fair value if it is probable that an asset has been impaired or a liability has been incurred as of the date of the financial statements and the amount of that loss can be reasonably estimated. Gain contingencies are not recognized until realized. Judgment is used to assess whether a loss contingency is probable and estimable, and actual results may differ from that estimate. See Note 19 "Contingencies" for further detail on the Company's contingencies.

NOTE 3 — NEW ACCOUNTING PRONOUNCEMENTS

New Accounting Pronouncements Adopted

ASU 2020-04, ASU 2021-01, and ASU 2022-06 – Reference Rate Reform (Topic 848)

The Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2020-04, *Reference Rate Reform (Topic 848) – Facilitation of the Effects of Reference Rate Reform on Financial Reporting*, in March 2020 and subsequently issued ASU 2021-01 in January 2021 and ASU 2022-06 in December 2022. The amendments in these updates provide optional expedients and exceptions related to the accounting for contracts and hedging relationships that reference the London Interbank Offered Rate ("LIBOR") or another reference rate expected to be discontinued due to reference rate reform if certain criteria are met.

As of June 2023, Dole modified all of its borrowings and interest rate swaps that referenced LIBOR to now reference the Secured Overnight Financing Rate ("SOFR"). The Company has adopted certain elections under this guidance to account for the debt modifications as continuations of the existing agreements and maintain the hedge effectiveness of its interest rate swaps. The adoption of these elections did not impact Dole's financial condition, results of operations, cash flows and related disclosures.

New Accounting Pronouncements Not Yet Adopted

ASU 2023-07 – Segment Reporting (Topic 280): Improvements to Reportable Segment Disclosures

In November 2023, the FASB issued ASU 2023-07, *Segment Reporting (Topic 280): Improvements to Reportable Segment Disclosures*, which enhances interim and annual segment disclosure requirements, including disclosure of certain significant segment expenses. The amendments in this update are effective for fiscal years beginning after December 15, 2023, and interim periods within fiscal years beginning after December 15, 2024, with early adoption permitted. We are evaluating the potential impact of the new requirements on our segment disclosures.

ASU 2023-09 – Income Taxes (Topic 740): Improvements to Income Tax Disclosures

In December 2023, the FASB issued ASU 2023-09, *Income Taxes (Topic 740): Improvements to Income Tax Disclosures*, which enhances certain income tax disclosure requirements, including additional disclosure related to the income tax rate reconciliation and income taxes paid. The amendments in this update are effective for annual periods beginning after December 15, 2024, with early adoption permitted. We are evaluating the potential impact of the new requirements on our income tax disclosures.

NOTE 4 — ACQUISITIONS AND DIVESTITURES

Vegetables Exit Process

On January 30, 2023, Dole entered into the Fresh Express Agreement, pursuant to which Fresh Express has agreed to acquire the Fresh Vegetables division for approximately \$293.0 million in cash, subject to certain adjustments set forth in the Fresh Express Agreement. As of December 31, 2023, the Company concluded that it would dispose of the Fresh Vegetables division, either through closing of the Fresh Express Agreement or through completion of an alternative transaction, by the end of fiscal year 2024. See Note 25 “Subsequent Events” for further detail.

The Fresh Vegetables division comprises substantially all of the assets and all of the liabilities of the former Fresh Vegetables reportable segment. Certain assets of the Fresh Vegetables reportable segment that are excluded from the transaction are not material, individually or in the aggregate.

The Company determined that exiting the Fresh Vegetables business represents a strategic shift that will have a material effect on the Company’s operations and results. Despite the outcome of the Fresh Express Agreement, the Company is committed to exiting the business through the Vegetables exit process. As such, the results of the Fresh Vegetables division have been classified as discontinued operations in the consolidated statements of operations for the periods presented, and its related assets and liabilities have been classified as held for sale in the consolidated balance sheets as of March 31, 2023 and onwards. As a result, depreciation and amortization on long-lived assets have ceased as of March 31, 2023.

Upon exiting the business, Dole does not anticipate having significant continuing involvement with the Fresh Vegetables division and any such involvement will be limited to certain transition service arrangements that are not expected to be material to Dole’s continuing operations.

The following tables present the results of the Fresh Vegetables division as reported in loss from discontinued operations, net of income taxes, in the consolidated statements of operations and the carrying value of assets and liabilities as presented within assets and liabilities held for sale in the consolidated balance sheets.

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars in thousands)		
Revenues, net	\$ 1,143,239	\$ 1,205,902	\$ 510,663
Cost of sales	(1,102,761)	(1,211,071)	(505,528)
Gross profit (loss)	40,478	(5,169)	5,135
Selling, marketing, general and administrative expenses	(45,872)	(55,520)	(26,579)
Transaction costs	(11,491)	—	—
Gain (loss) on asset sales	50	(150)	20
Operating (loss) from discontinued operations	(16,835)	(60,839)	(21,424)
Other income, net	821	722	223
Net interest expense ¹	(6,284)	(4,879)	(1,905)
Loss from discontinued operations before income taxes	(22,298)	(64,996)	(23,106)
Income tax benefit	452	8,456	2,353
Less: Loss from discontinued operations attributable to noncontrolling interests	28	93	185
Loss from discontinued operations, net of income taxes	\$ (21,818)	\$ (56,447)	\$ (20,568)

¹ Net interest expense presented within discontinued operations is net of interest income and includes the allocated interest expense related to the portion of Term Loan A and Term Loan B required to be repaid if the closing of the Fresh Express Transaction had occurred. See Note 14 “Debt” for further detail.

	December 31, 2023	December 31, 2022
ASSETS		
	(U.S. Dollars in thousands)	
Cash and cash equivalents	\$ 1,425	\$ —
Current receivables, net ¹	15,633	13,474
Inventories, net	35,266	42,728
Prepaid expenses and other current assets	5,724	6,050
Property, plant and equipment, net	230,292	227,183
Operating lease right-of-use assets	107,390	99,139
Other noncurrent assets	18,727	17,506
Total Fresh Vegetables assets held for sale	414,457	406,080
Fresh Vegetables current assets held for sale	414,457	62,252
Fresh Vegetables non-current assets held for sale	—	343,828
Total Fresh Vegetables assets held for sale	\$ 414,457	\$ 406,080
LIABILITIES		
Accounts payable	\$ 69,998	\$ 88,995
Accrued and other current liabilities	82,019	85,664
Operating lease liabilities	87,477	98,145
Deferred income tax liabilities	34,005	24,973
Other long-term liabilities	17,843	17,858
Total Fresh Vegetables liabilities held for sale	291,342	315,635
Fresh Vegetables current liabilities held for sale	291,342	199,255
Fresh Vegetables non-current liabilities held for sale	—	116,380
Total Fresh Vegetables liabilities held for sale	\$ 291,342	\$ 315,635

¹Fresh Vegetables currently sells its trade receivables under the facility with recourse provisions described in Note 8 “Receivables and Allowances for Credit Losses.” Upon exiting the Fresh Vegetables business, Fresh Vegetables’ position under the facility will be settled.

Total Produce and Legacy Dole Transaction

On July 29, 2021, the Merger was completed between Total Produce and Legacy Dole and on July 30, 2021, the newly created entity, Dole plc, consummated its IPO on the NYSE under the ticker symbol “DOLE”.

On February 1, 2018, Total Produce entered into a Securities Purchase Agreement with the C&C Parties to purchase 45.0% of Legacy Dole for \$300.0 million (“Original Transaction”) with options to acquire the remaining 55.0% in future years. The Original Transaction closed on July 31, 2018, and Total Produce accounted for its investment in Legacy Dole under the equity method of accounting until the Merger and IPO Transaction. On July 29, 2021, the Merger between Total Produce and Legacy Dole occurred in the following manner: (i) shares in Total Produce were exchanged for shares in Dole plc through a scheme of arrangement at a fixed exchange ratio, and (ii) Legacy Dole merged with a subsidiary of Dole plc via a reverse triangular merger. Through the Merger, Total Produce shareholders and C&C Parties received 82.5% and 17.5%, respectively, of the shares in Dole plc outstanding immediately prior to the IPO Transaction.

As a result of the Merger, Total Produce acquired the remaining 55.0% of Legacy Dole in exchange for stock consideration along with the forgiveness of certain indemnities and loans owed by C&C Parties. Total consideration was calculated as \$576.2 million and is inclusive of an implied equity value for Legacy Dole based on the IPO price of \$16.00, after considering the forgiveness of certain indemnities and loans owed by C&C Parties.

Through the IPO Transaction, the Company incurred underwriting fees and other issuance costs of \$29.6 million, which were recorded in equity as a reduction of gross proceeds. For the year ended December 31, 2021, the Company also incurred other Merger and IPO costs of \$30.1 million, which are recorded in merger, transaction and other related costs in the consolidated statements of operations.

At the time of the Merger, Total Produce’s investment in Legacy Dole was approximately \$259.0 million. Based on the implied equity value of the stock consideration for the existing 45.0% equity interest, the Company recognized an impairment loss of \$122.9 million. The Company also recognized a gain on the settlement of preexisting contractual

arrangements of \$93.0 million. The net loss on Legacy Dole arising from the step-up acquisition was \$4.0 million, after considering the impairment, offset by the gain on the preexisting contractual arrangements and other items. The net loss was included in equity method earnings in the consolidated statements of operations. See Note 22 “Investments in Unconsolidated Affiliates” for additional detail on the calculation of the net loss on Legacy Dole arising from the step-up acquisition.

Purchase Price Allocation

The purchase price of Legacy Dole exceeded the fair value of the identifiable net assets and, accordingly, \$273.3 million was allocated to goodwill, none of which is tax deductible. The goodwill arising from the Acquisition consists largely of the synergies and economies of scale expected from combining the operations of Total Produce and Legacy Dole. The goodwill has been assigned to the Fresh Fruit operating segment. The Company also acquired \$310.7 million of intangible assets which primarily relate to the indefinite-lived DOLE brand of \$306.3 million. See Note 13 “Goodwill and Intangible Assets” for further detail.

The components of the purchase price were as follows:

	Amount
	(U.S. Dollars in thousands)
Equity instruments	\$ 576,186
Cash acquired	(108,973)
Net intercompany payable to Legacy Dole at acquisition	(6,900)
Net consideration	<u>\$ 460,313</u>

The purchase price was allocated to the assets and liabilities acquired in the Acquisition as follows:

	Amount
Current assets, less inventory and cash acquired	\$ 617,552
Inventory	256,979
Property, plant and equipment	1,262,914
Intangible assets	310,659
Other assets	423,855
Goodwill	273,274
Current liabilities, less current portion of debt	(664,464)
Debt	(1,392,343)
Other liabilities	(618,495)
	469,931
Noncontrolling interests assumed	(9,618)
	<u>\$ 460,313</u>

Note that these assets and liabilities are inclusive of Fresh Vegetables which is classified as held for sale in the consolidated balance sheets as of December 31, 2022. Other assets include long-term investments, investments in unconsolidated affiliates, actively marketed property, operating lease right-of-use assets, deferred tax assets and other long-term assets. Other liabilities includes long-term operating lease liabilities, deferred tax liabilities, long-term pension and postretirement benefits, and other long-term liabilities.

Included within property, plant and equipment is \$68.1 million of previously uncanceled pineapple costs that were recognized to reflect the value associated with the pineapple bearer plant. The fair value uplift related to these bearer plants was reversed and recognized to cost of sales on a straight-line basis over the life of these plants, which was complete as of December 31, 2022. The total incremental charge to cost of sales related to this uplift was \$39.7 million and \$28.4 million for the years ended December 31, 2022 and December 31, 2021, respectively.

Following the acquisition date, the operating results of Legacy Dole have been included in the consolidated financial statements. For the period from the acquisition date through December 31, 2021, revenue attributable to Legacy Dole was \$1.9 billion and net loss attributable to Legacy Dole was \$80.6 million, inclusive of \$35.2 million related to the amortization of the inventory step-up to recognize the biological transformation of pineapple and banana crops and \$39.7 million related to the amortization of the fixed asset step-up of pineapple bearer plants.

The following table represents the pro forma revenue and earnings, including material and nonrecurring pro forma adjustments, of the combined company, assuming the Acquisition Date was January 1, 2020. The pro forma revenue presented below includes the revenue from the discontinued operations of Fresh Vegetables.

	Year Ended December 31, 2021
	(U.S. Dollars in thousands)
Revenue	\$ 9,285,672
Net income attributable to Dole plc	151,651
Material and nonrecurring pro forma adjustments:	
Elimination of intercompany revenue	\$ (72,389)
Removal of equity method earnings of Legacy Dole investment, net of tax	(24,396)

Other Acquisitions and Divestitures

The Company normally engages in acquisitions to grow its business and product offerings. The majority of acquisitions represent an increase of an existing ownership percentage to obtain control of entities previously accounted for under the equity method. See Note 22 “Investments in Unconsolidated Affiliates” for additional detail on acquisitions and divestitures related to investments in unconsolidated affiliates.

In the year ended December 31, 2023, the Company acquired ownership interests in a number of subsidiaries, none of which were material, individually or in the aggregate. Total purchase consideration for these acquisitions was \$9.9 million, and total goodwill acquired was \$9.9 million. See Note 13 “Goodwill and Intangible Assets.” Additionally, in the year ended December 31, 2023, the Company disposed of ownership interests in a subsidiary to a noncontrolling interest. Aggregate consideration received was not material, and there was no gain or loss on the disposal.

For the year ended December 31, 2022, the Company acquired additional ownership interests in a subsidiary. Aggregate purchase consideration and net assets acquired were not material, and total goodwill acquired was \$1.2 million. See Note 13 “Goodwill and Intangible Assets.” Additionally, in the year ended December 31, 2022, the Company disposed of a subsidiary. Aggregate consideration received and net assets disposed were not material, and there was a gain on the disposal of \$0.2 million.

For the year ended December 31, 2021 there were no other material acquisitions, aside from those described in Note 22 “Investments in Unconsolidated Affiliates.” Additionally, the Company divested of two subsidiaries. Aggregate consideration received, net assets disposed and the net gain recognized for these divestitures were not material.

NOTE 5 — REVENUE

The following table presents the Company's disaggregated revenue by similar types of products and services for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Diversified produce	\$ 5,156,386	\$ 5,062,985	\$ 4,740,812
Tropical fruit	2,697,228	2,580,192	982,652
Health foods and consumer goods	137,000	122,733	136,149
Commercial cargo	184,944	194,308	78,489
Other	69,710	64,185	5,637
Total revenue, net	<u>\$ 8,245,268</u>	<u>\$ 8,024,403</u>	<u>\$ 5,943,739</u>

The following table presents the Company's disaggregated revenue by channel for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Third party revenue:			
Retail	\$ 4,819,832	\$ 4,638,740	\$ 3,582,243
Wholesale	2,564,747	2,607,624	1,811,072
Food service	497,687	452,040	356,821
Commercial cargo	184,944	194,308	78,489
Other	50,416	10,599	5,149
Revenue from sales to unconsolidated affiliates	127,642	121,092	109,965
Total revenue, net	<u>\$ 8,245,268</u>	<u>\$ 8,024,403</u>	<u>\$ 5,943,739</u>

NOTE 6 — SEGMENTS

Accounting for the anticipated exit from the Fresh Vegetables division, Dole has the following three reportable segments, which align with the manner in which the business is managed: Fresh Fruit, Diversified Fresh Produce – EMEA and Diversified Fresh Produce – Americas & ROW. The Company's reportable segments are based on (i) financial information reviewed by the Chief Operating Decision Maker ("CODM"), defined as the Chief Executive Officer ("CEO") and Chief Operating Officer ("COO"), (ii) internal management and related reporting structures and (iii) the basis upon which the CODM assesses performance and allocates resources.

Fresh Fruit: The Fresh Fruit reportable segment primarily sells bananas and pineapples which are sourced from local growers or Dole-owned and leased farms, predominately located in Latin America, and sold throughout North America, Europe, Latin America and Asia. This segment also operates a commercial cargo business, which offers available capacity to transport third party cargo on company-owned vessels that are primarily used internally for transporting bananas and pineapples between Latin America, North America and Europe.

Diversified Fresh Produce – EMEA: The Diversified Fresh Produce – EMEA reportable segment includes Dole's Irish, Dutch, Spanish, Portuguese, French, Italian, U.K., Swedish, Danish, South African, Czech, Slovakian, Polish and Brazilian businesses, the majority of which sell a variety of imported and local fresh fruits and vegetables through retail, wholesale and, in some instances, food service channels across the European marketplace.

Diversified Fresh Produce – Americas & ROW: The Diversified Fresh Produce – Americas & ROW reportable segment includes Dole's U.S., Canadian, Chilean, Peruvian, Mexican, Argentinian and Indian businesses, all of which market globally and locally-sourced fresh produce from third-party growers or Dole-owned farms through retail, wholesale and food service channels globally.

Prior to the acquisition of Legacy Dole, Total Produce considered its 45.0% share in Legacy Dole to be a reportable segment. As such, operating results prior to the Acquisition Date related to Total Produce's share in Legacy Dole are separately reported.

Segment performance is evaluated based on a variety of factors, of which revenue and adjusted earnings before interest expense, income taxes and depreciation and amortization ("Adjusted EBITDA") are the financial measures regularly reviewed by the CODM. Management does not use assets by segment to evaluate performance or allocate resources. Therefore, assets by segment are not disclosed.

All transactions between reportable segments are eliminated in consolidation. Segment results for the years ended December 31, 2023, December 31, 2022 and December 31, 2021 have been updated to remove the discontinued operations of the Fresh Vegetables division, and corporate costs previously allocated to the Fresh Vegetables reportable segment have been reallocated to the remaining reportable segments.

Adjusted EBITDA is reconciled below to net income by (1) subtracting the loss from discontinued operations, net of income taxes; (2) subtracting the income tax expense or adding the income tax benefit; (3) subtracting interest expense; (4) subtracting depreciation charges; (5) subtracting amortization charges on intangible assets; (6) subtracting mark to market losses or adding mark to market gains related to unrealized impacts from derivative instruments and foreign currency denominated borrowings, realized impacts on noncash settled foreign currency denominated borrowings, net foreign currency impacts on liquidated entities and fair value movements on contingent consideration; (7) other items which are separately stated based on materiality, which, during the years ended December 31, 2023, December 31, 2022 and December 31, 2021, included adding or subtracting asset write-downs from extraordinary events, net of insurance proceeds, adding the gain or subtracting the loss on the disposal of business interests, subtracting the incremental costs from the fair value uplift for biological assets related to the acquisition of Legacy Dole, adding the gain or subtracting the loss on the sale of investments accounted for under the equity method, adding the gain or subtracting the loss on asset sales for assets held for sale and actively marketed property, subtracting restructuring charges and costs for legal matters not in the ordinary course of business, subtracting charges for impairment of property, plant and equipment and subtracting costs incurred for the cyber-related incident; and (8) the Company's share of these items from equity method investments.

