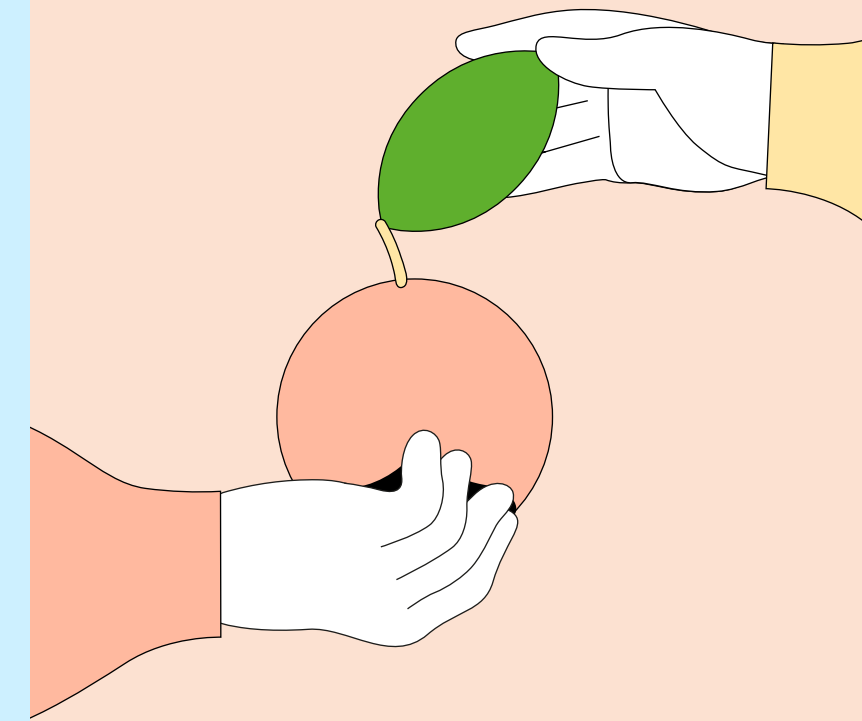


Sustainable development

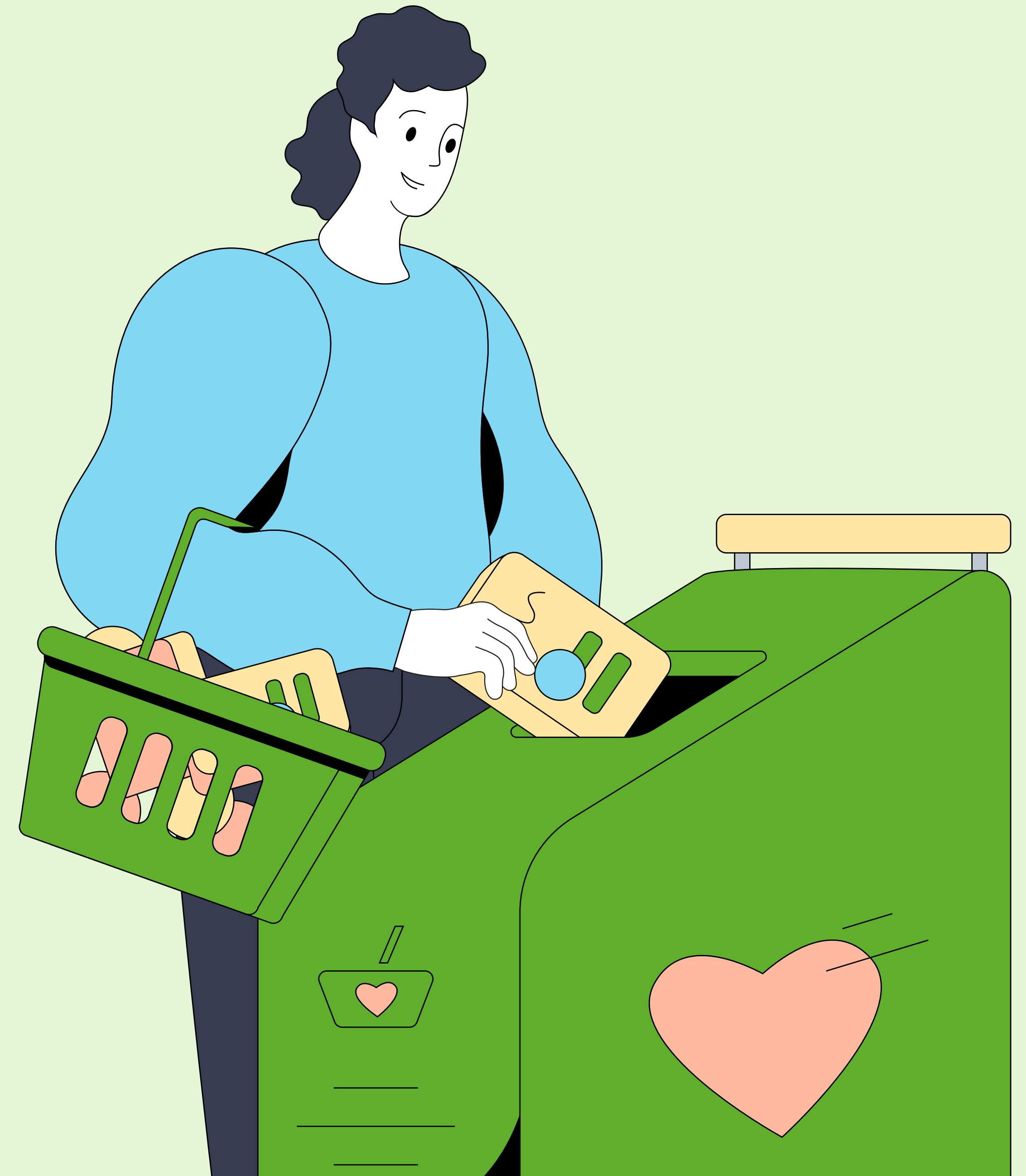
Key news digest
for Q1 2023



Food assistance

X5 continued to set new records with its expanding Basket of Kindness

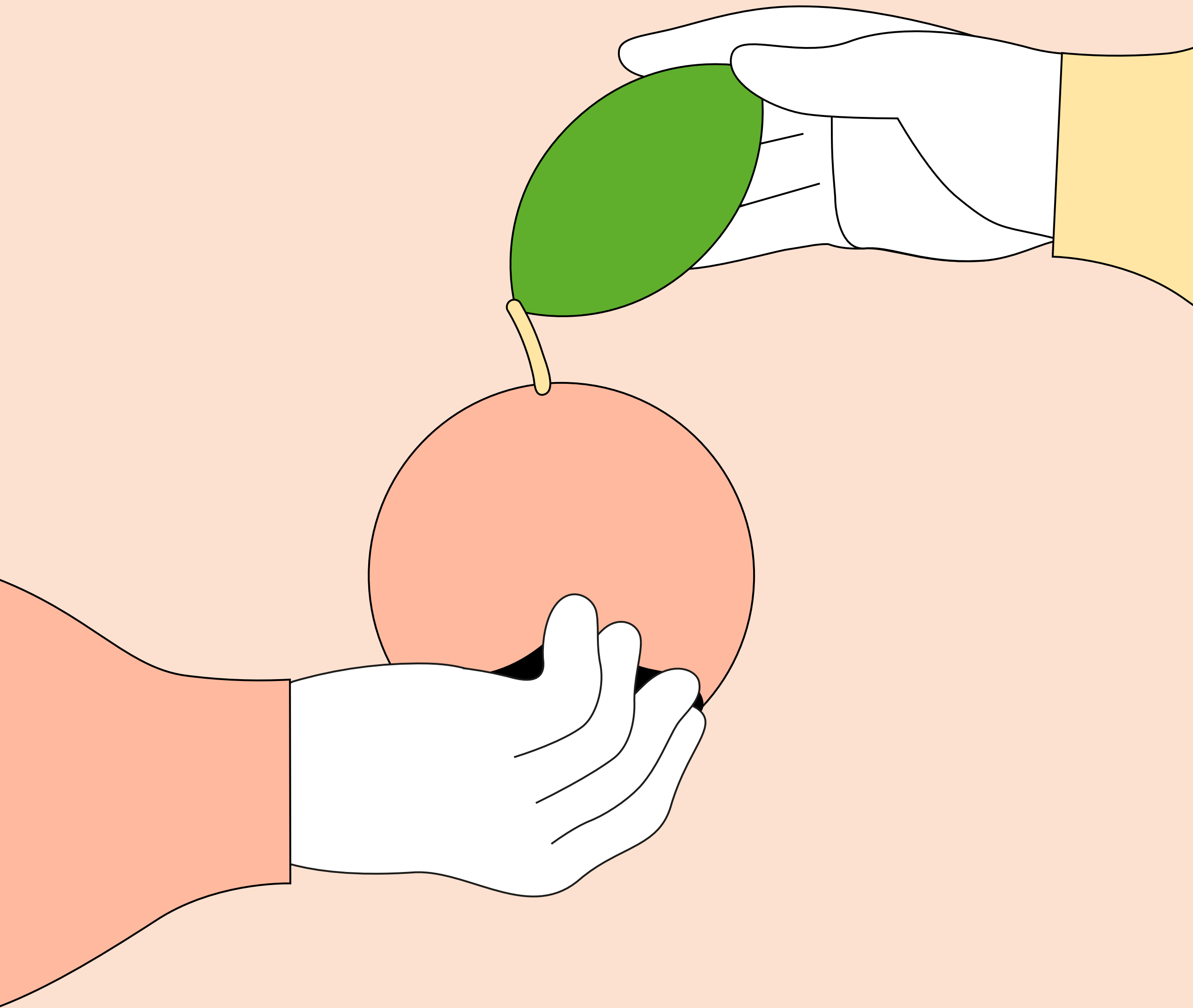
On 17–18 March alone, we and our customers collected and donated over 79 tonnes of food to people in need through the food drive across 40 regions of Russia. Overall, 89,152 people have received food baskets over the first three months of the year, with donations totalling 206 tonnes of food, including 161 tonnes donated by our customers and 45 tonnes by X5 and its retail chains.