The following table provides revenue and Adjusted EBITDA by reportable segment:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Revenue:			
Fresh Fruit	\$ 3,135,866	\$ 3,047,149	\$ 1,133,038
Diversified Fresh Produce – EMEA	3,432,945	3,152,561	3,383,009
Diversified Fresh Produce – Americas & ROW	1,800,168	1,965,667	1,465,025
Total segment revenue	8,368,979	8,165,377	5,981,072
Intersegment revenue	(123,711)	(140,974)	(37,333)
Total consolidated revenue, net	<u>\$ 8,245,268</u>	<u>\$ 8,024,403</u>	<u>\$ 5,943,739</u>
Segment Adjusted EBITDA:			
Fresh Fruit	\$ 208,930	\$ 205,547	\$ 24,830
Diversified Fresh Produce – EMEA	133,570	111,053	126,871
Diversified Fresh Produce – Americas & ROW	42,618	43,796	41,580
Legacy Dole	—	—	93,353
Adjustments:			
Income tax (expense) benefit	(43,591)	25,603	10,980
Interest expense	(81,113)	(56,371)	(24,992)
Depreciation	(93,970)	(98,703)	(54,064)
Amortization of intangible assets	(10,198)	(10,893)	(11,404)
Merger, transaction and other related costs	—	—	(30,072)
Mark to market (losses) gains	(2,524)	(3,049)	3,160
Gain on asset sales	52,495	10,316	—
Incremental charges on biological assets and inventory related to acquisition of Legacy Dole	—	(41,145)	(66,492)
Cyber-related incident	(5,321)	—	—
Other items	(2,918)	231	959
Items in equity method earnings:			
Dole's share of depreciation	(7,224)	(8,073)	(30,390)
Dole's share of amortization	(2,513)	(2,542)	(3,218)
Dole's share of income tax expense	(5,826)	(5,623)	(27,297)
Dole's share of interest expense	(5,348)	(1,731)	(18,282)
Dole's share of other items	460	(186)	2,039
Income from continuing operations	177,527	168,230	37,561
Loss from discontinued operations, net of income taxes	(21,818)	(56,447)	(20,568)
Net income	<u>\$ 155,709</u>	<u>\$ 111,783</u>	<u>\$ 16,993</u>

Country of Domicile and Geographic Disclosures

The Company is headquartered and domiciled in Ireland. Revenue by geographic location based on the end customer for the years ended December 31, 2023, December 31, 2022 and December 31, 2021 was as follows:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
United States	\$ 3,189,105	\$ 3,272,943	\$ 1,831,591
U.K.	858,652	782,497	796,474
Spain	659,072	615,417	637,123
Sweden	598,801	574,682	613,911
Ireland	445,395	394,981	416,410
Other	2,494,243	2,383,883	1,648,230
Total revenue, net	<u>\$ 8,245,268</u>	<u>\$ 8,024,403</u>	<u>\$ 5,943,739</u>

Long-lived assets are comprised of property, plant and equipment, net. Long-lived assets by geographic location as of December 31, 2023 and December 31, 2022 were as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Costa Rica	\$ 252,287	\$ 261,793
Vessels and containers on-the-water or in-transit	191,561	207,621
United States	145,329	155,700
Honduras	106,061	108,993
Chile	102,145	94,150
Ecuador	86,680	85,200
U.K.	42,637	35,256
Czech Republic	34,051	30,913
Sweden	31,218	28,189
Spain	25,344	24,089
Denmark	24,676	24,266
Ireland	23,894	23,174
Other	36,351	36,780
Total long-lived assets	<u>\$ 1,102,234</u>	<u>\$ 1,116,124</u>

NOTE 7 — OTHER INCOME, NET

Included in other income, net, in Dole's consolidated statements of operations were the following items:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Rental income	\$ 8,633	\$ 11,005	\$ 4,979
Unrealized gain (loss) on foreign currency denominated borrowings	(5,467)	4,276	5,453
Realized gain on fair value hedges	639	—	—
Unrealized gain (loss) on fair value hedges	(843)	469	—
Non-cash realized gain on foreign currency denominated borrowings	—	1,029	—
Gain (loss) on investments	1,872	(3,835)	(286)
Non-service components of net periodic pension benefit (cost)	(1,721)	1,573	176
Gain (loss) on contingent consideration	91	14	(1,036)
Other	1,595	(3,931)	(851)
Other income, net	<u>\$ 4,799</u>	<u>\$ 10,600</u>	<u>\$ 8,435</u>

NOTE 8 — RECEIVABLES AND ALLOWANCES FOR CREDIT LOSSES***Trade Receivables***

Trade receivables as of December 31, 2023 and December 31, 2022 were \$538.2 million and \$610.4 million, net of allowances for credit losses of \$18.4 million and \$18.0 million, respectively. Trade receivables are also recorded net of allowances for sales deductions under the scope of ASC 606, *Revenue from Contracts with Customers*.

As a result of Dole's robust credit monitoring practices, the industry in which it operates and the nature of its customer base, the credit losses associated with trade receivables have historically not been significant in comparison to net revenue and gross trade receivables. The allowance for credit losses on trade receivables is measured on a collective pool basis, when the Company believes similar risk characteristics exist among customers. Trade receivables that do not share similar risk characteristics are evaluated on a case-by-case basis. Dole estimates expected credit losses based on ongoing monitoring of customer credit, macroeconomic indicators and historical credit losses based on customer and geographic region.

A rollforward of the allowance for credit losses for trade receivables for the years ended December 31, 2023 and December 31, 2022 was as follows:

	Amount (U.S. Dollars in thousands)
Balance as of December 31, 2021	\$ (21,416)
Additional provisions in the period	(9,624)
Recoveries of amounts previously reserved	7,477
Write-offs	2,120
Net impact from acquisitions and divestitures	36
Balance sheet reclassifications	2,256
Foreign exchange impact	1,150
Balance as of December 31, 2022	(18,001)
Net impact from acquisitions and divestitures	(179)
Additional provisions in the period	(10,500)
Recoveries of amounts previously reserved	8,497
Write-offs	3,725
Balance sheet reclassifications	(1,405)
Foreign exchange impact	(497)
Balance as of December 31, 2023	<u>\$ (18,360)</u>

Dole utilizes third-party trade receivables sales arrangements to help manage its liquidity. Certain arrangements contain recourse provisions in which Dole's maximum financial loss is limited to a percentage of receivables sold under the arrangements. Dole derecognizes all sold receivables from the consolidated balance sheets, as it accounts for the transfers as sales under ASC 860, *Transfers and Servicing*.

Certain arrangements contain recourse provisions relating to the credit losses of sold receivables in which Dole's maximum financial loss is limited to a percentage of receivables sold under the arrangements. On May 23, 2022, Dole entered into a new three-year committed trade receivables arrangement with recourse provisions. The maximum amount of receivables that can be sold under the new arrangement at any time is \$255.0 million. Upon the execution of the new arrangement and initial derecognition of sold receivables, the Company received total gross cash proceeds \$206.9 million, of which \$39.3 million was used to repay certain facilities that were terminated as a result of the new agreement.

Total facility amounts under these recourse trade receivable arrangements were \$255.0 million as of December 31, 2023. Total facility amounts under other non-recourse trade receivables arrangements were \$30.0 million as of December 31, 2023 and December 31, 2022. The non-recourse facilities extend indefinitely but may be cancelled at any time by Dole or the banks.

For those arrangements with recourse provisions, a recourse liability is recorded at fair value and remeasured quarterly to take into account activity during the period, as well as changes in the estimate for anticipated credit losses. Changes in the recourse liability's value attributable to revised estimates of anticipated credit losses have been and are expected to be immaterial, as the underlying receivables are short-term and do not have a high credit risk profile. The valuation of the recourse liability falls within Level 3 of the fair value hierarchy.

As of December 31, 2023, the Company had derecognized trade receivables under non-recourse facilities and facilities with recourse provisions of \$13.2 million and \$246.8 million, respectively. As of December 31, 2022, the Company had derecognized trade receivables under non-recourse facilities and facilities with recourse provisions of \$11.9 million and \$237.2 million, respectively. The carrying amount of the related recourse liability for the facilities with recourse provisions was \$4.8 million and \$4.5 million as of December 31, 2023 and December 31, 2022, respectively, which includes the amount related to the Fresh Vegetables division. This balance is recorded within accrued liabilities in the consolidated balance sheets.

During the years ended December 31, 2023, December 31, 2022 and December 31, 2021, the Company sold a total of \$3.9 billion, \$2.8 billion and \$1.3 billion, respectively, of trade accounts receivables under these programs in exchange for cash for the face value of the sold receivables. The fees associated with the sales of such receivables are recorded in interest expense in the consolidated statements of operations and were \$14.6 million and \$5.3 million for the years ended December 31, 2023 and December 31, 2022 and not material for the year ended December 31, 2021. The Company continues to service sold receivables, and the fair value of any resulting servicing liability is immaterial.

Fresh Vegetables currently sells its trade receivables under the facility with recourse provisions. The amounts disclosed include trade receivables sold in the Fresh Vegetables division. Upon exiting the Fresh Vegetables business, Fresh Vegetables' position under the facility will be settled.

Grower Advances

Dole makes cash advances and materials advances to third-party growers for various production needs, including labor, fertilization, irrigation, pruning and harvesting costs, and additionally incurs other supply chain costs on behalf of third-party growers that are recorded as grower advance receivables. Some of these advances are secured by collateral owned by the growers.

Grower advances are categorized as either working capital advances or term advances. Working capital advances are made to the growers during a normal seasonal growing cycle to support operational working capital needs. These advances are short-term in nature and are intended to be repaid with excess cash proceeds from the current crop harvest. Short-term grower loans and advances, whether secured or unsecured, are classified as grower advance receivables, net, in the consolidated balance sheets.

Term advances are made to support longer-term grower investments. These advances are long-term in nature, are typically secured by long-term grower assets and usually involve a long-term supply agreement for the marketing of fruit. These advances typically have structured repayment terms which are payable over the term of the advance or supply agreement with excess cash proceeds from the crop harvest, after payment of any outstanding working capital advances. The term of supply agreements and term advances is generally one to ten years. The current portion of term advances is classified as grower advance receivables, net, and the non-current portion of term advances is classified as other assets in the consolidated balance sheets.

Both working capital advances and term advances may bear interest. Accrued interest on these arrangements has not historically been significant to the financial statements.

The following table summarizes growers advances as of December 31, 2023 and December 31, 2022 based on whether the advances are secured or unsecured:

	December 31, 2023		December 31, 2022	
	Short-Term	Long-Term	Short-Term	Long-Term
	(U.S. Dollars in thousands)			
Secured gross advances to growers and suppliers	\$ 67,104	\$ 13,197	\$ 66,485	\$ 8,317
Allowance for secured advances to growers and suppliers	(11,416)	(1,317)	(12,534)	—
Unsecured gross advances to growers and suppliers	62,693	6,391	56,196	5,316
Allowance for unsecured advances to growers and suppliers	(8,423)	(4,375)	(3,283)	(3,147)
Net advances to growers and suppliers	<u>\$ 109,958</u>	<u>\$ 13,896</u>	<u>\$ 106,864</u>	<u>\$ 10,486</u>

Of the \$123.9 million and \$117.4 million of net advances to growers and suppliers as of December 31, 2023 and December 31, 2022, respectively, \$21.0 million and \$12.9 million was considered past due.

Dole monitors the collectability of grower advances through periodic review of financial information received from growers. The allowance for credit losses for grower advances is monitored by management on a case-by-case basis, considering historical credit loss information for the grower, the timing of the growing season and expected yields, the fair value of the collateral, macroeconomic indicators, weather conditions and other miscellaneous contributing factors. Dole generally considers an advance to a grower to be past due when the advance is not fully recovered by the excess cash proceeds on the current year crop harvest or when the advance is not repaid by the excess cash proceeds by the end of the supply term agreement.

A rollforward of the allowance for expected credit losses related to grower advances for the years ended December 31, 2023 and December 31, 2022 was as follows:

	Amount (U.S. Dollars in thousands)
Balance as of December 31, 2021	\$ (12,083)
Additional provisions in the period	(6,955)
Recoveries of amounts previously reserved	2,147
Write-offs	1,247
Balance sheet reclassifications	(3,500)
Foreign exchange impact	180
Balance as of December 31, 2022	(18,964)
Additional provisions in the period	(12,222)
Recoveries of amounts previously reserved	1,401
Write-offs	5,398
Balance sheet reclassifications	(1,161)
Foreign exchange impact	17
Balance as of December 31, 2023	<u>\$ (25,531)</u>

Other Receivables

Other receivables, net, are recognized at net realizable value, which reflects the net amount expected to be collected. Current and non-current balances of other receivables are included in other receivables, net, and other assets, respectively, in the consolidated balance sheets. Other receivables primarily comprise value-added taxes (“VAT”) receivables, other receivables from government and tax authorities and non-trade receivables from customers, suppliers and other third parties. Based on the nature of these agreements, the timing of collection is dependent on many factors, including government legislation and the timing of settlement of the contract or arrangement.

Other receivables as of December 31, 2023 and December 31, 2022 were \$138.4 million and \$152.2 million, net of allowances for credit losses of \$17.8 million and \$21.5 million, respectively. Of these amounts outstanding, VAT receivables represent \$43.1 million and \$39.8 million, net of allowances of \$11.7 million and \$14.7 million, respectively. VAT receivables are primarily related to purchases by production units and are refunded by certain taxing authorities. As of December 31, 2023 and December 31, 2022, the allowance related to non-trade receivables from customers, suppliers and other third parties was not significant.

NOTE 9 — INCOME TAXES

The following table presents income tax expense (benefit) by selected jurisdiction for each of the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
Current tax expense:	(U.S. Dollars in thousands)		
Ireland	\$ (92)	\$ 1,132	\$ 720
U.S.	18,884	(27,808)	(17,213)
Foreign - excluding the U.S. and Ireland	37,399	32,134	26,428
	<u>56,191</u>	<u>5,458</u>	<u>9,935</u>
Deferred tax (benefit):			
Ireland	(235)	(115)	354
U.S.	(4,562)	(8,916)	1,263
Foreign - excluding the U.S. and Ireland	(7,803)	(22,030)	(22,532)
	<u>(12,600)</u>	<u>(31,061)</u>	<u>(20,915)</u>
	<u>\$ 43,591</u>	<u>\$ (25,603)</u>	<u>\$ (10,980)</u>

Income (loss) from continuing operations before income taxes and equity earnings consisted of the following:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars in thousands)		
Ireland	\$ (13,119)	\$ 536	\$ (5,904)
U.S.	41,798	(20,188)	(42,910)
Foreign - excluding the U.S. and Ireland	177,248	155,553	27,368
	<u>\$ 205,927</u>	<u>\$ 135,901</u>	<u>\$ (21,446)</u>

The differences between the reported income tax expense (benefit) and income tax expense (benefit) computed at the Irish statutory income tax rate of 12.5%, the trading income tax rate of the Company's country of domicile, for the years ended December 31, 2023, December 31, 2022 and December 31, 2021, are explained in the following reconciliation:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars in thousands)		
Expense (benefit) computed at the Irish statutory rate of 12.5%	\$ 25,741	\$ 16,987	\$ (2,681)
Effects of:			
Foreign income taxed at different rates	26,471	3,057	3,567
Foreign currency remeasurement effects	(7,632)	(2,564)	1,158
Change in valuation allowances	(15,366)	5,183	966
Expenses not deductible for income tax purposes	3,393	2,669	4,497
Income not taxable	(1,962)	(4,238)	(188)
Interest expense not deductible for income tax purposes	—	1,659	—
Changes in unrecognized tax benefits, net of indirect effects	(2,349)	(37,763)	(18,264)
Recognition of deferred tax assets in respect of prior periods	—	(4,523)	—
Changes in estimates made in respect of prior periods	15,307	(6,054)	(63)
Other items	(12)	(16)	28
Income tax expense (benefit)	<u>\$ 43,591</u>	<u>\$ (25,603)</u>	<u>\$ (10,980)</u>

Included in changes in estimates made in respect of prior periods are adjustments to U.S. state net operating losses and state credits of \$18.0 million income tax expense, offset by an \$18.0 million reduction in the valuation allowance included within the change in valuation allowance row.

Deferred tax expense (benefit) recognized directly in other comprehensive income (loss) was as follows:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars in thousands)		
Pension and postretirement benefits	\$ (3,549)	\$ (4,847)	\$ (555)
Fair value of derivatives	(5,213)	(10,598)	(2,808)
Equity method investments	138	(138)	(832)
Total deferred tax expense recognized in other comprehensive income (loss)	<u>\$ (8,624)</u>	<u>\$ (15,583)</u>	<u>\$ (4,195)</u>

The following table provides details of the principal components of our deferred tax assets and liabilities as of December 31, 2023 and December 31, 2022:

	December 31, 2023	December 31, 2022
<u>Deferred tax assets:</u>	(U.S. Dollars in thousands)	
Other intangible assets	\$ 1,567	\$ 2,111
Property, plant and equipment	41,788	39,808
Operating leases	55,853	56,060
Accounts payable and accrued liabilities	21,356	18,557
Pension and postretirement benefits	26,186	38,625
Operating loss carry-forwards	116,937	115,807
Tax credit carry-forwards	1,697	9,504
Investments in unconsolidated affiliates	1,416	1,490
Other	19,971	18,137
Total deferred tax assets	286,771	300,099
Valuation allowances	(75,462)	(90,945)
Offset against deferred tax liabilities	(144,824)	(145,042)
Total deferred tax assets, net	<u>\$ 66,485</u>	<u>\$ 64,112</u>
<u>Deferred tax liabilities:</u>		
Other intangible assets	\$ 14,580	\$ 18,886
DOLE brand	76,570	76,570
Property, plant and equipment	74,326	73,917
Operating lease right-of-use assets	54,698	54,581
Accounts payable and accrued liabilities	3,215	7,056
Pension and postretirement benefits	7,226	18,791
Investments in unconsolidated affiliates	714	236
Other	6,148	13,408
Total deferred tax liabilities	237,477	263,445
Offset against deferred tax assets	(144,824)	(145,042)
Total deferred tax liabilities, net	<u>\$ 92,653</u>	<u>\$ 118,403</u>

As of December 31, 2023, Dole had approximately \$1.0 billion of operating loss carryforwards expiring as follows:

	Ireland	U.S.	Foreign (excluding U.S. and Ireland)	Total
	(U.S. Dollars in thousands)			
2024	\$ —	\$ 19,649	\$ 4,791	\$ 24,440
2025	—	23,094	4,934	28,028
2026	—	20,877	99	20,976
2027	—	29,362	4,519	33,881
2028	—	20,230	7,119	27,349
2029-2044	—	448,403	6,074	454,477
Indefinite	36,397	260,262	114,647	411,306
Total	<u>\$ 36,397</u>	<u>\$ 821,877</u>	<u>\$ 142,183</u>	<u>\$ 1,000,457</u>

As of December 31, 2023, U.S. state tax credit carryforwards of \$0.7 million include \$0.7 million which will expire between 2024 and 2028. In addition, Dole has \$1.1 million of U.S. federal foreign tax credit carryforwards. If unused, \$0.7 million will expire in 2029, \$0.0 million will expire in 2030, \$0.3 million will expire in 2032, and \$0.1 million will expire in 2033.

The following table presents the movement in the valuation allowance for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Amount (U.S. Dollars in thousands)
Balance as of December 31, 2020	\$ 16,395
Changes on acquisition/disposal	76,572
Increase recognized in the income statement	2,967
Decrease recognized in the income statement	(3,418)
Translation adjustments	(4,550)
Balance as of December 31, 2021	87,966
Changes on acquisition/disposal	(723)
Increase recognized in the income statement	7,675
Decrease recognized in the income statement	(2,492)
Changes in other comprehensive income	(234)
Translation adjustments	(1,247)
Balance as of December 31, 2022	90,945
Increase recognized in the income statement	8,036
Decrease recognized in the income statement	(23,402)
Translation adjustments	(117)
Balance as of December 31, 2023	<u>\$ 75,462</u>

The valuation allowance decreased by \$15.5 million in the year ended December 31, 2023 and by \$3.0 million in the year ended December 31, 2022. The 2023 decrease includes a net decrease of \$15.4 million recognized in the consolidated statements of operations and \$0.1 million decrease of exchange rate translation adjustments.