Food sharing

Our pilot food sharing project keeps growing

In March, the Pyaterochka dark store in Moscow joined the food sharing programme, while the assortment of products donated through the programme expanded beyond bread to also include fruit, vegetables, groceries, and even non-food products. In the first quarter, the programme provided assistance to 7,140 people. We are grateful to the volunteers from Foodbank Rus and Foodsharing for their vital contribution!



Safe way home

Every Pyaterochka and Perekrestok store has a Safety Zone on its premises – a specially designated area where lost or disoriented people can find assistance with returning home

In the first quarter, Safety Zones helped 316 people find their way home. Tell your friends about the project so they know what to do if they spot someone who seems to be lost.

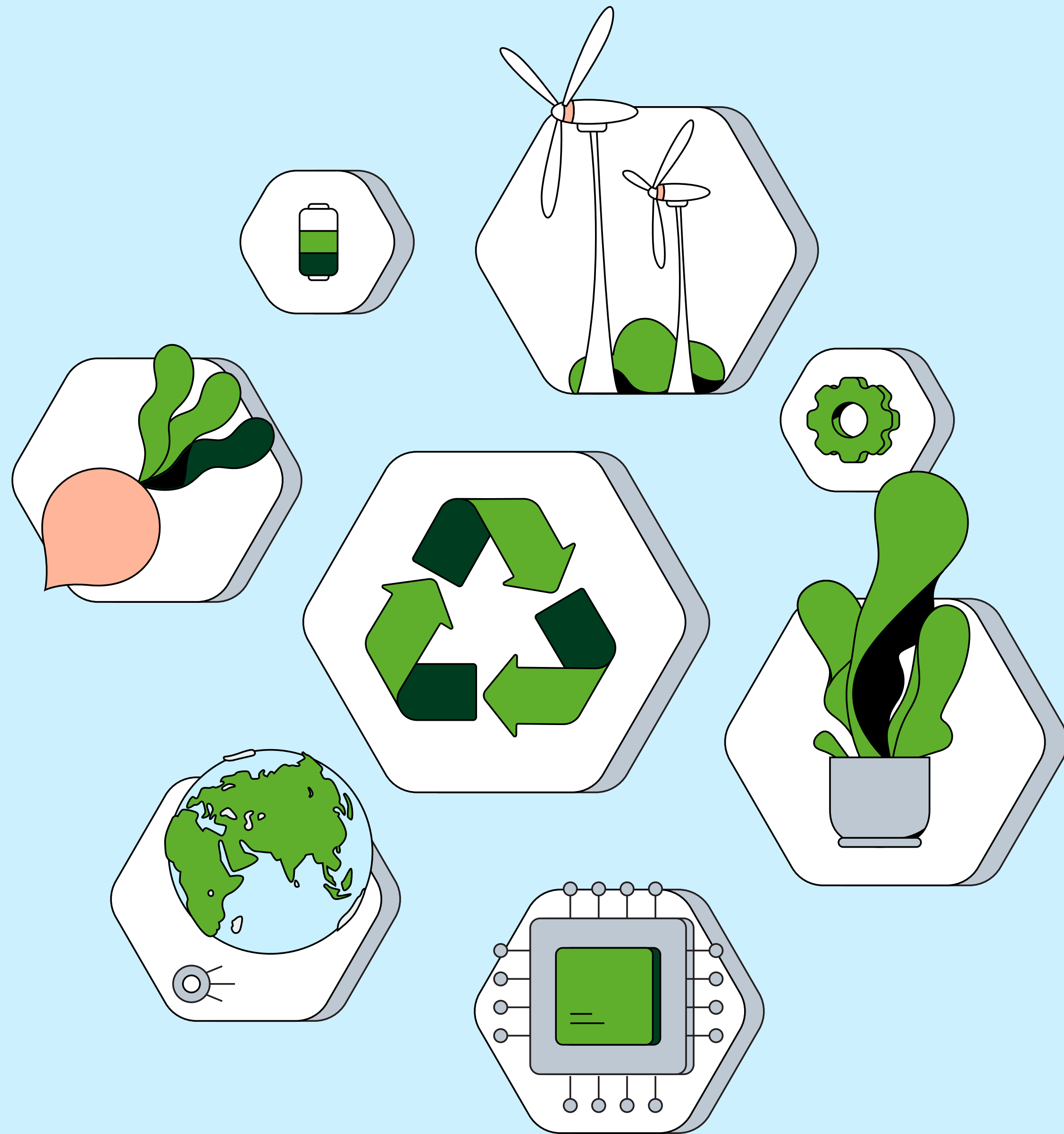
What does a Safety Zone look like? There is an orange geolocation pin at the store's entrance. If an individual stands near it, a store employee will assist them and contact X5's partners, Liza Alert and the Centre to Search for Missing People, who will help the individual return home.



Going green is profitable

X5 and Sber have piloted green factoring. Our suppliers whose sustainability credentials are confirmed through an expert review can benefit from better factoring terms

The project targets small and medium-sized enterprises. To participate in the programme, a supplier needs to have their ESG performance evaluated and receive at least a C level certificate, which makes them eligible for an extra 75 bps discount off the current financing rate. The certificate is valid for one year and can be used for all transactions in SberFactoring during this period without any restrictions. The first five applicants requesting an ESG performance evaluation will obtain certification free of charge. A total of 135 companies can take part in the pilot project. For the application form and more details, see the project [website](#).