Dole is an Irish holding company that operates a significant number of foreign subsidiaries. As of December 31, 2023, the Company had not recognized a deferred tax liability on approximately \$671.1 million of undistributed earnings for certain foreign subsidiaries, because these earnings are intended to be indefinitely reinvested. If such earnings were distributed, some countries may impose additional taxes. The unrecognized deferred tax liability (the amount payable if distributed) is approximately \$48.5 million. Dole recognizes deferred tax assets on potential foreign tax credits expected to be generated by the repatriation of undistributed earnings only when the repatriation has occurred or is apparent to occur in the foreseeable future.

A reconciliation of the beginning and ending amount of unrecognized tax benefits (excluding interest and penalties) is as follows:

	Amount (U.S. Dollars in thousands)
Balance as of December 31, 2020	\$ 12,699
Changes on acquisition/disposal	52,341
Increases due to tax positions taken in the current year	1,004
Decreases due to lapse of statute of limitations	(17,056)
Translation adjustments	(907)
Balance as of December 31, 2021	48,081
Settlements	(1,047)
Decreases due to lapse of statute of limitations	(35,694)
Translation adjustments	(607)
Balance as of December 31, 2022	10,733
Decreases due to lapse of statute of limitations	(2,952)
Translation adjustments	212
Balance as of December 31, 2023	<u>\$ 7,993</u>

The total of unrecognized tax benefits was \$8.0 million and \$10.7 million as of December 31, 2023 and December 31, 2022, respectively. If recognized, it is estimated that Dole's effective tax rate would be affected by additional income tax benefit of \$5.5 million and \$7.3 million as of December 31, 2023 and December 31, 2022, respectively. At this time, Dole believes that it is reasonably possible that the total amount of unrecognized tax benefits could decrease within the next twelve months by approximately \$1.0 million related to the deduction of employee benefit matters, as a result of the lapse of the statute of limitations. The Company recognizes interest and penalties related to income taxes within income tax expense in the income statement. Dole recognized a benefit of \$0.4 million, \$4.4 million and \$4.9 million, respectively, for interest and penalties for the years ended December 31, 2023, December 31, 2022 and December 31, 2021. A liability was recognized for accrued interest and penalties of \$4.0 million and \$5.2 million as of December 31, 2023 and December 31, 2022, respectively.

The tax years 2020 to 2023 remain subject to examination by taxing authorities in the United States. The tax years 2019 to 2023 remain subject to examination by taxing authorities in the U.K. The tax years 2019 to 2023 remain subject to examination by taxing authorities in Ireland, Costa Rica, Ecuador, Germany and Guatemala. The tax years 2018 to 2023 remain subject to examination by taxing authorities in Sweden and Denmark.

NOTE 10 — DETAILS OF ACCRUED LIABILITIES

Included in accrued liabilities in Dole's consolidated balances sheets were the following items:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Amounts due to growers	\$ 124,928	\$ 143,943
Employee-related costs and benefits	97,081	90,582
Sales, marketing and advertising	16,766	14,983
Shipping related costs	28,305	33,644
Materials and supplies	14,627	16,316
Accrued interest	3,415	4,020
Deferred income	2,375	4,860
Professional services	8,551	11,327
Accrued rent	1,301	1,306
Hedging liability	7,004	9,328
Recourse liability	4,282	3,421
Miscellaneous other accrued liabilities	48,792	47,958
Total accrued liabilities	<u>\$ 357,427</u>	<u>\$ 381,688</u>

Miscellaneous other accrued liabilities primarily include liabilities related to accrued litigation reserves and legal costs and other accruals recorded based on timing. See Note 19 "Contingencies" for additional detail on the Company's legal activity.

NOTE 11 — ASSETS HELD-FOR-SALE AND ACTIVELY MARKETED PROPERTY

Dole continuously reviews its assets in order to identify those assets that do not meet Dole's future strategic direction or internal economic return criteria. As a result of this review, Dole has identified and is in the process of selling certain assets which are classified as either held-for-sale or actively marketed property. The assets that have been identified are available for sale in their present condition and an active program is underway to sell the properties. For property classified as held-for-sale, their sale is anticipated to occur during the ensuing year, while the timing of the sale of property specifically classified as actively marketed is uncertain.

Assets held-for-sale

As of December 31, 2023 and December 31, 2022, assets held for sale were \$1.8 million and \$0.6 million, respectively, of property, plant and equipment. There were no liabilities held for sale as of December 31, 2023 and December 31, 2022. During the year ended December 31, 2023, Dole approved and committed to sell two vessels and a number of properties in Latin America in the Fresh Fruit reportable segment, two properties in the U.S. in the Diversified Fresh Produce – Americas & ROW reportable segment, one property in Ireland in the Diversified Fresh Produce – EMEA reportable segment and certain assets in the U.S. that are excluded from the Vegetables exit process. As a result, assets with total net book values of \$1.1 million, \$3.2 million, \$0.2 million and \$6.9 million, respectively were transferred to assets held for sale. During the year ended December 31, 2022, Dole approved and committed to sell two buildings in Europe in the Diversified Produce – EMEA reportable segment, one property in North Carolina in the Diversified Produce – Americas & ROW reportable segment and one property in Latin America in the Fresh Fruit reportable segment. As a result, related assets with a total net book value of \$2.8 million, \$0.3 million and \$0.2 million, respectively, were transferred to assets held for sale.

In the year ended December 31, 2023, Dole sold the two vessels and properties in Latin in the Fresh Fruit reportable segment, three properties in the U.S. in the Diversified Fresh Produce – Americas & ROW reportable segment and the assets in the U.S. that are excluded from the Vegetables exit process, with a total net book value of \$10.0 million, at a total gain of \$20.8 million. In the year ended December 31, 2022, Dole sold two buildings in Europe in the Diversified Fresh Produce – EMEA reportable segment, with a total net book value of \$2.8 million, at a total gain of \$7.8 million. In the year ended December 31, 2021, Dole sold two vessels and a property in Latin America in the Fresh Fruit reportable segment, a ranch in North America and a Corporate-owned plane, with a total net book value of \$21.7 million. There were no gains or losses on the sales.

A rollforward of assets held-for-sale for the years ended December 31, 2023 and December 31, 2022 in the consolidated balance sheets was as follows:

	Amount (U.S. Dollars in thousands)
Balance as of December 31, 2021	\$ 200
Additions	3,339
Reclassifications	(120)
Sales	(2,774)
Balance as of December 31, 2022	645
Additions	11,315
Sales	(9,978)
Other	(150)
Balance as of December 31, 2023	<u>\$ 1,832</u>

Actively marketed property

As of December 31, 2023 and December 31, 2022, actively marketed property was \$13.8 million and \$31.0 million, respectively, and consisted entirely of land in Hawaii in the Fresh Fruit reportable segment. In the years ended December 31, 2023 and December 31, 2022, Dole sold actively marketed Hawaii land, with net book values of \$17.2 million and \$20.7 million, respectively, at total gains of \$31.7 million and \$2.5 million, respectively. In the year ended December 31, 2021, Dole sold actively marketed Hawaii land, with a net book value of \$2.4 million, and there were no gains or losses on the sale.

A rollforward of actively marketed property for the years ended December 31, 2023 and December 31, 2022 in the consolidated balance sheets was as follows:

	Amount (U.S. Dollars in thousands)
Balance as of December 31, 2021	\$ 50,364
Measurement period adjustments	1,303
Land sales	(20,660)
Balance as of December 31, 2022	31,007
Land sales	(17,226)
Balance as of December 31, 2023	<u>\$ 13,781</u>

See Note 4 “Acquisitions and Divestitures” for additional detail on measurement period adjustments.

NOTE 12 — PROPERTY, PLANT AND EQUIPMENT

Major classes of property, plant and equipment were as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Land and land improvements	\$ 548,847	\$ 533,027
Buildings and leasehold improvements	300,258	284,679
Machinery and equipment	328,006	296,530
Computer software	76,997	68,101
Vessels and containers	195,218	217,963
Machinery and equipment and vessel containers under finance leases	47,209	37,706
Construction in progress	50,474	53,839
Property, plant and equipment, gross	1,547,009	1,491,845
Accumulated depreciation	(444,775)	(375,721)
Property, plant and equipment, net	<u>\$ 1,102,234</u>	<u>\$ 1,116,124</u>

Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

	Years
Land improvements	1 to 30
Buildings and leasehold improvements*	2 to 50
Machinery and equipment	1 to 25
Computer software	2 to 10
Vessels and containers	1 to 30
Machinery and equipment and vessel containers under finance leases	Shorter of lease term or useful life

*Leasehold improvements are depreciated using the shorter of the useful life or life of the lease.

Depreciation expense on property, plant and equipment totaled \$94.0 million, \$98.7 million and \$54.1 million for the years ended December 31, 2023, December 31, 2022 and December 31, 2021, respectively, excluding pineapple bearer plants. During the years ended December 31, 2022 and December 31, 2021, Dole incurred an incremental depreciation charge of \$41.1 million and \$29.6 million, respectively, related to pineapple bearer plants that were brought to fair value in conjunction with acquisitions, that was recognized in cost of sales in the consolidated statements of operations. See Note 4 “Acquisitions and Divestitures” for additional detail. Interest expense capitalized into property, plant and equipment was not material for the years ended December 31, 2023, December 31, 2022 and December 31, 2021.

NOTE 13 — GOODWILL AND INTANGIBLE ASSETS

The gross balance of goodwill was \$525.2 million, with accumulated impairment losses of \$11.9 million, as of December 31, 2023 and \$508.9 million, with accumulated impairment losses of \$11.5 million, as of December 31, 2022.

A rollforward of goodwill by reportable segment for the years ended December 31, 2023 and December 31, 2022, was as follows:

	Fresh Fruit	Diversified Fresh Produce – EMEA	Diversified Fresh Produce – Americas & ROW	Total
(U.S. Dollars in thousands)				
Balance as of December 31, 2021	\$ 274,048	\$ 140,626	\$ 96,659	\$ 511,333
Additions	—	1,197	—	1,197
Measurement period adjustments ..	(773)	—	—	(773)
Foreign currency and other	—	(6,198)	(8,106)	(14,304)
Balance as of December 31, 2022	273,275	135,625	88,553	497,453
Additions	—	9,926	—	9,926
Foreign currency and other	—	5,725	208	5,933
Balance as of December 31, 2023	<u>\$ 273,275</u>	<u>\$ 151,276</u>	<u>\$ 88,761</u>	<u>\$ 513,312</u>

See Note 4 “Acquisitions and Divestitures” for additional detail on measurement period adjustments.

Details of Dole’s intangible assets as of December 31, 2023 were as follows:

	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
(U.S. Dollars in thousands)			
DOLE brand	\$ 306,280	\$ —	\$ 306,280
Water rights	4,068	—	4,068
Supplier relationships	28,485	(22,315)	6,170
Customer relationships	129,673	(103,118)	26,555
Other	13,426	(8,987)	4,439
	<u>\$ 481,932</u>	<u>\$ (134,420)</u>	<u>\$ 347,512</u>

Details of Dole’s intangible assets as of December 31, 2022 were as follows:

	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
(U.S. Dollars in thousands)			
DOLE brand	\$ 306,280	\$ —	\$ 306,280
Water rights	4,145	—	4,145
Supplier relationships	27,917	(19,528)	8,389
Customer relationships	126,150	(92,873)	33,277
Other	13,093	(7,914)	5,179
	<u>\$ 477,585</u>	<u>\$ (120,315)</u>	<u>\$ 357,270</u>

A rollforward of intangible assets, excluding goodwill, for the years ended December 31, 2023 and December 31, 2022 was as follows:

	Amount (U.S. Dollars in thousands)
Balance as of December 31, 2021	\$ 368,326
Additions	855
Amortization	(10,893)
Foreign exchange impact and other	(1,018)
Balance as of December 31, 2022	357,270
Additions	20
Amortization	(10,198)
Foreign exchange impact and other	420
Balance as of December 31, 2023	<u>\$ 347,512</u>

Amortization expense for definite-lived intangible assets was \$10.2 million, \$10.9 million and \$11.4 million for the years ended December 31, 2023, December 31, 2022 and December 31, 2021, respectively.

As of December 31, 2023, the estimated amortization expense associated with Dole's intangible assets for each of the next five fiscal years was as follows:

	Amount (U.S. Dollars in thousands)
2024	\$ 9,977
2025	8,808
2026	6,683
2027	5,401
2028	4,175
Thereafter	2,120
Total	<u>\$ 37,164</u>

Dole evaluates goodwill and other indefinite-lived intangible assets for impairment annually during the fourth quarter, or more frequently if an event occurs or circumstances change that would indicate that an impairment may exist. There was no impairment of goodwill or intangible assets recorded for the years ended December 31, 2023, December 31, 2022 and December 31, 2021.

As of the October 1, 2023 testing date, the fair values of the Fresh Fruit and Diversified Fresh Produce – Americas & ROW reporting units were in excess of their respective carrying amounts by 4% and 2%, respectively, and the fair value of the DOLE brand was in excess of its carrying amount by 2%. Unfavorable changes to key assumptions, market conditions, and macroeconomic circumstances could result in future impairment.

NOTE 14 — DEBT

Short-term borrowings, bank overdrafts and long-term debt consisted of the following:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Revolving Credit Facility	\$ 89,750	\$ 183,909
Term Loan A and Term Loan B	810,975	823,875
Vessel financing loans	74,774	89,479
Other long-term financing arrangements	34,895	41,483
Other revolving credit facilities, at a weighted average interest rate of 6.5% as of December 31, 2023 (4.8% as of December 31, 2022)	38,770	73,999
Bank overdrafts	11,488	8,623
Finance lease obligations, at a weighted average interest rate of 4.2% as of December 31, 2023 (3.7% as of December 31, 2022)	33,184	29,885
Total debt, gross	1,093,836	1,251,253
Unamortized debt discounts and debt issuance costs	(14,395)	(17,874)
Total debt, net	1,079,441	1,233,379
Current maturities, net of unamortized debt discounts and debt issuance costs	(222,940)	(97,435)
Bank overdrafts	(11,488)	(8,623)
Long-term debt, net	<u>\$ 845,013</u>	<u>\$ 1,127,321</u>

Term Loan and Revolving Credit Facility

Under the terms of the Credit Agreement entered into on March 26, 2021 (and subsequently amended on August 3, 2021), the Company has a senior secured revolving credit facility (the “Revolving Credit Facility”) in place which provides for borrowings of up to \$600.0 million and two term loan facilities (“Term Loan A” and “Term Loan B”) which provided for borrowings of \$300.0 million and \$540.0 million, respectively.

In June 2023, the Company amended the Credit Agreement to replace the U.S. dollar LIBOR benchmark rate with SOFR plus a spread. U.S. dollar borrowings under the Revolving Credit Facility refer to SOFR as the benchmark rate plus an adjustment of 0.10%. U.S. dollar borrowings under the Term Loan A refer to SOFR as the benchmark rate plus a spread adjustment of 0.10%. For Term Loan B borrowings, the Company elected to adopt the LIBOR fallback provisions and replaced LIBOR with SOFR as the benchmark rate plus a spread adjustment that varies from 0.11% to 0.72%, depending on the tenor of the borrowing.

Interest under the Revolving Credit Facility and Term Loan A is payable, at the option of Dole, either at (i) SOFR plus 0.10%, or the respective benchmark rate depending on the currency of the loan, plus 1.00% to 2.75%, with a benchmark floor of 0.00% or (ii) a base rate plus 0.00% to 1.75%, in each case, to be determined based on credit ratings and the Company’s total net leverage ratio. Interest under Term Loan B is payable, at the option of Dole, either at (i) SOFR plus the applicable credit spread adjustment, or the respective benchmark rate depending on the currency of the loan, plus 2.00% to 2.25%, with a benchmark floor of 0.00% or (ii) a base rate plus 1.00% to 1.25%, in each case, to be determined based on credit ratings. As discussed in Note 17 “Derivative Financial Instruments”, the Company enters into interest rate swap arrangements to convert a portion of the Credit Agreement’s variable rate debt to fixed rate debt.

Principal payments of \$1.9 million under Term Loan A are due quarterly until maturity, with the remaining balance due on the maturity date of August 3, 2026. Principal payments of \$1.4 million under Term Loan B are due quarterly until maturity, with the remaining balance due on the maturity date of August 3, 2028. Under the terms of the Credit Agreement, the Company may be required to use a portion of the proceeds from the Vegetables exit process to make a prepayment on Term Loan A and Term Loan B. The estimated minimum prepayment associated with the terms of the Fresh Express Agreement has been reclassified from long-term debt, net, to current maturities in the consolidated balance sheets as of December 31, 2023. Because the Company now plans to exit the Fresh Vegetables division through an alternative process, the estimated minimum prepayment may change. The Revolving Credit Facility has an expiration date of August 3, 2026.

As of December 31, 2023, amounts outstanding under Term Loan A and Term Loan B were \$811.0 million, in the aggregate, and borrowings under the Revolving Credit Facility were \$89.8 million. After taking into account approximately \$5.9 million of related outstanding letters of credit, Dole had \$504.3 million available for cash borrowings under the Revolving Credit Facility as of December 31, 2023. As of December 31, 2022, amounts outstanding under Term Loan A and Term Loan B were \$823.9 million, in the aggregate, and borrowings under the Revolving Credit Facility were \$183.9 million. After taking into account approximately \$15.0 million of related outstanding letters of credit, Dole had \$401.1 million available for cash borrowings under the Revolving Credit Facility as of December 31, 2022.

Borrowings under the Credit Agreement are secured by substantially all of the Company's material U.S. assets of wholly owned subsidiaries, certain European assets and by the equity interests of substantially all Dole subsidiaries located in the U.S. and certain subsidiaries located in Europe.

Vessel Financing Loans

On December 11, 2015, Dole entered into three secured loan agreements ("first vessel facility") of up to \$111.0 million, in the aggregate, to finance a portion of the acquisition costs of three new vessels. The first vessel facility consists of three tranches, each tied to a specific vessel, which allowed the Company to borrow up to 70%, or \$37.0 million, of the contract cost of each vessel, collateralized by the completed vessel. Principal and interest payments are due quarterly in arrears for 48 consecutive installments. The first vessel facility bears interest at a rate per annum equal to LIBOR plus 2.00% to 3.25% and will mature on May 18, 2028. As of December 31, 2023 and December 31, 2022, Dole's borrowings under the first vessel facility were \$39.3 million and \$48.6 million, respectively.

On October 30, 2020, Dole entered into two additional secured loan agreements ("second vessel facility") of \$49.1 million, in the aggregate, to finance a portion of the acquisition costs of two new vessels, which were delivered in 2021. Each agreement was tied to a specific vessel which allowed Dole to borrow 60%, or \$24.5 million, of the contract cost of each vessel, collateralized by the completed vessel. On January 14, 2021 and April 7, 2021, the first and second loans were funded for \$24.5 million each and mature on January 14, 2030 and April 7, 2030, respectively. The second vessel facility bears interest at a rate per annum equal to LIBOR plus 3.25% and principal and interest payments are due semi-annually in arrears for 18 consecutive installments. As of December 31, 2023 and December 31, 2022, Dole's borrowings under the second vessel facility were \$35.5 million and \$40.9 million, respectively.

Other Financing Arrangements

Dole's other financing arrangements consist of a number of loan agreements entered into to finance other capital expenditures and working capital requirements.

As of December 31, 2023 and December 31, 2022, the Company had \$8.6 million and \$11.5 million, respectively, in other financing arrangements outstanding related to a secured long-term asset financing arrangement for farms in Chile. The terms of the financing arrangement include a 10-year loan of \$23.1 million due in June 2026 that bears interest at a rate per annum equal to LIBOR plus 2.39%. Principal and interest payments are due semi-annually in arrears. The long-term financing arrangement is collateralized by the purchased farms and their related assets.

As of December 31, 2023 and December 31, 2022, the Company had \$9.3 million and \$11.3 million, respectively, in other financing arrangements outstanding related to two secured long-term asset financing arrangements for pineapple farms in Costa Rica. Both agreements provide for a 10-year loan and are collateralized by the purchased farms and their related assets. The first agreement, maturing in July 2026, bears interest at a rate per annum equal to LIBOR plus 5.00%, adjustable annually, with a floor rate of 5.50% per annum. Interest and principal payments are due monthly in arrears. The second agreement, maturing in July 2031, includes principal payments of \$10.1 million that was paid in July of 2022 and \$3.1 million due in July of 2031, with a single payment of \$0.4 million for interest which was paid in July of 2022.

As of December 31, 2023 and December 31, 2022, the Company had \$17.0 million and \$18.7 million, respectively, of remaining other financing arrangements, none of which are individually significant.

Other Credit Facilities

In addition to amounts available under the Revolving Credit Facility, Dole's subsidiaries had other lines of credit and bank overdraft facilities at various local banks of approximately \$269.6 million as of December 31, 2023 and \$252.3 million as of December 31, 2022. These lines are primarily used to fund seasonal working capital requirements, short-term borrowings and bank guarantees. They consist of both secured and unsecured facilities, committed and uncommitted, and some are guaranteed by the Company and certain subsidiaries. The majority of Dole's other lines of credit extend indefinitely but may be cancelled at any time by Dole or the banks, and if cancelled, any outstanding amounts would be due on demand. As of December 31, 2023 and December 31, 2022, total bank overdrafts were \$11.5 million and \$8.6 million, respectively, and other amounts outstanding under these lines were \$38.8 million and \$74.0 million, respectively. As of December 31, 2023 and December 31, 2022, after taking into account outstanding letters of credit, Dole had \$217.2 million and \$167.6 million, respectively, available for use under these lines.

Finance Lease Obligations

As of December 31, 2023 and December 31, 2022, Dole's finance lease obligations of \$33.2 million and \$29.9 million, respectively, primarily relate to machinery and equipment and vessel containers, which continue through 2031.

Covenants and Restrictions

Provisions under the credit facilities include limitations on, among other things, indebtedness, investments, liens, loans to subsidiaries, employees and third parties, the issuance of guarantees and the payment of dividends.

The credit facilities require Dole to maintain compliance with a maximum leverage ratio, which was initially set at 4.50 to 1.00 beginning December 31, 2021, with step-downs to (i) 4.25 to 1.00 for fiscal year 2022 and (ii) 4.00 to 1.00 for each fiscal year thereafter. As of December 31, 2023, Dole was in compliance with all applicable covenants.

A breach of a covenant or other provision in any debt instrument governing Dole's current or future indebtedness could result in a default under that instrument and, due to customary cross-default and cross-acceleration provisions, could result in a default under Dole's other debt instruments. Upon the occurrence of an event of default under the credit facilities or other debt instruments, the lenders or holders of such debt could elect to declare all amounts outstanding to be immediately due and payable and terminate all commitments to extend further credit. If Dole were unable to repay those amounts, the lenders could proceed against the collateral granted to them, if any, to secure the indebtedness. If the lenders under Dole's indebtedness were to accelerate the payment of the indebtedness, Dole cannot give assurance that its assets would be sufficiently liquid to repay in full its outstanding indebtedness on an accelerated basis.

Debt Discounts and Debt Issuance Costs

Debt discounts and issuance costs are amortized over the term of the debt agreement using the effective interest method. Debt discounts and issuance costs are presented as a direct reduction of debt in the consolidated balance sheets, except for those issuance costs related to revolving credit facilities and line-of-credit arrangements which are recorded as a prepaid asset in the consolidated balance sheets.

The amortization expense related to Dole's deferred debt discounts and issuance costs is recorded as interest expense in the consolidated statements of operations. For the years ended December 31, 2023, December 31, 2022 and December 31, 2021, amortization expense related to deferred debt discounts and issuance costs was \$5.8 million, \$6.0 million and \$2.6 million, respectively.

Maturities of Current and Long-Term Debt

Stated maturities with respect to current and long-term debt, excluding finance lease obligations, as of December 31, 2023 were as follows:

	Amount (U.S. Dollars in thousands)
2024	\$ 223,904
2025	35,877
2026	349,720
2027	23,167
2028	408,561
Thereafter	19,423
Total	<u>\$ 1,060,652</u>

For maturities of finance lease obligations, refer to Note 16 “Leases”.

NOTE 15 — EMPLOYEE BENEFIT PLANS

Dole sponsors a number of defined benefit pension plans covering certain employees worldwide. Benefits under these plans are generally based on each employee’s eligible compensation and years of service, except for certain plans covering union employees, which are based on negotiated benefits. In addition to pension plans, Dole also has OPRB plans that provide certain health care and life insurance benefits for eligible retired employees.

The Company sponsors six funded defined benefit pension plans including a U.S. qualified plan and five plans outside of the U.S., two of which are based in Ireland, two are based in the U.K., and one is based in Canada. The Company had previously sponsored a Netherlands scheme which was settled in the year ended December 31, 2022. The Company also sponsors unfunded international pension plans (primarily in Latin America) and OPRB plans.

The Company continues a strategy to de-risk its exposure to defined benefit schemes. Substantially all U.S. pension benefits were frozen on December 31, 2001. The plans in Ireland are closed to new entrants, and salaries for defined benefit purposes have been capped, with any salary increases above the cap eligible on a defined contribution basis since 2009. Starting in 2017, Enhanced Transfer Value (“ETV”) programs and buy-in contracts have been initiated for certain members of the Irish plans. Under ETV programs, accumulated accrued benefits for affected members were transferred from the Irish Plans which eliminated future accrual of benefits and entitled the members to receive a transfer value above the statutory minimum amount. Bulk annuity policies (buy-in contracts) were purchased from insurers that provide payments back to the pension scheme to cover the benefits for the affected members. Under the buy-in contracts, the responsibility to pay the pension obligations still rests with the plan and the obligation is still recorded by the Company. Both of the U.K. schemes are closed to new entrants and to new accruals.

Dole’s SERP is a non-qualified benefit and executive compensation plan, and Dole’s ESP plan is a non-qualified deferred compensation plan. Both are funded through investments in Rabbi Trusts. Following a change of control event, Dole is obligated, under the provisions of the respective trust agreements, to contribute an amount sufficient to meet the ESP obligation for benefits earned through the change in control year and the ongoing value of the projected benefit obligation of the SERP. The assets held in the Rabbi Trusts are subject to the claims of Dole’s general unsecured creditors. As of December 31, 2023, \$5.9 million of the assets was classified as short-term and included in short-term investments in the consolidated balance sheets, and \$16.0 million was classified as long-term and included in long-term investments in the consolidated balance sheets. As of December 31, 2022, \$5.4 million was classified as short-term and \$16.5 million was classified as long-term.

Obligations and Funded Status

The funded status of Dole's defined benefit pension plans was as follows:

	U.S. Pension Plans		International Pension Plans		OPRB Plans	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Change in projected benefit obligation:	(U.S. Dollars in thousands)					
Benefit obligation at beginning of the year	\$ 181,835	\$ 253,880	\$ 228,147	\$ 349,001	\$ 13,144	\$ 17,572
Service cost	214	256	5,799	4,465	1	3
Interest cost	8,923	4,943	11,730	8,219	693	443
Net actuarial loss (gain)	4,802	(47,439)	8,482	(82,819)	2,146	(1,726)
Curtailments, settlements and terminations, net	—	(8,217)	(10,033)	(27,511)	—	—
Employee contributions	—	—	182	—	—	—
Benefits paid	(20,052)	(21,588)	(10,891)	(10,012)	(2,733)	(3,148)
Foreign exchange impact and other	—	—	6,251	(13,196)	—	—
Benefit obligation at end of the year	<u>\$ 175,722</u>	<u>\$ 181,835</u>	<u>\$ 239,667</u>	<u>\$ 228,147</u>	<u>\$ 13,251</u>	<u>\$ 13,144</u>
Change in plan assets:						
Fair value of plan assets at beginning of the year	\$ 154,206	\$ 224,749	\$ 147,925	\$ 235,301	\$ —	\$ —
Actual return on plan assets	12,311	(44,601)	9,722	(46,116)	—	—
Company contributions	2,781	3,863	15,725	12,104	2,733	3,177
Employee contributions	—	—	182	—	—	—
Benefits paid	(20,052)	(21,588)	(10,891)	(10,012)	(2,733)	(3,177)
Curtailments, settlements and terminations, net	—	(8,217)	(11,998)	(25,767)	—	—
Foreign exchange impact and other	—	—	6,503	(17,585)	—	—
Fair value of plan assets at end of the year	<u>\$ 149,246</u>	<u>\$ 154,206</u>	<u>\$ 157,168</u>	<u>\$ 147,925</u>	<u>\$ —</u>	<u>\$ —</u>
Funded status	<u>\$ (26,476)</u>	<u>\$ (27,629)</u>	<u>\$ (82,499)</u>	<u>\$ (80,222)</u>	<u>\$ (13,251)</u>	<u>\$ (13,144)</u>
Amounts recognized in the consolidated balance sheets:						
Other assets	\$ —	\$ —	\$ 16,033	\$ 20,938	\$ —	\$ —
Pension and postretirement benefits	(2,189)	(2,229)	(12,244)	(13,066)	(2,137)	(1,992)
Pension and postretirement benefits, less current portion	(24,287)	(25,400)	(86,288)	(88,094)	(11,114)	(11,152)
	<u>\$ (26,476)</u>	<u>\$ (27,629)</u>	<u>\$ (82,499)</u>	<u>\$ (80,222)</u>	<u>\$ (13,251)</u>	<u>\$ (13,144)</u>

Amounts recognized in accumulated other comprehensive loss (income), before tax, were as follows:

	U.S. Pension Plans			International Pension Plans			OPRB Plans		
	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021
	(U.S. Dollars in thousands)								
Net actuarial loss (gain)	\$ 24,638	\$ 18,341	\$ 11,011	\$ 20,424	\$ 15,180	\$ 50,575	\$ 924	\$ (1,531)	\$ 166
Prior service benefit	—	—	—	(5,474)	(6,285)	(8,241)	—	—	—
Total	<u>\$ 24,638</u>	<u>\$ 18,341</u>	<u>\$ 11,011</u>	<u>\$ 14,950</u>	<u>\$ 8,895</u>	<u>\$ 42,334</u>	<u>\$ 924</u>	<u>\$ (1,531)</u>	<u>\$ 166</u>

The aggregate projected benefit obligation, accumulated benefit obligation and fair value of plan assets of plans with accumulated benefit obligations in excess of plan assets were as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Projected benefit obligation	\$ 274,467	\$ 277,203
Accumulated benefit obligation	257,434	261,248
Fair value of plan assets	149,246	154,208

The aggregate projected benefit obligation, accumulated benefit obligation and fair value of plan assets of plans with projected benefit obligations in excess of plan assets were as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Projected benefit obligation	\$ 287,718	\$ 290,347
Accumulated benefit obligation	257,434	261,248
Fair value of plan assets	149,246	154,208

Components of Net Periodic Benefit Cost (Income) and Other Changes Recognized in Other Comprehensive Income (Loss)

The components of net periodic benefit cost (income) and other changes recognized in other comprehensive income (loss) for Dole's U.S. and international pension plans and OPRB plans were as follows:

	U.S. Pension Plans			International Pension Plans			OPRB Plans		
	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021
(U.S. Dollars in thousands)									
Components of net periodic benefit cost (income):									
Service cost	\$ 214	\$ 256	\$ 107	\$ 5,799	\$ 4,465	\$ 3,219	\$ 1	\$ 3	\$ 1
Interest cost	8,923	4,943	1,696	11,730	8,219	5,505	693	443	157
Expected return on plan assets	(13,226)	(11,274)	(4,779)	(8,369)	(6,814)	(6,883)	—	—	—
Amortization of:									
Net (gain) loss	(580)	—	—	(2,151)	2,166	2,946	(309)	—	—
Prior service benefit	—	—	—	(639)	(618)	(812)	—	—	—
Curtailments, settlements and terminations, net	—	1,106	—	5,649	220	1,756	—	—	—
Other	—	—	—	—	36	238	—	—	—
Net periodic cost (income)	<u>\$ (4,669)</u>	<u>\$ (4,969)</u>	<u>\$ (2,976)</u>	<u>\$ 12,019</u>	<u>\$ 7,674</u>	<u>\$ 5,969</u>	<u>\$ 385</u>	<u>\$ 446</u>	<u>\$ 158</u>
Other changes recognized in other comprehensive income (loss):									
Net loss (gain)	\$ 5,717	\$ 7,330	\$ 11,011	\$ 3,394	\$ (33,264)	\$ (13,186)	\$ 2,146	\$ (1,697)	\$ 166
Prior service expense (benefit)	—	—	—	—	1,339	(213)	—	—	—
Amortization of:									
Net gain (loss)	580	—	—	2,151	(2,166)	(2,946)	309	—	—
Prior service benefit	—	—	—	639	618	812	—	—	—
Foreign exchange impact and other	—	—	—	(129)	34	(2,026)	—	—	—
Income tax (benefit) expense	(1,574)	(1,781)	2,643	(1,307)	6,226	(3,209)	(622)	402	11
Total recognized in other comprehensive income (loss)	<u>\$ 4,723</u>	<u>\$ 5,549</u>	<u>\$ 13,654</u>	<u>\$ 4,748</u>	<u>\$ (27,213)</u>	<u>\$ (20,768)</u>	<u>\$ 1,833</u>	<u>\$ (1,295)</u>	<u>\$ 177</u>
Total recognized in net periodic benefit cost and other comprehensive income (loss), net of income taxes	<u>\$ 54</u>	<u>\$ 580</u>	<u>\$ 10,678</u>	<u>\$ 16,767</u>	<u>\$ (19,539)</u>	<u>\$ (14,799)</u>	<u>\$ 2,218</u>	<u>\$ (849)</u>	<u>\$ 335</u>

The Company classifies the non-service components of net periodic pension benefit cost within other income, net, in the consolidated statements of operations. Non-service components include interest costs, expected return on plan assets, amortization of net loss (gain) and prior service benefit, curtailment or settlement costs and other items.

Assumptions

Weighted average assumptions used to determine benefit obligations were as follows:

	U.S. Pension Plans		International Pension Plans		OPRB Plans	
	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2023	Year Ended December 31, 2022
Discount rate	5.10 %	5.31%	5.06 %	5.26 %	5.88 %	5.79%
Rate of compensation increase	3.00 %	3.00%	3.17 %	3.18 %	—	—
Rate of increase in pensions	—	—	2.17 %	2.07 %	—	—

Weighted average assumptions used to determine net periodic benefit cost were as follows:

	U.S. Pension Plans			International Pension Plans			OPRB Plans		
	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021
Discount rate	5.31 %	2.62%	2.39%	5.26 %	2.61 %	2.29 %	5.79 %	3.18%	2.72%
Rate of compensation increase	3.00 %	3.00%	3.00%	3.03 %	1.98 %	2.84 %	—	—	—
Rate of increase in pensions	—	—	—	2.07 %	1.90 %	1.68 %	—	—	—
Rate of return on plan assets	6.80 %	5.10%	5.00%	4.36 %	3.36 %	2.85 %	—	3.36%	—

International plan discount rates and assumed rates of increase in future compensation differ from the assumptions used for U.S. plans due to differences in the local economic conditions in the countries in which the international plans are based. No rate of compensation increase is shown for U.S. plans, because benefits under the U.S. plans are frozen, except for a group of employees whose benefits are negotiated under collective bargaining agreements. The assumption for the rate of compensation increase for these employees reflects the rate negotiated in those bargaining agreements.

The accumulated pension benefit obligation for Dole's OPRB plan was determined using the following assumed annual rate of increase in the per capita cost of covered health care benefits:

	2023	2022
Health care costs trend rate assumed for next year	6.69%	6.65%
Rate of increase to which the cost of benefits is assumed to decline (the ultimate trend rate)	4.50%	4.49%
Year that the rate reaches the ultimate trend rate	2033	2030

Plan Assets

The following is the target asset mix for Dole's pension plans, which management believes provides the optimal trade-off of diversification and long-term asset growth:

	Target Allocation
Fixed income securities	42%
Equity securities	18%
Other	40%
Total	100%

Dole's pension plan weighted average asset allocation by asset category was as follows:¹

	Year Ended	
	December 31, 2023	December 31, 2022
Fixed income securities	42%	52%
Equity securities	18%	23%
Other	40%	25%
Total	100%	100%

¹ Certain investments are in funds measured at net asset value as presented in the fair value table below.

The plans' asset allocation includes a mix of fixed income and other investments designed to reduce volatility and equity investments designed to maintain funding ratios and long-term financial health of the plan. The equity investments are diversified across U.S. and international stocks as well as growth, value and small and large capitalization.

Dole employs a total return investment approach whereby a mix of fixed income, equity and other investments is used to maximize the long-term return of plan assets with a prudent level of risk. The objectives of this strategy are to achieve full funding of the accumulated benefit obligation and to achieve investment experience over time that will minimize pension expense volatility and minimize Dole's contributions required to maintain full funding status. Risk tolerance is established through careful consideration of plan liabilities, plan funded status and corporate financial condition. Investment risk is measured and monitored on an ongoing basis through annual liability measurements, periodic asset/liability studies and quarterly investment portfolio reviews.

Dole determines the expected return on pension plan assets based on an expectation of average annual returns over an extended period of years. Dole also considers the weighted-average historical rate of returns on investments with similar characteristics to those in which Dole's pension assets are invested.

Fair Value of Retirement Plan Assets

Dole estimates the fair value of its retirement plan assets based on current quoted market prices. In instances where quoted market prices are not readily available, the fair value of the investments is estimated by the trustee. In obtaining such data from the trustee, Dole has evaluated the methodologies used to develop the estimate of fair value in order to assess whether such valuations are representative of fair value, including net asset value. Fair values for Level 1 investments are determined based on quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. For Level 2 investments, the fair values are determined using observable prices that are based on inputs not quoted on active markets but corroborated by market data. There were no identified Level 3 investments as of December 31, 2023 and December 31, 2022.