Recycling batteries

Perekrestok has partnered with GP Batteries, a major producer of rechargeable and primary batteries in Russia, for a project to recycle used batteries

A total of 492 Perekrestok stores across nine regions of Russia now have special containers to collect spent batteries, which will be recycled by Megapolisresurs Group in the Chelyabinsk Region.



Boosting energy efficiency

For several years now, we have been rolling out energy-saving technologies in our stores and distribution centres while also increasing the use of alternative energy sources

We plan to keep our focus on these efforts, growing and scaling up energy efficiency. In January, Pyaterochka and AtomEnergoSbyt signed a cooperation agreement to establish electricity supply for the retail chain – including green, low-carbon electricity – from ROSATOM's nuclear and wind power plants. The retail chain will look into strategic renewable energy projects, explore cooperation options across a number of energy-saving and energy-efficiency measures and test commercial electrified vehicles.



Saving our customers money

In 2022, the discounts for pensioners shopping in Pyaterochka and Perekrestok stores totalled RUB 14.63 billion

Elderly customers took advantage of our discounts to make more than 551 million purchases, or about 1.5 million purchases per day on average. And now, our customers can save even more: between 1 March and 31 May, Pyaterochka and the Mir payment system will increase the current discount for pensioners from 10% to 15% when paying with a Mir card. The discount is available to customers with a pensioner ID card or a pension certificate.





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