The carrying value and estimated fair values of Dole's retirement plan assets are summarized below:

Fair Value Measurements as of December 31, 2023 Using				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
(U.S. Dollars in thousands)				
Cash and cash equivalents	\$ 7,404	\$ —	\$ —	\$ 7,404
Fixed-income securities	23,790	111,281	—	135,071
Insurance contracts	—	34,288	—	34,288
Equity securities	34,127	17,886	—	52,013
Other	2,071	5,493	—	7,564
Investments measured at fair value	67,392	168,948	—	236,340
Investments measured at net asset value				70,074
Total plan assets at fair value	<u>\$ 67,392</u>	<u>\$ 168,948</u>	<u>\$ —</u>	<u>\$ 306,414</u>

Fair Value Measurements as of December 31, 2022 Using				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
(U.S. Dollars in thousands)				
Cash and cash equivalents	\$ 5,695	\$ 8,854	\$ —	\$ 14,549
Fixed-income securities	33,260	100,964	—	134,224
Insurance contracts	—	16,627	—	16,627
Equity securities	4,930	22,671	—	27,601
Other	8,682	8,135	—	16,817
Investments measured at fair value	52,567	157,251	—	209,818
Investments measured at net asset value				92,313
Total plan assets at fair value	<u>\$ 52,567</u>	<u>\$ 157,251</u>	<u>\$ —</u>	<u>\$ 302,131</u>

The table below sets forth a summary of the transfers and purchases of the plans' Level 3 assets for the year ended December 31, 2022:

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)		
	Common Collective Trusts	Interest in 103-12 Investment Companies	Total
	(U.S. Dollars in thousands)		
Balance as of December 31, 2021	\$ 122	\$ 8,058	\$ 8,180
Settlements and reclassifications	(122)	(8,058)	(8,180)
Balance as of December 31, 2022	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

Plan Contributions and Estimated Future Benefit Payments

During the year ended December 31, 2023, Dole contributed \$0.5 million to its qualified U.S. pension plan. These contributions were made to comply with minimum funding requirements under the Internal Revenue Code without regard to interest rate stabilization. Future contributions to the U.S. pension plan in excess of the minimum funding requirement are voluntary and may change depending on Dole's operating performance or at management's discretion. Contributions and benefits paid directly by Dole related to its other U.S. and international pension and OPRB plans totaled \$19.4 million during the year ended December 31, 2023.

Dole expects to make \$5.5 million of contributions and \$16.8 million of direct benefit payments related to its pension and OPRB plans in fiscal year 2024.

The following table presents estimated future benefit payments:

	U.S. Pension Plans	International Pension Plans	OPRB Plans
	(U.S. Dollars in thousands)		
2024	\$ 19,677	\$ 18,817	\$ 2,137
2025	18,733	13,517	2,017
2026	17,879	14,971	1,858
2027	17,065	15,421	1,499
2028	16,250	15,587	1,340
Thereafter	68,254	80,480	5,110
Total	<u>\$ 157,858</u>	<u>\$ 158,793</u>	<u>\$ 13,961</u>

Defined Contribution Plans and Other Arrangements

Dole offers defined contribution plans to eligible employees. Such employees may defer a percentage of their annual compensation in accordance with plan guidelines. Some of these plans provide for a company match that is subject to a maximum contribution as defined by the plan. Dole's contributions to its defined contribution plans totaled \$23.4 million, \$21.4 million and \$15.7 million for the years ended December 31, 2023, December 31, 2022 and December 31, 2021, respectively.

Dole is also party to various industry-wide collective bargaining agreements that provide pension benefits. Total contributions to multi-employer defined benefit plans for eligible participants were not material for the years ended December 31, 2023, December 31, 2022, and December 31, 2021.

Dole has numerous collective bargaining agreements with various unions covering approximately 30.3% of Dole's workforce. Of these unionized employees, 28.1% are covered under a collective bargaining agreement that will expire within one year, and the remaining 71.9% are covered under collective bargaining agreements expiring beyond the upcoming year. These agreements are subject to periodic negotiation and renewal. Failure to renew any of these collective bargaining agreements may result in a strike or work stoppage; however, management does not expect that the outcome of these negotiations and renewals will have a material adverse impact on Dole's financial condition or results of operations.

NOTE 16 — LEASES

Lease Position

The following tables present the lease-related assets and liabilities recorded in the consolidated balance sheets:

	Lease-related assets as of December 31, 2023		Lease-related assets as of December 31, 2022	
	Operating lease right-of-use assets	Property, plant & equipment, net	Operating lease right-of-use assets	Property, plant & equipment, net
(U.S. Dollars in thousands)				
Operating leases	\$ 340,458	\$ —	\$ 293,658	\$ —
Finance leases	—	31,618	—	29,177
	<u>\$ 340,458</u>	<u>\$ 31,618</u>	<u>\$ 293,658</u>	<u>\$ 29,177</u>

	Lease-related liabilities as of December 31, 2023			
	Current maturities of operating leases	Operating leases, less current maturities	Current portion of long-term debt, net	Long-term debt, net
(U.S. Dollars in thousands)				
Operating leases	\$ 63,653	\$ 287,991	\$ —	\$ —
Finance leases	—	—	7,573	25,611
	<u>\$ 63,653</u>	<u>\$ 287,991</u>	<u>\$ 7,573</u>	<u>\$ 25,611</u>

	Lease-related liabilities as of December 31, 2022			
	Current maturities of operating leases	Operating leases, less current maturities	Current portion of long-term debt, net	Long-term debt, net
(U.S. Dollars in thousands)				
Operating leases	\$ 57,372	\$ 246,723	\$ —	\$ —
Finance leases	—	—	6,609	23,276
	<u>\$ 57,372</u>	<u>\$ 246,723</u>	<u>\$ 6,609</u>	<u>\$ 23,276</u>

Lease Terms and Discount Rates

The weighted-average remaining lease term and discount rate for the Company's lease profile as of December 31, 2023 and December 31, 2022 was as follows:

Weighted-average remaining lease term (in years):	December 31, 2023	December 31, 2022
Operating leases	8.0	8.2
Finance leases	5.9	5.9

Weighted-average discount rate (%):	December 31, 2023	December 31, 2022
Operating leases	5.2%	4.5%
Finance leases	4.2%	3.7%

Lease Costs

The following table presents certain information related to lease costs for finance and operating leases for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
Finance lease costs:	(U.S. Dollars in thousands)		
Depreciation of lease assets	\$ 6,852	\$ 9,740	\$ 6,610
Interest on lease liabilities	1,188	1,223	968
Operating lease costs	61,872	65,487	42,506
Short-term lease costs	21,420	14,219	6,786
Variable lease costs	12,320	17,631	6,938
Sublease income	(346)	(684)	(311)
Total lease costs	<u>\$ 103,306</u>	<u>\$ 107,616</u>	<u>\$ 63,497</u>

Supplementary Cash Flow Data

The following represents the disaggregation of certain cash flow supplementary data by finance and operating lease classifications:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
Cash paid for amounts included in the measurement of lease liabilities:	(U.S. Dollars in thousands)		
Operating cash flows from finance leases	\$ 1,188	\$ 1,223	\$ 968
Operating cash flows from operating leases	63,844	66,684	33,322
Financing cash flows from finance leases	7,393	8,183	6,332

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
Right-of-use assets obtained in exchange for finance lease liabilities	\$ 9,045	\$ 776	\$ 5,452
Right-of-use assets obtained in exchange for operating lease liabilities	86,907	91,063	21,711

The following table reconciles the undiscounted cash flows for each of the first five years and total remaining years to the finance and operating lease liabilities recorded on the balance sheet as of December 31, 2023:

	Finance Leases	Operating Leases
	(U.S. Dollars in thousands)	
2024	\$ 7,934	\$ 75,893
2025	9,740	69,661
2026	4,138	59,316
2027	4,108	53,167
2028	4,196	36,771
Thereafter	7,202	133,325
Total lease payments	37,318	428,133
Less: present value discount	(4,134)	(76,483)
	<u>\$ 33,184</u>	<u>\$ 351,650</u>

Related Party Lease Transactions

In the ordinary course of business, Dole enters into a number of lease agreements with related parties. During the periods presented, Dole, as a lessee, had the following lease liability balances with related parties:

	Lease-related Liabilities with Related Parties as of December 31, 2023		Lease-related Liabilities with Related Parties as of December 31, 2022	
	Current maturities of operating leases	Operating leases, less current maturities	Current maturities of operating leases	Operating leases, less current maturities
(U.S. Dollars in thousands)				
Operating leases	\$ 4,179	\$ 18,136	\$ 3,787	\$ 22,194
Finance leases	895	—	1,053	895
	<u>\$ 5,074</u>	<u>\$ 18,136</u>	<u>\$ 4,840</u>	<u>\$ 23,089</u>

See Note 20 “Related Party Transactions” for revenues and expenses related to leases with related parties.

Lessor Accounting

The company leases various types of owned properties to external parties, mainly through operating lease agreements. Leasing assets to external parties is not significant to Dole’s operations. Rental income recognized on agreements where Dole acted as the lessor was as follows:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Rental income:			
Other income, net	\$ 8,633	\$ 11,005	\$ 4,979

NOTE 17 — DERIVATIVE FINANCIAL INSTRUMENTS

Dole is exposed to foreign currency exchange rate fluctuations, bunker fuel price fluctuations and interest rate changes in the normal course of its business. As part of its risk management strategy, Dole uses derivative instruments to hedge some of these exposures. Dole’s objective is to offset gains and losses resulting from these exposures with losses and gains from the derivative contracts used to hedge them, thereby reducing the volatility of earnings. Dole does not hold or issue derivative financial instruments for trading or speculative purposes. The types of derivative instruments utilized by Dole are described below:

Foreign currency hedges: Dole enters into foreign currency exchange forward and option contracts to hedge exposure to changes in certain foreign currency exchange rates. Dole enters into fair value hedges to hedge foreign currency exposure of non-functional currency assets and liabilities and cash flow hedges to hedge foreign currency exposure of forecasted revenue, cost of sales and operating expenses.

Interest rate swaps: Dole enters into interest rate swaps to mitigate a significant portion of the interest rate risk associated with its variable-rate debt.

In June 2023, Dole amended \$700.0 million notional value of its interest rate swaps to change the benchmark interest rate from U.S. dollar LIBOR to SOFR. In addition, the floor for each of the swaps that have been designated to hedge Term Loan A borrowings was changed to (0.10%), and the floor for each of the swaps that have been designated to hedge Term Loan B borrowings was changed to (0.11%). The fixed rate of each swap was adjusted to account for the market value difference between the LIBOR and SOFR reference rates.

The interest rate swaps pay a fixed rate of interest at rates between 0.42% and 2.50%, with the receiving rates variable based on SOFR, which were between 5.35% and 5.38% as of December 31, 2023. All interest rate swap arrangements are classified within the consolidated balance sheets based on ultimate maturity date of the arrangement.

Bunker fuel contracts: Dole incurs significant fuel costs from shipping products from sourcing locations to end customer markets. As a result, Dole is exposed to commodity and fuel cost risks and enters into bunker fuel contracts to hedge the risk of unfavorable fuel prices.

Hedge Accounting Election

The Company performs an analysis of its hedging portfolio at inception and on a quarterly basis. The Company uses the following criteria in evaluating derivative instruments for hedge accounting:

1. Hedged risk is eligible
2. Hedged item or transaction is eligible
3. Hedging instrument is eligible
4. Hedging relationship is highly effective
5. Designation and documentation requirements are met

Dole designates the interest rate swaps and certain foreign currency cash flow hedges for hedge accounting and records the changes in fair value of these instruments in accumulated other comprehensive loss. The changes in fair value of foreign currency fair value hedges, non-designated cash flow hedges and bunker fuel hedges are recorded in earnings.

Notional Amounts of Derivative Instruments

Dole had the following derivative instruments outstanding as of December 31, 2023:

	Aggregate Notional Amount
Foreign currency forward contracts by currency:	
United States dollar	\$29.6 million
Euro	€357.4 million
British pound sterling	£9.0 million
Swedish krona	SEK22.0 million
Chilean peso	CLP\$25.6 billion
Interest rate swap contract	\$700.0 million

Quantitative Disclosures

Derivatives are presented gross in the consolidated balance sheets. The following table presents the balance sheet location and fair value of the derivative instruments by type:

	Fair Value Measurements as of December 31, 2023		
	Other Receivables	Other Assets	Accrued Liabilities
Foreign currency forward contracts:	(U.S. Dollars in thousands)		
Cash flow hedges	\$ 1,141	\$ —	\$ (5,543)
Non-designated cash flow hedges	140	—	(346)
Fair value hedges	607	—	(986)
Bunker fuel hedges	—	—	(129)
Interest rate swap contracts	7,305	29,868	—
	<u>\$ 9,193</u>	<u>\$ 29,868</u>	<u>\$ (7,004)</u>

Fair Value Measurements as of December 31, 2022			
	Other Receivables, net	Other Assets	Accrued Liabilities
Foreign currency forward contracts:	(U.S. Dollars in thousands)		
Cash flow hedges	\$ 490	\$ —	\$ (5,726)
Non-designated cash flow hedges	872	—	(206)
Fair value hedges	4	—	—
Bunker fuel hedges	—	—	(3,396)
Interest rate swap contracts	—	59,104	—
	<u>\$ 1,366</u>	<u>\$ 59,104</u>	<u>\$ (9,328)</u>

Refer to Note 18 “Fair Value Measurements” for the presentation of fair value instruments within the consolidated balance sheets, which includes derivative financial instruments.

The following tables represent Dole’s realized and unrealized derivative gains (losses) and respective location in the financial statements for all derivative instruments for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

Year Ended December 31, 2023			
	Gains (losses) deferred in Accumulated Other Comprehensive Loss	Cost of Sales	Other income, net
Realized (losses) gains:	(U.S. Dollars in thousands)		
Cash flow hedges	\$ —	\$ (8,461)	\$ —
Non-designated cash flow hedges	—	1,285	—
Fair value hedges	—	—	639
Bunker fuel hedges	—	(1,020)	—
Total net realized (losses) gains	<u>\$ —</u>	<u>\$ (8,196)</u>	<u>\$ 639</u>
Unrealized (losses) gains:			
Cash flow hedges	\$ 790	\$ —	\$ —
Non-designated cash flow hedges	—	(440)	—
Fair values hedges	—	—	(843)
Bunker fuel hedges	—	2,875	—
Interest rate swap contracts	(21,931)	—	—
Total net unrealized (losses) gains	<u>\$ (21,141)</u>	<u>\$ 2,435</u>	<u>\$ (843)</u>

	Year Ended December 31, 2022		
	Gains (losses) deferred in Accumulated Other Comprehensive Loss	Cost of Sales	Other income, net
	(U.S. Dollars in thousands)		
Realized gains:			
Cash flow hedges	\$ —	\$ 22,546	\$ —
Non-designated cash flow hedges	—	3,341	—
Fair value hedges	—	—	—
Bunker fuel hedges	—	2,834	—
Total net realized gains	<u>\$ —</u>	<u>\$ 28,721</u>	<u>\$ —</u>
Unrealized gains (losses):			
Cash flow hedges	\$ (6,380)	\$ —	\$ —
Non-designated cash flow hedges	—	589	—
Fair value hedges	—	—	469
Bunker fuel hedges	—	(3,437)	—
Interest rate swap contracts	49,002	—	—
Total net unrealized gains (losses)	<u>\$ 42,622</u>	<u>\$ (2,848)</u>	<u>\$ 469</u>
	Year Ended December 31, 2021		
	Gains deferred in Accumulated Other Comprehensive Loss	Cost of Sales	Other income, net
	(U.S. Dollars in thousands)		
Realized gains (losses):			
Cash flow hedges	\$ —	\$ 2,399	\$ —
Non-designated cash flow hedges	—	(403)	—
Bunker fuel hedges	—	2,358	—
Total net realized gains	<u>\$ —</u>	<u>\$ 4,354</u>	<u>\$ —</u>
Unrealized gains (losses):			
Cash flow hedges	\$ 1,336	\$ —	\$ —
Non-designated cash flow hedges	—	388	—
Bunker fuel hedges	—	(1,645)	—
Interest rate swap contracts	10,102	—	—
Total net unrealized gains (losses)	<u>\$ 11,438</u>	<u>\$ (1,257)</u>	<u>\$ —</u>

As of December 31, 2023, the Company expects approximately \$18.3 million of deferred net gains from cash flow hedges to be reclassified from accumulated other comprehensive loss into earnings over the next 12 months. Of the \$18.3 million of net deferred gains, \$22.7 million relates to deferred gains on interest rate swap contracts and is expected to offset future interest expense on Term Loan A and Term Loan B, and \$4.4 million relates to net deferred losses on cash flow hedges and is expected to offset future operational losses on foreign currency exchange rates. Refer to Note 21 “Stockholders’ Equity” for details on reclassifications out of accumulated other comprehensive loss for the years ended December 31, 2023, December 31, 2022 and December 31, 2021.

NOTE 18 — FAIR VALUE MEASUREMENTS

The inputs used to measure fair value are based on a hierarchy that prioritizes observable and unobservable inputs used in valuation techniques. These levels, in order of highest to lowest priority, are described below:

Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities.

Level 2: Observable prices that are based on inputs not quoted on active markets but corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

Fair Value of Assets and Liabilities Measured at Fair Value on a Recurring Basis

The following tables present the fair values of the Company's assets and liabilities remeasured at fair value as of December 31, 2023 and December 31, 2022.

		Fair Value Measurements as of December 31, 2023 Using			
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Balance Sheet Classification					
Foreign currency forward contracts: (U.S. Dollars in thousands)					
	Other receivables, net	\$ —	\$ 9,193	\$ —	\$ 9,193
	Accrued liabilities	—	(6,875)	—	(6,875)
Bunker fuel hedges:	Accrued liabilities	—	(129)	—	(129)
Interest rate swap contracts:	Other assets	—	29,868	—	29,868
Rabbi Trust investments:					
	Short-term investments	—	—	5,899	5,899
	Long-term investments	—	—	15,970	15,970
Contingent consideration:					
	Contingent consideration	—	—	(1,788)	(1,788)
	Contingent consideration, less current portion	—	—	(7,327)	(7,327)
Total		\$ —	\$ 32,057	\$ 12,754	\$ 44,811

		Fair Value Measurements as of December 31, 2022 Using			
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Balance Sheet Classification					
Foreign currency forward contracts: (U.S. Dollars in thousands)					
	Other receivables, net	\$ —	\$ 1,366	\$ —	\$ 1,366
	Accrued liabilities	—	(5,932)	—	(5,932)
Bunker fuel hedges:	Accrued liabilities	—	(3,396)	—	(3,396)
Interest rate swap contracts:	Other assets	—	59,104	—	59,104
Rabbi Trust investments:					
	Short-term investments	—	—	5,367	5,367
	Long-term investments	—	—	16,498	16,498
Contingent consideration:					
	Contingent consideration	—	—	(1,791)	(1,791)
	Contingent consideration, less current portion	—	—	(5,022)	(5,022)
Total		\$ —	\$ 51,142	\$ 15,052	\$ 66,194

The table below sets forth a summary of changes in the fair value of the Level 3 investments, excluding contingent consideration and pension assets, for the years ended December 31, 2023 and December 31, 2022:

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3) (U.S. Dollars in thousands)
Balance as of December 31, 2021	\$ 29,548
Net realized and unrealized losses recognized in earnings	(3,835)
Plan contributions	458
Plan distributions	(4,306)
Balance as of December 31, 2022	21,865
Net realized and unrealized losses recognized in earnings*	1,872
Plan contributions	1,153
Plan distributions	(3,021)
Balance as of December 31, 2023	<u>\$ 21,869</u>

* Net amount comprised realized losses of \$0.3 million and unrealized losses of \$1.6 million recorded in other income, net, in the consolidated statements of operations.

The assets and liabilities that are required to be recorded at fair value on a recurring basis are derivative instruments, contingent consideration and Rabbi Trust investments. The fair values of the Company's derivative instruments are determined using Level 2 inputs, which are defined as "observable prices that are based on inputs not quoted on active markets but corroborated by market data." The fair values of the foreign currency forward contracts, the interest rate swaps and bunker fuel hedges were estimated using internal discounted cash flow calculations based upon forward foreign currency exchange rates, bunker fuel futures, interest rate yield curves or quotes obtained from brokers for contracts with similar terms, less any credit valuation adjustments based on Dole's own credit risk and any counterparties' credit risk.

Dole sponsors a non-qualified deferred compensation plan and a frozen non-qualified supplemental defined benefit plan for executives. The plans are funded through investments in Rabbi Trusts. Securities are recorded at fair value with realized and unrealized holding gains or losses included in earnings. As of December 31, 2023, securities totaled \$21.9 million, of which \$5.9 million was classified as short-term and included in short-term investments in the consolidated balance sheets, and \$16.0 million was classified as long-term and included in long-term investments in the consolidated balance sheets. As of December 31, 2022, securities totaled \$21.9 million of which \$5.4 million was classified as short-term and \$16.5 million was classified as long-term. Dole estimates the fair value of its Rabbi Trust investments using prices provided by its custodian, which are based on various third-party pricing services or valuation models developed by the underlying fund managers. The Rabbi Trust investments are held by the custodian in various Master Trust Units ("MTUs"), where the fair value is derived from the individual investment components. Each investment within the MTU is individually valued, after considering gains, losses, contributions and distributions, and the collective value of the MTU represents the total fair value. Dole has evaluated the methodologies used by the custodian to develop the estimate of fair value and assessed whether such valuations are representative of fair value, including net asset value. Dole has determined the valuations to be Level 3 inputs, because they are based upon significant unobservable inputs.

The table below sets forth a summary of changes in the fair value of the Level 3 contingent consideration for the years ended December 31, 2023 and December 31, 2022:

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)
	(U.S. Dollars in thousands)
Balance as of December 31, 2021	\$ (7,260)
Additions	(2,907)
Payments	2,909
Remeasurement gain	14
Foreign exchange impact	431
Balance as of December 31, 2022	(6,813)
Additions	(3,854)
Payments	1,662
Remeasurement gain	91
Foreign exchange impact	(201)
Balance as of December 31, 2023	<u>\$ (9,115)</u>

The carrying value of contingent consideration in the consolidated balance sheets approximates fair value based on the present value of the expected payments, discounted using a risk-adjusted rate. The expected payments are determined by forecasting the acquiree's earnings over the applicable period. Dole has determined the valuations are Level 3 inputs, because they are based upon significant unobservable inputs.

Fair Value of Financial Instruments

In estimating the Company's fair value disclosures for financial instruments, Dole used the following methods and assumptions:

Cash and cash equivalents: These items have carrying values reported in the consolidated balance sheets that approximate fair value due to their liquid nature, and they are classified as Level 1.

Short-term trade and grower receivables: These items have carrying values reported in the consolidated balance sheets that are net of allowances, and they are classified as Level 2.

Trade payables: These items have carrying values reported in the consolidated balance sheets that approximate fair value, and they are classified as Level 2.

Notes receivable and notes payable: These items have carrying values reported in the consolidated balance sheets that approximate fair value, and they are classified as Level 2.

Long-term grower receivables: These items have carrying values reported in the consolidated balance sheets that are net of allowances, and they are classified as Level 2.

Finance and operating leases: The carrying value of finance lease obligations reported in the consolidated balance sheets approximates fair value based on current interest rates, which contain an element of default risk. The fair value of finance lease obligations is estimated using Level 2 inputs based on quoted prices for those or similar instruments. For operating leases, Dole uses the rate implicit in the lease to discount lease payments to present value, when available. However, most leases do not provide a readily determinable implicit rate. Therefore, the Company's incremental borrowing rate is used to discount the lease payments based on information available at lease commencement.

Interest-bearing loans and borrowings: For floating rate interest-bearing loans and borrowings with a contractual repricing date of less than one year, the nominal amount is deemed to reflect fair value. For loans with repricing dates of greater than one year, fair value is calculated based on the present value of the expected future principal and interest cash

flows, discounted at interest rates effective at the reporting date and adjusted for movements in credit spreads. Based on these inputs, these instruments are classified as Level 2.

Fair Value of Debt

Dole estimates the fair value of its Term Loan A and Term Loan B based on the bid side of current quoted market prices.

The carrying value, net of debt issuance costs, and gross estimated fair value of these term loans based on Level 2 inputs in the fair value hierarchy are summarized below:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Carrying value, net of unamortized debt issuance costs	\$ 796,857	\$ 806,326
Unamortized debt issuance costs	14,118	17,549
Gross carrying value	<u>\$ 810,975</u>	<u>\$ 823,875</u>
Estimated fair value	<u>\$ 809,961</u>	<u>\$ 795,039</u>

See Note 14 “Debt” for additional detail on long-term debt instruments.

Credit Risk

The counterparties to the foreign currency exchange contracts consist of a number of major international financial institutions. Dole has established counterparty guidelines and regularly monitors its positions and the financial strength of these institutions. While counterparties to hedging contracts expose Dole to credit-related losses in the event of a counterparty’s non-performance, the risk would be limited to the unrealized gains on such affected contracts. Dole does not anticipate any such losses.

NOTE 19 — CONTINGENCIES

Guarantees and Other Contingencies

Dole provides guarantees for obligations of subsidiaries to third parties directly and indirectly through letters of credit from its revolving credit facilities, other major banking institutions and surety bonds issued by insurance companies. These letters of credit, bank guarantees and surety bonds are required by certain regulatory authorities, suppliers and other operating agreements and generally have contract terms of one to twenty years, often with an option to renew. As of December 31, 2023 and December 31, 2022, total letters of credit, bank guarantees and surety bonds outstanding under these arrangements were \$48.6 million and \$61.4 million, respectively, which represents the maximum potential future payments that Dole could be required to make.

Additionally, the Company guarantees certain bank borrowings and other obligations of certain equity method investees. As of December 31, 2023 and December 31, 2022, total guarantees under these arrangements were \$6.4 million and \$9.2 million, respectively, which represents the maximum potential future payments that Dole could be required to make.

Each of the following Irish registered subsidiaries of the Company may avail of the exemption from filing its statutory financial statements for the year ended December 31, 2023 as permitted by Section 357 of the Companies Act 2014. If any of these Irish registered subsidiaries of the Company elects to avail of this exemption, there will be in force an irrevocable guarantee from the Company in respect of all commitments entered into by such wholly-owned subsidiary, including amounts shown as liabilities (within the meaning of Section 357 (1) (b) of the Companies Act 2014) in such wholly-owned subsidiary's statutory financial statements for the year ended December 31, 2023:

- Dole Management Services Limited
- Finantic Limited
- Total Produce International Holdings Limited
- Dole Ireland Limited
- Uniplumo (Ireland) Limited
- Dole Receivables DAC

Hawaii Spillway

In February of 2020, the State of Hawaii and Department of Land and Natural Resources provided notice to Dole of a deficiency in the spillway and embankment stability of a Company-owned reservoir that requires mediation by 2025. Dole contracted a third party to perform an improvement study which resulted in an estimate of costs to modify the spillway of approximately \$20.0 million. On July 5, 2023, Hawaii Senate Bill 833 was signed into law by the Governor of Hawaii, pursuant to which the Office of the Governor will negotiate the acquisition of Dole's interests in the reservoir and associated irrigation system. The bill also appropriates funds for the State to repair and maintain the irrigation system and the associated spillway. The Company does not deem a resulting loss from the contingency associated with the costs to modify the spillway to be probable and, thus, has not recognized a liability in the consolidated balance sheets.

Legal Contingencies

Dole is involved from time to time in claims and legal actions incidental to its operations, both as plaintiff and defendant. Legal fees are expensed as incurred or expected to be incurred when the resulting loss from legal matters related to underlying events that have already occurred is probable and estimable. Dole has established what management currently believes to be adequate accruals for pending legal matters. These accruals are established as part of an ongoing worldwide assessment of claims and legal actions that takes into consideration such items as changes in the pending case load (including resolved and new matters), opinions of legal counsel, individual developments in court proceedings, changes in the law, changes in business focus, changes in the litigation environment, changes in opponent strategy and tactics, new developments as a result of ongoing discovery and past experience in defending and settling similar claims. In the opinion of management, after consultation with legal counsel, the claims or actions to which Dole is a party are not expected to have a material adverse effect, individually or in the aggregate, on Dole's results of operations, financial condition or cash flows.

DBCP Cases: Dole Food Company, Inc. and certain of its subsidiaries are involved in lawsuits pending in the U.S. and in foreign countries alleging injury because of exposure to the agricultural chemical DBCP (1,2- dibromo-3-chloropropane). Currently, there are approximately 180 lawsuits in various stages of proceedings alleging injury or seeking enforcement of Nicaraguan judgments, most of which are pending in Nicaragua and are inactive. In addition, there are multiple labor cases pending in Costa Rica under that country's national insurance program.

Settlements have been reached that, when fully implemented, will significantly reduce DBCP litigation in Nicaragua and the Philippines. Currently, claimed damages in DBCP cases worldwide total approximately \$17.8 billion, with lawsuits in Nicaragua representing almost all of this amount. 24 of the cases in Nicaragua have resulted in judgments, although many of these are being eliminated as part of the current settlements. The Company believes that none of the Nicaraguan judgments that remain will be enforceable against any Dole entity in the U.S. or in any other country.

As to all the DBCP matters, Dole has denied liability and asserted substantial defenses. The Company believes there is no reliable scientific basis for alleged injuries from the agricultural field application of DBCP. Although no assurance can be given concerning the outcome of the DBCP cases, in the opinion of management, after consultation with legal counsel and based on experience defending and resolving DBCP claims, neither the pending lawsuits and claims nor their resolution are expected to have a material adverse effect on Dole's financial position or results of operations, because the probable loss is not material.

Former Shell Site: Beginning in 2009, Shell Oil Company and Dole Food Company, Inc. were sued in several cases filed in Los Angeles Superior Court by the City of Carson and persons claiming to be current or former residents in the area of a housing development built in the 1960's by a predecessor of what is now a Dole subsidiary, Barclay Hollander Corporation ("BHC"), on land that had been owned and used by Shell as a crude oil storage facility for 40 years prior to the housing development. The homeowner and City of Carson complaints have been settled and the litigation has been dismissed. On May 6, 2013, Shell filed a complaint against Dole Food Company, Inc. (which was later voluntarily dismissed), BHC and Lomita Development Company ("Lomita"), seeking indemnity for the costs associated with the lawsuits discussed above (approximately \$90.0 million plus attorney fees) and for the cleanup discussed below (approximately \$310.0 million). Shell's indemnification claims were based on an early entry side agreement between Shell and an entity related to BHC and on claims based in equity. The trial court dismissed Shell's contract-based claims and eliminated Shell's demands for indemnification related to the homeowner and City of Carson cases. Shell's equitable claims related to the cleanup costs were tried and, on November 9, 2022, the jury delivered a verdict deciding that Shell properly incurred and will incur a total of \$266.6 million in cleanup costs, and that BHC should bear 50.0% of those costs, or \$133.3 million. BHC has filed an appeal. In June 2023, the trial court granted Shell's motion to add Dole Food Company, Inc. to the BHC judgment as an alter ego of BHC and ordered Shell to reimburse BHC approximately \$26.7 million in attorney's fees, which serves as an offset to the BHC judgment amount. Dole Food Company, Inc., has appealed the alter ego ruling and secured a bond sufficient to stay enforcement of the judgement. Shell has appealed the award of the attorney's fees.

The California Regional Water Quality Control Board ("Water Board") is supervising the cleanup on the former Shell site. On March 11, 2011, the Water Board issued a Cleanup and Abatement Order ("CAO") naming Shell as the Discharger and a Responsible Party and ordering Shell to assess, monitor and cleanup and abate the effects of contaminants discharged to soil and groundwater at the site. On April 30, 2015, the CAO was amended to also name BHC as a discharger. BHC appealed this CAO revision to the California State Water Resources Control Board, which appeal was denied by operation of law when the Water Board took no action. On September 30, 2015, BHC filed a writ petition in the Superior Court challenging the CAO on several grounds. The trial court denied BHC's petition, which denial was subsequently upheld by the California Court of Appeals, thereby ending BHC's challenge to the CAO revision naming BHC as a discharger. In the opinion of management, after consultation with legal counsel, the claims or actions related to the CAO are not expected to have a material adverse effect, individually or in the aggregate, on Dole's results of operations, financial condition or cash flows, because management believes the risk of loss is remote.

NOTE 20 — RELATED PARTY TRANSACTIONS

Balmoral International Land Holdings plc ("Balmoral") is a related party of Dole plc, because the Chair of the Board of Dole plc is also the Chair of the Board of Balmoral. In the years ended December 31, 2023, December 31, 2022 and December 31, 2021, a subsidiary of Dole sub-leased or leased buildings to or from Balmoral, was in receipt of property management services from Balmoral and provided IT management services to Balmoral. For the years ended December 31, 2023, December 31, 2022 and December 31, 2021, total net expenses related to Balmoral were \$1.9 million, \$2.0 million and \$1.6 million, respectively.

Balkan Investment Company ("Balkan") is a related party of the Company, because it is the beneficial owner of more than 5% of the Company's Ordinary shares. In the year ended December 31, 2023, a subsidiary of Dole sub-leased a portion of a building and provided other services to Balkan. Total income received for the years ended December 31, 2023 and December 31, 2022 were \$0.2 million and \$0.1 million, respectively, and not material for the year ended December 31, 2021.

Mr. Murdock is a significant shareholder of Dole plc and former owner of Legacy Dole. Mr. Murdock owns, inter alia, the real estate company, Castle and Cooke, Inc. Net expenses from various companies of Mr. Murdock were \$5.3 million for the year ended December 31, 2023 and primarily relate to the lease of equipment. Net expenses amounted to \$4.3 million and \$0.6 million for the years ended December 31, 2022 and December 31, 2021, respectively.

See Note 22 "Investments in Unconsolidated Affiliates" for details of transactions with equity method investees, Note 16 "Leases" for details of lease-related liabilities with related parties and Note 19 "Contingencies" for details of related party guarantees.

All other transactions with related parties were not material for the years ended December 31, 2023, December 31, 2022 and December 31, 2021, and other outstanding receivables from and payables to related parties were not material as of December 31, 2023 and December 31, 2022.

NOTE 21 — STOCKHOLDERS' EQUITY

Common Stock

As of December 31, 2023, the Company was authorized to issue 600.0 million total shares of capital stock, consisting of 300.0 million shares of common stock and 300.0 million shares of preferred stock. As of December 31, 2023, there were 94.9 million shares of common stock outstanding and no shares of preferred stock outstanding.

A rollforward of share activity as of December 31, 2023 and December 31, 2022 was as follows:

	Amount (In thousands)
Outstanding shares as of December 31, 2021	94,878
Net shares issued related to stock-based compensation	21
Outstanding shares as of December 31, 2022	94,899
Net shares issued related to stock-based compensation	30
Outstanding shares as of December 31, 2023	94,929

Stock-Based Compensation

The Company's primary stock-based compensation plan is the 2021 Omnibus Incentive Compensation Plan ("the Plan"), under which to date, share options and two different types of restricted stock units ("RSUs") have been issued. The purpose of the Plan is to benefit and advance the interests of Dole by attracting, retaining and motivating participants and to compensate participants for contributions to the success of the Company. Upon exercise of stock options or vesting of RSUs, new shares are issued from existing authorization. A total of 7.4 million shares of the Company's common stock were initially reserved for issuance pursuant to the Omnibus Plan. Upon the exercise of any option or vesting of any RSU, the related award is cancelled to the extent of the number of shares exercised or vested, and that number of shares is no longer available under the Plan. If any part of the award terminates without delivery of the related shares, the extent of the award will then be available for future grant under the Plan. As of December 31, 2023, there were 5.7 million shares available for future grant under the Plan and 1.6 million shares available for future issue under awards granted.

For the years ended December 31, 2023 and December 31, 2022, stock-based compensation expense related to the Plan was \$6.1 million and \$4.5 million, respectively, and was not material in the year ended December 31, 2021. Stock-based compensation expense related to the Plan is recorded in selling, marketing, general and administrative expenses in the consolidated statements of operations.

Compensation expense for stock options is determined based on the grant date fair value of the award, calculated using the Black Scholes options-pricing model. Company stock options generally vest over a three year-service period and expire ten years from the date of grant. Forfeitures are estimated on the date of grant based on historical forfeiture rates, and compensation expense is adjusted based on actual forfeitures. The weighted-average grant date fair value per share of stock options granted during 2021 was \$4.47.

In the years ended December 31, 2023 and December 31, 2022, additional RSU awards were issued under the Plan that vest over a one to three year-service period, and new RSU awards were issued under the Plan if certain market conditions are met. Stock compensation expense under the awards that include a market condition is determined based on the grant date fair value of the award, calculated using a Monte Carlo simulation approach. These awards vest over a three-year service period, and forfeitures are estimated on the date of grant based on historical forfeiture rates, with stock compensation expense adjusted based on actual forfeitures. The following table summarizes the assumptions used for estimating the fair values of the stock options and RSUs with a market condition upon grant date:

Type of Award	Risk-free interest rate	Expected volatility	Dividend yield	Expected term (years)
For the year ended December 31, 2023:				
RSUs with a market condition	4.0 %	35.0 %	2.8 %	N/A
For the year ended December 31, 2022:				
RSUs with a market condition	2.1 %	45.0 %	2.5 %	N/A
For the year ended December 31, 2021:				
Stock options	0.9 %	32.5 %	1.5 %	6.5

For the year ended December 31, 2023, a rollforward of share-based compensation awards outstanding by number and weighted-average exercise price of stock options or weighted-average grant-date fair value of RSUs and RSUs with a market condition was as follows:

	Stock Options		RSUs		RSUs with a market condition	
	Number of shares	Weighted-average exercise price	Number of shares	Weighted-average grant date fair value	Number of shares	Weighted-average grant date fair value
(Number of shares in thousands and weighted-average amounts are U.S. dollars per share)						
Outstanding awards as of December 31, 2022	453	\$ 15.72	412	\$ 13.71	400	\$ 13.59
Granted	—	—	253	12.06	209	16.95
Vested	—	—	(58)	10.24	—	—
Forfeited	—	—	(14)	13.52	(49)	11.65
Outstanding awards as of December 31, 2023	453	\$ 15.72	593	\$ 13.35	560	\$ 15.01

The total unrecognized compensation cost related to the unvested awards as of December 31, 2023 was \$8.1 million. The remaining unrecognized compensation cost as of December 31, 2023 will be recognized over a weighted-average period of approximately 1.5 years.

Dividends Declared

The following table summarizes dividends per share declared for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

Year Ended					
December 31, 2023		December 31, 2022		December 31, 2021	
Date Declared	Amount (U.S. Dollars)	Date Declared	Amount (U.S. Dollars)	Date Declared	Amount (U.S. Dollars)
11/15/2023	\$ 0.08	11/16/2022	\$ 0.08	12/2/2021	\$ 0.08
8/16/2023	\$ 0.08	8/22/2022	\$ 0.08	5/28/2021	\$ 0.03
5/17/2023	\$ 0.08	5/24/2022	\$ 0.08	1/29/2021	\$ 0.01
3/6/2023	\$ 0.08	3/14/2022	\$ 0.08		

The following table summarizes total dividends declared for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Dividends	\$ (30,750)	\$ (30,582)	\$ (24,699)

Dole's ability to declare and pay dividends is subject to limitations contained in its various debt agreements. As of December 31, 2023, Dole had \$445.5 million available to declare or pay a dividend. See Note 26 "Subsequent Events" for further detail on dividends declared after December 31, 2023.

Accumulated Other Comprehensive Loss

Dole's accumulated other comprehensive loss primarily consists of unrealized foreign currency translation gains and losses, unrealized derivative gains and losses and pension and postretirement obligation adjustments. A rollforward of the changes in accumulated other comprehensive loss, disaggregated by component, was as follows for the years ended December 31, 2023, December 31, 2022 and December 31, 2021.

	Changes in Accumulated Other Comprehensive Loss by Component			
	Fair Value of Derivatives	Pension & Other Postretirement Benefits	Foreign Currency Translation	Total
	(U.S. Dollars in thousands)			
Balance as of December 31, 2020	\$ (2,578)	\$ (77,445)	\$ (48,780)	\$ (128,803)
Other comprehensive income (loss) attributable to Dole plc before reclassifications, net of tax	12,764	1,857	(27,669)	(13,048)
Reclassification of pension activity to accumulated other comprehensive loss*	—	15,462	—	15,462
Gross amounts reclassified from accumulated other comprehensive loss	(2,418)	378	1,721	(319)
Income tax effect of amounts reclassified from accumulated other comprehensive loss	863	(74)	—	789
Net other comprehensive income (loss) attributable to Dole plc	11,209	17,623	(25,948)	2,884
Balance as of December 31, 2021	<u>\$ 8,631</u>	<u>\$ (59,822)</u>	<u>\$ (74,728)</u>	<u>\$ (125,919)</u>
Other comprehensive income (loss) attributable to Dole plc before reclassifications, net of tax	54,523	21,530	(38,329)	37,724
Gross amounts reclassified from accumulated other comprehensive loss	(28,522)	1,548	5,445	(21,529)
Income tax effect of amounts reclassified from accumulated other comprehensive loss	5,785	(194)	—	5,591
Net other comprehensive income (loss) attributable to Dole plc	31,786	22,884	(32,884)	21,786
Balance as of December 31, 2022	<u>\$ 40,417</u>	<u>\$ (36,938)</u>	<u>\$ (107,612)</u>	<u>\$ (104,133)</u>
Other comprehensive income (loss) attributable to Dole plc before reclassifications, net of tax	(515)	(8,490)	20,900	11,895
Gross amounts reclassified from accumulated other comprehensive loss	(20,669)	(3,679)	(253)	(24,601)
Income tax effect of amounts reclassified from accumulated other comprehensive loss	5,170	878	—	6,048
Net other comprehensive income (loss) attributable to Dole plc	(16,014)	(11,291)	20,647	(6,658)
Balance at December 31, 2023	<u>\$ 24,403</u>	<u>\$ (48,229)</u>	<u>\$ (86,965)</u>	<u>\$ (110,791)</u>

*See Note 2 "Basis of Presentation and Summary of Significant Accounting Policies" for details on the reclassification of pension activity in the year ended December 31, 2021.

The following table includes details about gross (gains) losses reclassified from accumulated other comprehensive loss by component of accumulated other comprehensive loss:

(Gains) losses reclassified out of Accumulated Other Comprehensive Loss in the year ended				Affected line item in the Statement of Operations
December 31, 2023	December 31, 2022	December 31, 2021		
(U.S. Dollars in thousands)				
Fair value of Derivatives:				
Interest rate swap contracts	\$ (29,130)	\$ (5,976)	\$ 1,323	Interest expense
Cash flow hedges	8,461	(22,546)	(2,399)	Cost of sales
Cash flow hedges	—	—	(1,342)	Equity method earnings
Foreign currency translation	(253)	5,445	—	Other income, net
Foreign currency translation	—	—	1,721	Equity method earnings
Pension and other postretirement benefits	(3,679)	1,548	2,134	Other income, net
Pension and other postretirement benefits	—	—	(1,756)	Equity method earnings
Total (gains) losses reclassified	\$ (24,601)	\$ (21,529)	\$ (319)	

NOTE 22 — INVESTMENTS IN UNCONSOLIDATED AFFILIATES

As of December 31, 2023, Dole's investments in unconsolidated affiliates were \$131.7 million, of which \$128.3 million represented equity method investments, and \$3.4 million represented investments in which Dole does not have significant influence. As of December 31, 2022, Dole's investments in unconsolidated affiliates were \$124.2 million, of which \$120.9 million represented equity method investments, and \$3.3 million represented investments in which Dole does not have significant influence. There are no significant investees in which Dole holds 20.0% or more of their voting stock that are not accounted for using the equity method of accounting.

Dole's consolidated net income includes its proportionate share of the net income or loss of equity method investments in affiliates. When Dole records its proportionate share of net income, it increases equity method earnings in the consolidated statements of operations and the carrying value in that investment in the consolidated balance sheets. Conversely, when Dole records its proportionate share of a net loss, it decreases equity method earnings in the consolidated statements of operations and the carrying value in that investment in the consolidated balance sheets. Cash dividends received from investments in which Dole does not have significant influence are recorded in other income, net, and have historically not been significant.

Legacy Dole

Prior to the Acquisition described in Note 4 "Acquisitions and Divestitures", Total Produce had a 45.0% equity ownership interest in Legacy Dole. As a part of the Acquisition, Legacy Dole became a subsidiary of Dole plc and the acquiree of Total Produce. As such, Legacy Dole results are included in the consolidated results of the Company from the Acquisition Date of July 29, 2021 to December 31, 2021.

Summarized financial information for Legacy Dole for the period from January 1, 2021 to July 29, 2021, are as follows in the tables below. Unless otherwise noted, the results included herein represent Legacy Dole's operations rather than the share attributable to the Company.

	<u>Period Ended</u> <u>July 29,</u> <u>2021</u>
	(U.S. Dollars in thousands)
<u>Summary Statements of Operations:</u>	
Revenue, net	\$ 2,878,597
Cost of sales	(2,601,253)
Selling, marketing, general and administrative expenses	(124,417)
Net interest expense	(36,998)
Equity method earnings	27
Other income, net	2,859
Income tax expense	(30,557)
Less: Net income attributable to noncontrolling interests	(1,872)
Net income attributable to equity shareholders	<u>\$ 86,386</u>
Dole plc share of net income attributable to equity shareholders	<u>\$ 38,874</u>

The following table presents sales to and purchases from Legacy Dole for the period from January 1, 2021 to July 29, 2021:

	<u>Period Ended</u> <u>July 29,</u> <u>2021</u>
	(U.S. Dollars in thousands)
Sales	\$ 9,974
Purchases	30,856

Investments in Other Unconsolidated affiliates

A rollforward of the carrying amount of Dole's investments in unconsolidated affiliates as of December 31, 2023 and December 31, 2022 was as follows:

	Amount (U.S. Dollars in thousands)
Carrying amount as of December 31, 2021	\$ 128,407
Share of income after tax	7,270
Additions	3,450
Subsidiary becoming equity method investment	712
Disposals	(1,087)
Dividends received from investments	(9,391)
Foreign exchange impact and other	(5,127)
Carrying amount as of December 31, 2022	124,234
Share of income after tax	14,721
Additions	532
Subsidiary becoming equity method investment	(84)
Disposals	(1,046)
Dividends received from investments	(9,388)
Foreign exchange impact and other	2,735
Carrying amount as of December 31, 2023	<u>\$ 131,704</u>

The Company recognized income tax expense of \$5.8 million, \$4.4 million and \$0.8 million during the years ended December 31, 2023, December 31, 2022, and December 31, 2021, respectively, related to equity method investments.

Investments in unconsolidated affiliates becoming subsidiaries

For the year ended December 31, 2023 and December 31, 2022, step-up acquisitions were not material.

During the year ended December 31, 2021, in addition to the acquisition of Legacy Dole, the Company purchased additional shares in equity method investees, which resulted in the investees being consolidated as subsidiaries of the Company from the date of acquisition of additional shares. For the year ended December 31, 2021, the following step-up acquisitions occurred:

- Moorberries BV: A grocery wholesaler based in the Netherlands, in which the Company acquired a 100% ownership interest.
- Fruktimporten Stockholm: A grocery wholesaler based in Sweden, in which the Company acquired an 83.2% ownership interest.
- OTC Organics BV: A company that specializes in organically grown products based in the Netherlands, in which the Company acquired a 100% ownership interest.

The aggregate total carrying value of these investees was \$4.3 million as of the respective acquisition dates. As part of these acquisitions, the Company paid an aggregate \$8.1 million in cash consideration. The total gain from these step-up acquisitions was \$7.7 million, and goodwill recorded was \$15.2 million after considering the original fair value of the investment held.

Disposal of equity method investees

During the year ended December 31, 2023, the Company disposed of its 50% investment in Skyview Cooling Co., a company based in the U.S, which had a carrying value of \$1.1 million as of the disposal date. As a result of this disposal, the Company recognized a gain of \$0.5 million.

During the year ended December 31, 2022, the Company disposed of its 50% investment in Suri Agro Fresh Private Limited, a fresh produce company based in India, which had a carrying value of \$1.1 million as of the disposal date. As a result of this disposal, the Company recognized a \$0.6 million loss.

During the year ended December 31, 2021, the Company disposed of a 50% investment in Peviani S.p.A., a fresh produce company based in Italy, which had a carrying value of \$9.4 million as of the disposal date. As a result of this disposal, the Company recognized a \$1.1 million gain.

Summarized Financial Information - Other Investments

Summarized aggregated financial information for all other equity method investments for the years ended December 31, 2023, December 31, 2022 and December 31, 2021 and as of December 31, 2023 and December 31, 2022 are as follows in the tables below. Unless stated otherwise, the information reflects the amounts reported in the financial statements of the investment entities rather than the share attributable to the Company.

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
<u>Summary Statements of Operations:</u>			
	(U.S. Dollars in thousands)		
Revenue, net	\$ 1,872,916	\$ 1,720,489	\$ 1,760,608
Cost of sales	(1,743,920)	(1,614,293)	(1,601,557)
Other activity	(103,921)	(88,759)	(123,603)
Net income	\$ 25,075	\$ 17,437	\$ 35,448
Net income attributable to Dole plc	\$ 14,721	\$ 7,270	\$ 14,851

	December 31, 2023	December 31, 2022
<u>Summary Balance Sheets:</u>		
	(U.S. Dollars in thousands)	
Current assets	\$ 398,628	\$ 334,317
Non-current assets	315,862	297,337
Current liabilities	(295,022)	(221,370)
Non-current liabilities	(148,892)	(147,507)
Noncontrolling interest	(1,616)	(2,057)
Net assets	\$ 268,960	\$ 260,720
Dole plc share of net assets	100,263	94,318
Goodwill	28,043	26,551
Carrying amount of investments	\$ 128,306	\$ 120,869

Transactions with Other Unconsolidated affiliates

The following table presents sales to and purchases from other investments in unconsolidated affiliates for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
(U.S. Dollars in thousands)			
Sales	\$ 127,642	\$ 121,092	\$ 109,965
Purchases	166,676	161,841	141,975

The following tables presents amounts due from and to investments in unconsolidated affiliates as of December 31, 2023 and December 31, 2022:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Amounts due from investments in unconsolidated affiliates presented within trade receivables	\$ 25,066	\$ 27,503
Amounts due from investments in unconsolidated affiliates presented within other receivables	4,138	3,224
Amounts due to investments in unconsolidated affiliates presented within accounts payable	(10,514)	(8,959)
Amounts due from investments in unconsolidated affiliates presented within other assets	9,220	8,396

Reconciliation of Equity Method Earnings

The following table provides a reconciliation of equity method earnings in the consolidated statements of operations for the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars in thousands)		
Equity method earnings - other than Legacy Dole	\$ 14,721	\$ 7,270	\$ 14,851
Equity method earnings - Legacy Dole	—	—	38,874
Deferred income tax expense related to Legacy Dole	—	—	(10,441)
Share of equity method earnings	14,721	7,270	43,284
Impairment of original 45.0% investment in Legacy Dole	—	—	(122,926)
Gain on preexisting contractual arrangements with Legacy Dole	—	—	93,000
Gain on release of deferred tax reserves attributable to Legacy Dole	—	—	20,124
Gain on release of Legacy Dole indemnities	—	—	4,403
Gain on release of cumulative equity reserves attributable to Legacy Dole	—	—	1,376
Net impact of step-up acquisition of Legacy Dole	—	—	(4,023)
Gain on step-up acquisition of other equity method investments	—	—	7,670
Gain (loss) on disposal of equity method investments	470	(544)	1,096
Equity method earnings	<u>\$ 15,191</u>	<u>\$ 6,726</u>	<u>\$ 48,027</u>

NOTE 23 — VARIABLE INTEREST ENTITIES

Judgement is used when determining (i) whether an entity is a VIE; (ii) who are the variable interest holders; (iii) the elements and degree of control that each variable interest holder has; and (iv) ultimately which party is the primary beneficiary (“PB”).

Unconsolidated VIEs

The VIEs in which Dole has variable interests but is not the PB are not consolidated and are accounted for using the equity method of accounting.

The Company holds variable interests in a fresh produce business, El Parque, which is considered a VIE in which Dole is not the PB. On December 16, 2016, the Company acquired shares in El Parque. As of December 31, 2023, Dole has 50.000% of the series A shares and 49.995% of the series B shares in El Parque, with remaining series A shares held by Inversiones Dona Isidora Limitada (“IDI”) and remaining series B shares held by individual investors. The El Parque Board of Directors comprises four members, two from Dole and two from IDI.

Dole and IDI both have equal management representation on the board and equity participation, as only series A shares have voting rights. Further, all significant activities of El Parque are managed by the unanimous consent of the board. Therefore, Dole does not meet the power criteria required to be considered the PB nor holds a controlling financial interest in El Parque.

During the years ended December 31, 2023, December 31, 2022 and December 31, 2021, the Company did not provide any financial support to or guarantees in respect of debt issued by El Parque. Dole's maximum exposure to loss represents the amount that would be absorbed by the Company in the event that all assets held in El Parque had no value. As of December 31, 2023 and December 31, 2022, Dole's maximum exposure to loss in El Parque was equivalent to the carrying value of its investment in the entity of \$11.4 million and \$10.7 million, respectively.

Prior to the Acquisition, Legacy Dole was also a VIE in which the Company was not the PB. Legacy Dole was determined to be a VIE as the Company's voting interest and economic interest were not proportionate. See Note 22 "Investments in Unconsolidated Affiliates" for further detail.

Consolidated VIEs

Dole consolidates the results of one VIE, EurobananCanarias S.A. ("EBC"), a Canary Islands fruit produce business, as Dole holds 50.0% of its shares and is deemed to be the PB. Since EBC's incorporation in 1993, Dole has had an economic interest of 50.0% and a power to appoint its managing director, who influences all decisions related to operations. Dole's economic interest is not equal to the Company's voting interest (decision making right for all relevant activities), thus, the conditions of Dole being the PB are met, and EBC is consolidated. Dole has not provided any financial or other support to EBC during the periods presented within the consolidated financial statements.

NOTE 24 – EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share is calculated by dividing the net income (loss) for the period attributable to shareholders of the Company by the weighted average number of shares outstanding during the period. Diluted earnings (loss) per share is calculated by dividing the net income (loss) for the period attributable to shareholders of the Company by the weighted average number of shares outstanding after adjusting for the impact of all share options and RSUs with a dilutive effect. The Company uses the treasury stock method to calculate the dilutive effect of outstanding equity awards for diluted earnings (loss) per share. For the year ended December 31, 2021, the weighted average number of shares used within the calculation was adjusted for the impact of the Total Produce seven to one share exchange for existing shareholders that occurred immediately prior to the Merger and IPO Transaction.

The following table presents basic and diluted earnings (loss) per share for each of the years ended December 31, 2023, December 31, 2022 and December 31, 2021:

	Year Ended		
	December 31, 2023	December 31, 2022	December 31, 2021
	(U.S. Dollars and shares in thousands, except per share amounts)		
Income from continuing operations	\$ 177,527	\$ 168,230	\$ 37,561
Less: Net income attributable to noncontrolling interests	(31,646)	(25,287)	(24,212)
Income from continuing operations attributable to Dole plc	145,881	142,943	13,349
Loss from discontinued operations, net of income taxes	(21,818)	(56,447)	(20,568)
Net income (loss) attributable to Dole plc	<u>\$ 124,063</u>	<u>\$ 86,496</u>	<u>\$ (7,219)</u>
Weighted average number of shares outstanding:			
Weighted average number of shares – basic	94,917	94,886	72,190
Effect of share awards with a dilutive effect	201	28	194
Weighted average number of shares – diluted	<u>95,118</u>	<u>94,914</u>	<u>72,384</u>
Income (loss) per share:			
Basic:			
Continuing operations	\$ 1.54	\$ 1.51	\$ 0.18
Discontinued operations	(0.23)	(0.60)	(0.28)
Net income (loss) per share attributable to Dole plc	<u>\$ 1.31</u>	<u>\$ 0.91</u>	<u>\$ (0.10)</u>
Diluted:			
Continuing operations	\$ 1.53	\$ 1.51	\$ 0.18
Discontinued operations	(0.23)	(0.60)	(0.28)
Net income (loss) per share attributable to Dole plc	<u>\$ 1.30</u>	<u>\$ 0.91</u>	<u>\$ (0.10)</u>

The average market value of the Company's shares used for the purpose of calculating the dilutive effect of share options and RSUs with a market condition is based on quoted market prices for the period during which the awards were outstanding during the year. The calculation of diluted earnings (loss) per share for the years ended December 31, 2023, December 31, 2022 and December 31, 2021 does not include the effect of certain awards, because to do so would be antidilutive.

NOTE 25 — EMPLOYEE BENEFITS

The average number of persons employed by Dole plc during the fiscal year 2023 and 2022 were as follows:

	December 31, 2023	December 31, 2022
Employee Numbers:	(In thousands)	
Production	26,039	26,642
Sales and Distribution	4,905	4,892
Administration	3,135	5,888
Total Employees	<u>34,079</u>	<u>37,422</u>

The employee costs for fiscal year 2023 and 2022 are as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Wages and Salaries	\$ 932,006	\$ 864,065
Social security contributions	102,247	106,583
Employee post-employment obligations cost – defined contribution schemes	18,598	21,232
Employee post-employment obligations cost – defined benefit schemes	16,704	14,834
Employee post-employment obligations cost – other post-employment obligations	1,306	971
Termination benefits	13,078	1,772
Equity settles share-based compensation (credit)/expense	5,796	4,500
Total Employee costs	<u>\$ 1,089,735</u>	<u>\$ 1,013,957</u>

NOTE 26 — SUBSEQUENT EVENTS

Dole evaluated subsequent events through April 9, 2024, the date that Dole’s consolidated financial statements were issued.

On January 4, 2024, Dole paid a cash dividend of \$0.08 per share, totaling \$7.6 million, to shareholders for the third quarter dividend declared on November 15, 2023. On February 28, 2024, the Board of Directors of Dole plc declared a cash dividend for the fourth quarter of 2023 of \$0.08 per share, payable on April 4, 2024, to shareholders of record on March 21, 2024.

On February 27, 2024, Dole entered into a definitive agreement with PTF Holdings, LLC (“PTF Holdings”) pursuant to which Dole agreed to sell its 65.0% stake in Progressive Produce to PTF Holdings for gross proceeds of \$120.3 million in cash. The transaction closed on March 13, 2024.

On March 27, 2024, Dole and Fresh Express agreed to terminate the Fresh Express Agreement due to a failure to obtain regulatory approval. Dole also announced that it is in the process of pursuing alternative transactions through which it will exit the Fresh Vegetables business.

NOTE 27 – AUDITORS’ REMUNERATION

Fees paid to KPMG, our statutory auditor, during fiscal year 2023 and 2022 were as follows:

	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Audit of financial statements (1)	\$ 9,410	\$ 9,145
Tax advisory services	462	454
Other assurances services	8	20
Total fees	<u>\$ 9,880</u>	<u>\$ 9,619</u>

Included in the amounts above are the following fees paid to KPMG Ireland; Audit of financial statements \$2,519,000 (2022: \$2,520,000), Tax advisory services \$170,000 (2022: \$169,000) and other assurances services \$0 (2022: \$0).

(1) This amount includes audit fees paid to KPMG Ireland for the statutory audit of the parent company financial statements of Dole plc of \$20,000 (2022: \$20,000).

“Audit of financial statements fees” are the aggregate fees earned by KPMG for the audit of our consolidated annual financial statements, reviews of interim financial statements and attestation services that are provided in connection with statutory and regulatory filings or engagements. “Tax advisory services fees” are the aggregate fees charged by KPMG for professional services rendered for tax compliance activities. “Other assurance services fees” are fees charged by the KPMG

for assurance and related services that are reasonably related to the performance of the audit or review of our financial statements and are not reported under “Audit fees.” This category comprises fees for agreed-upon procedures engagements and other attestation services subject to regulatory requirements. “All other fees” are fees billed in each of the last two fiscal years for products and services provided by KPMG, other than the services reported in the aforementioned categories in this section.

NOTE 28 – DIRECTORS REMUNERATION

Directors’ remuneration for the year ended December 31, 2023 and December 31, 2022 is set forth in the table below. Our executive officers and non-employee directors are paid fees in respect of their directors’ roles and responsibilities on the board of Dole plc and this compensation is included in the table below as compensation for “Director Services”. All other compensation paid to our executive officers, Mr. McCann, our Executive Chairman, Mr. Byrne, our Chief Executive Officer, Mr. Lindén, our Chief Operating Officer, Ms. Devine, our Chief Financial Officer (from the period on her appointment to the Board on June 30, 2022), and Mr. Davis, our former Chief Financial Officer (up to his date of resignation from the Board on June 30, 2022), are included in the table below as compensation for “Managerial Services”.

	Year Ended	
	December 31, 2023	December 31, 2022
	(U.S. Dollars in thousands)	
Managerial Services (1)	\$ 12,287	\$ 9,066
Director Services (2)	\$ 1,560	\$ 1,560

(1) This calculation was made in accordance with the requirements of the Companies Act 2014 and includes the following in respect of Managerial Services provided by our executive officers:

- a) Emoluments paid or receivable of \$3,069 for 2023 and \$2,868 for 2022;
- b) Share based compensation expense of \$4,053 for 2023 and \$3,958 for 2022 calculated in accordance with US GAAP;
- c) Non-equity incentive plan cash payments of \$4,438 for 2023 and \$1,758 for 2022;
- d) Pension related payments of \$430 for 2023 and \$422 for 2022 none of which were paid to defined benefit schemes;
- e) Other payments of \$297 for 2023 and \$60 for 2022.

(2) This calculation was made in accordance with the requirements of the Companies Act 2014. Please note all amounts quoted above are U.S. Dollars in thousands.

NOTE 29 — SUBSIDIARIES

As of December 31, 2023, our principal subsidiaries, being those subsidiaries whose assets, liabilities, financial position or profit or loss, in the opinion of the directors of Dole plc principally affected our Consolidated Financial Statements or whose financial performance is not consolidated into our Consolidated Financial Statements, were as follows:

Name	Principal Activities	Group Share	Share Class	Country of Incorporation	Registered Office
Bud Antle Inc	Fresh Produce	100%	Ordinary	USA	2959 Monterey-Salinas Hwy. Monterey, CA 93940
Dole Fresh Fruit Company	Fresh Produce	100%	Ordinary	USA	Suite 700, 200 S. Tryon Street, Charlotte, NC 28202
EurobananCanarias S.A.	Fresh Produce	50%	Ordinary	Spain	Avda. de Anaga N°11, 38001 Santa Cruz de Tenerife
Grandview Ventures Limited	Fresh Produce	65%	Ordinary	Canada	Suite 2400, 745 Thurlow Street, Vancouver, British Colombia
Nordic Fruit Holding AB	Investment Holding Company	100%	Ordinary	Sweden	Långebergavägen 190, 256 69 Helsingborg
Progressive Produce LLC	Fresh Produce	65%	Ordinary	USA	5790 Peachtree Street, Los Angeles, CA 90040
Total Produce Holdings (UK) Limited	Investment Holding Company	100%	Ordinary	UK	Enterprise Way, Pinchbeck, Spalding, Lincolnshire, PE31 1 3YR
Tropical Fruit Americas LLC	Services	100%	Common	USA	Suite 700, 200 S. Tryon Street, Charlotte, NC 28202
Tropical Fruit Europe LLC	Services	100%	Common	USA	Suite 700, 200 S. Tryon Street, Charlotte, NC 28202

DOLE PLC
PARENT COMPANY FINANCIAL STATEMENTS

Company Balance Sheet

	Note	2023	2022
		\$'000	\$'000
Assets			
<i>Non Current:</i>			
Investments in subsidiaries	2	1,450,685	1,450,066
Total non-current assets		1,450,685	1,450,066
<i>Current:</i>			
Trade and other receivables	3	1,246	2,487
Cash and cash equivalents	4	357	1,244
Total current assets		1,603	3,731
Total assets		1,452,288	1,453,797
Equity			
Share capital	5	949	949
Other reserves	6	1,064,148	1,064,148
Share based payment reserve	7	10,029	4,497
Retained earnings		347,794	371,406
Total equity		1,422,920	1,441,000
Liabilities			
<i>Current</i>			
Trade and other payables	8	29,368	12,797
Total current liabilities		29,368	12,797
Total liabilities		29,368	12,797
Total equity and liabilities		1,452,288	1,453,797

On behalf of the Board

Carl McCann
Executive Chairman

Jacinta Devine
Chief Financial Officer

Company Statement of Changes in Equity for the year ended December 31, 2023

	Share capital	Other reserves	Share-based payment reserve	Retained Earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 January 2023	949	1,064,148	4,497	371,406	1,441,000
Comprehensive income (loss):					
Profit for the period	—	—	—	6,830	6,830
Other comprehensive income	—	—	—	—	—
Total comprehensive loss	—	—	—	6,830	6,830
Transactions with equity holders:					
Shares issued	—	—	(307)	307	—
Share-based payment transactions	—	—	5,839	—	5,839
Dividends to equity shareholders	—	—	—	(30,749)	(30,749)
Total transactions with equity holders	—	—	5,532	(30,442)	(24,910)
Equity as of December 31, 2023	949	1,064,148	10,029	347,794	1,422,920

Company Statement of Changes in Equity for the year ended December 31, 2022

	Share capital	Other reserves	Share-based payment reserve	Retained Earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 January 2022	949	1,088,927	620	394,314	1,484,810
Comprehensive income (loss):					
Loss for the period	—	—	—	(17,432)	(17,432)
Other comprehensive income	—	—	—	—	—
Total comprehensive loss	—	—	—	(17,432)	(17,432)
Reclass of financial asset impairment	—	(24,779)	—	24,779	—
Transactions with equity holders:					
Shares issued pre-IPO	—	—	(340)	340	—
Cancellation of shares	—	—	4,217	—	4,217
Share-based payment transactions	—	—	—	(30,595)	(30,595)
Total transactions with equity holders	—	—	3,877	(30,255)	(26,378)
Equity as of December 31, 2022	949	1,064,148	4,497	371,406	1,441,000

Notes to the Company Financial Statements for the year ended December 31, 2023

NOTE 1 – ACCOUNTING POLICIES

Basis of preparation

Dole plc (the 'Company') is a public limited company incorporated and domiciled in the Republic of Ireland. The address of its registered office is 29 North Anne Street, Dublin 7, Ireland, D07 PH36.

The Company financial statements have been prepared under the historical cost convention as modified by the use of fair value for share based payments and comply with the Companies Act 2014 and Financial Reporting Standard 101, “Reduced Disclosure Framework” (FRS 101). There have been no material departures from these standards. The Company has taken advantage of the following disclosure exemptions under FRS 101:

- A Cash Flow Statement and related notes
- Comparative period reconciliations for tangible fixed assets and intangible assets;
- Disclosures in respect of transactions with wholly owned subsidiaries;
- Disclosures in respect of capital management;
- Disclosures in respect of the compensation of key management personnel and the effects of new but not yet effective IFRS.

As the consolidated financial statements of the Company and its subsidiaries include the equivalent disclosures the Company has also availed of the following disclosure exemptions under FRS 101

- IFRS 2 Share Based Payments in respect of group settled share based payments

These financial statements are presented in U.S. dollar, which is the Company’s functional currency. All amounts in the financial statements have been rounded to the nearest thousand.

Going concern

The Company is in a net current liabilities position at December 31, 2023. The Company and its subsidiaries (the 'Group') is profit making and cash generative having made a profit after tax from continuing operations of \$177,527,000 with net cash inflow from continuing operations of \$298,605,000 in the year ended December 31, 2023. The Company made a profit of \$6,830,000 for year ended December 31, 2023. The Group expects to continue to be profitable and cash generative for at least twelve months from the date of approval of these financial statements. The Company has control over its subsidiaries and can therefore direct its subsidiaries to distribute or make available funds to the parent company to ensure that the Company can repay its creditors as they fall due. Accordingly, the financial statements of the Company for the year ended December 31, 2023 have been prepared on a going concern basis.

Profit and Loss Account

In accordance with Section 304 of the Companies Act 2014, the Company had availed itself of an exception from presenting the entity profit and loss account. The Company’s profit for the year ended December 31, 2023 was \$6,830,000 (2022: profit of \$17,432,000).

Foreign currency

Transactions in foreign currencies are translated into the functional currency of the entity at the foreign exchange rate ruling at the date of the transaction. Non-monetary assets carried at historic cost are not subsequently retranslated. Non-monetary assets carried at fair value are subsequently remeasured at the exchange rate at the date of valuation.

Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the foreign exchange rate ruling at that date. Foreign exchange movements arising on translation are recognised in the income statement.

Share based payments

Share based compensation for Dole consists of restricted stock units and stock options. At their grant date, the restricted stock units are valued using the current share price, and the stock options are valued using the Black Scholes pricing model. Stock-based compensation expense is recognized over the requisite service period, which is the vesting period of each award.

The company issues new Dole plc shares for shares delivered under its various share-based payment plans.

The net effect of the grant date fair value of the Company's share-based compensation to employees of the Company's direct and indirect subsidiaries and capital contributions received from those subsidiaries is reflected as an increase or decrease in financial fixed assets.

Taxation

Taxation on the profit or loss for the year comprises current and deferred tax. Taxation is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case the related tax is recognised in equity. Current tax is the expected tax payable on the taxable income for the year, using tax rates and laws that have been enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous financial years.

Deferred tax is provided using the balance sheet liability method on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. If the temporary difference arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction does not affect accounting nor taxable profit or loss, it is not recognised. Deferred tax is provided on temporary differences arising on investments in subsidiaries, joint ventures and associates, except where the timing of the reversal of the temporary difference is controlled by the Company and it is probable that the temporary difference will not reverse in the foreseeable future or when no taxation is expected to arise on any ultimate remittance. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the reporting date. A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Finance income and finance expense

Finance income comprises interest income on funds invested. It also includes dividends received from financial assets. Interest income is recognised as it accrues using the effective interest method. Dividends are recognised when received or entitlement to dividend is declared.

Finance expense comprises interest expense on borrowings, unwinding of the discount on provisions and borrowing extinguishment costs.

Dividend distribution

Dividends on ordinary shares are recognised as a liability in the Company's non-statutory financial statements in the period in which they are declared by the Company. In the case of interim dividends, these are considered to be declared when they are paid. In the case of final dividends, these are declared when authorised by the shareholders at the AGM.

Investments in subsidiaries

Investments in subsidiaries are carried at cost less impairment. Dividend income is recognised when the right to receive payment is established. Share based payment charges covered by Dole Plc on behalf of its subsidiaries is recognised as a capital contribution and is recognised as an increase in the investment value in the subsidiary held by Dole Plc.

Financial instruments

Trade and other payables

Trade and other payables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method.

Cash and cash equivalents

Cash and cash equivalents, comprise cash balances and call deposits, including bank deposits of less than three months maturity. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalents for the purpose of the cash flow statement.

Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Where any Group company purchases the Company's equity share capital (treasury shares), the consideration paid, including any directly attributable incremental costs (net of taxes), is deducted from equity attributable to the Company's equity holders until the shares are cancelled or reissued.

NOTE 2 – INVESTMENTS IN SUBSIDIARIES

	2023	2022
	\$'000	\$'000
Balance at January 1	1,450,066	1,474,874
Activity in the year:		
Impairment	—	(24,779)
Net activity related to share based payment expense	619	(29)
Balance at December 31	1,450,685	1,450,066

At December 31, 2023, the Company has investment in a subsidiary undertaking which holds the investments in all the Group activities of the Company.

At December 31, 2023 the Company assessed the carrying value of the subsidiary undertaking and in the opinion of the Directors the investment in subsidiary undertaking is worth at least the amount at which it is stated on the balance sheet. At 31 December 2022, a similar exercise was performed and as a result the Company recorded an impairment charge of \$24,779,000 in the income statement for the year ended 31 December 2022.

NOTE 3 – TRADE AND OTHER RECEIVABLES

	2023	2022
	\$'000	\$'000
<i>Current</i>		
Amounts due from subsidiaries	380	673
Prepayments	799	1,765
Other Receivables	3	13
VAT Receivable	64	36
	1,246	2,487

Amounts due from subsidiaries undertakings are all current, are repayable on demand, and there are no impairment provisions against these balances at year-end.

NOTE 4 – CASH AND CASH EQUIVALENTS

	2023	2022
	\$'000	\$'000
Bank balances	357	1,244
	357	1,244

NOTE 5 – SHARE CAPITAL

	2023	2022
	\$'000	\$'000
Allotted called-up and fully paid ordinary shares of \$0.01 each	949	949
	949	949

At December 31, 2023, the authorised share capital is 300,000,000 Ordinary Shares of \$0.01 each and 300,000,000 Preferred Shares of \$0.01 cent each and €25,000 divided into 25,000 euro shares with a nominal value of €1 each. The issued share capital at December 31, 2023 was 94,929,173 ordinary shares of \$0.01 each totaling \$949,292

NOTE 6 – OTHER RESERVES

	2023	2022
	\$'000	\$'000
Merger reserve	1,064,118	1,064,118
Capital Redemption reserve	30	30
Balance at end of year	1,064,148	1,064,148

The merger reserve of \$1,064,118,000 (2022: \$1,064,118,000) represents the equity impact of transactions effected on the IPO on July 31, 2021.

The capital redemption reserve of \$29,375 (2022: \$29,375) arose on the cancellation of share capital.

NOTE 7 – SHARE BASED PAYMENT

Details on the share based payment plan can be found at Note 21 of the Group Financial Statements.

NOTE 8 – TRADE AND OTHER PAYABLES

	2023	2022
	\$'000	\$'000
Current:		
Amounts due to subsidiaries	26,182	9,783
Other payables	903	615
Accruals	2,283	2,399
	29,368	12,797

Amounts due to subsidiaries are unsecured, interest bearing and payable on demand.

NOTE 9 – RELATED PARTY TRANSACTIONS

The Company has related party relationships with its subsidiaries, and with the Directors of the Company. The Company considers the Board of Directors to constitute Key Management Personnel as defined in IAS 24 *Related Party Disclosures*. Disclosure of remuneration paid to the members of the Board of Directors is provided in Note 29 (Directors Remuneration) of the Group Financial Statements.

	2023	2022
	\$'000	\$'000
Dividends received from group undertakings	23,884	24,422
	23,884	24,422

NOTE 10 – CAPITAL COMMITMENTS AND CONTINGENCIES

Capital commitments

The Company has no capital commitments at December 31, 2023 (2022: \$Nil).

Guarantees

Where the Company enters into financial guarantee contracts to guarantee the indebtedness of other companies or joint ventures and associates within the Group, the Company considers these to be insurance arrangements and accounts for them as such. The Company treats the guarantee contract as a contingent liability until such time as it becomes probable that the Company will be required to make a payment under the guarantee. The following are details of contracts made by the Company as of December 31, 2023 to guarantee the indebtedness of other companies of joint ventures and associates within the Group;

- a. The Company has guaranteed bank borrowings of subsidiaries in the amount of \$980,441,000 (2022: \$1,098,958,000).

Section 357 of Companies Act 2014

Each of the following Irish registered subsidiaries of the Company may avail of the exemption from filing its statutory financial statements for the year ended December 31, 2023 as permitted by Section 357 of the Companies Act 2014. If any of these Irish registered subsidiaries of the Company elects to avail of this exemption, there will be in force an irrevocable guarantee from the Company in respect of all commitments entered into by such wholly-owned subsidiary, including amounts shown as liabilities (within the meaning of Section 357 (1) (b) of the Companies Act 2014) in such wholly-owned subsidiary's statutory financial statements for the year ended December 31, 2023:

- Dole Ireland Limited
- Dole Management Services Limited
- Dole Receivables DAC
- Finantic Limited
- Total Produce International Holdings Limited
- Total Produce Limited
- Uniplumo (Ireland) Limited

NOTE 11 – FINANCIAL INSTRUMENTS AND FINANCIAL RISK

The following table shows the Company amounts and fair values of financial assets and liabilities, including their levels in the fair value hierarchy:

	As of December 31, 2023			
	Assets at	Liabilities at	Total 2023	Fair value 2023
	amortised cost 2023	amortised cost 2023		
	\$'000	\$'000	\$'000	\$'000
Trade and other receivables - current (Note 3)	447	—	447	N/A
Cash and cash equivalents (Note 4)	357	—	357	N/A
	804	—	804	N/A
Trade and other payables - current (Note 9)	—	(29,368)	(29,368)	N/A
	—	(29,368)	(29,368)	N/A
	804	(29,368)	(28,564)	N/A
	As of December 31, 2022			
	Assets at	Liabilities at	Total 2022	Fair value 2022
	amortised cost 2022	amortised cost 2022		
	\$'000	\$'000	\$'000	\$'000
Trade and other receivables - current (Note 3)	722	—	722	N/A
Cash and cash equivalents (Note 4)	1,244	—	1,244	N/A
	1,966	—	1,966	
Trade and other payables - current (Note 9)	—	(12,797)	(12,797)	N/A
	1,966	(12,797)	(10,831)	N/A

* For the purpose of this analysis prepayments have not been included.

Credit Risk

Trade and other receivables above includes \$380,000 (2022: \$673,000) due from subsidiary undertakings. All are repayable on demand and there were no impairment provisions against these balances at year-end. The \$357,000 (2022: \$1,244,000) cash and cash equivalents is managed in accordance with the overall Group credit risk policy as outlined in Note 18 of the Group Financial Statements.

Liquidity Risk

The \$29,368,000 (2022: \$12,797,000) within trade and other payables which include \$26,182,000 (2022: \$9,783,000) of amounts due to subsidiary undertakings were all due for repayment within six months. The Company has access to credit facilities with external banks to facilitate repayment.

Currency Risk

Foreign currency risk is the risk that the fair value of cash flows of a financial instrument will fluctuate because of changes in exchange rates and produce an adverse effect on net income and capital when measured in the Company's functional currency. The Company's cash flow and earnings are subject to fluctuations due to exchange rate variation. Foreign currency risk exists by nature of the Company's international business. All financial assets and liabilities are denominated in USD to mitigate this risk (the functional currency of the Company). Due to the limited exposure to currency risk, management considers that it is unnecessary to attempt to mitigate foreign exchange rate fluctuations any further at the Dole plc level. Currency risk is managed in accordance with the overall Group currency risk policy

NOTE 12 – SUBSEQUENT EVENTS

Other than matters described in Note 26 of the Group Financial Statements there have been no material events subsequent to December 31, 2023 which would require disclosure or adjustment in the financial statements.

NOTE 13 – APPROVAL OF FINANCIAL STATEMENTS

The Directors approved these financial statements on April 9, 2024.