

Pick n Pay 2019 Communication of progress

The below report represents our response & alignment to the United Nation Sustainable Development Goals (SDGs)

Sustainable Development goals	What we are doing together with our partners
2 Zero Hunger-No one will go hungry anywhere in the world	<ul style="list-style-type: none"> • We donate more than 1600 tonnes of surplus food to FoodForward SA , which is used to make 20 000 meals every day for those in need. • 605 000 meals were provided to people in need through our annual Mandela Day partnership with FoodForwardSA
3 Good health and wellbeing-reduce death through non communicable diseases such as heart attacks, obesity and diabetes	<p>SALT AND SUGAR REDUCTION</p> <ul style="list-style-type: none"> • As part of collective efforts to decrease the incidence of hypertension, or high blood pressure, among South Africans, all of Pick n Pay's private label products are compliant with the 2016 government-regulated salt content targets. • In 2018, we reformulated products to meet the required levels by 2019, in total cutting out 240 tonnes of salt (calculated as grams reduction per product sold). This included an average 36% less salt in key bakery products, 12% less salt in our raw processed meats and 48% less salt in our fat spreads and margarines. We continue to work towards achieving and surpassing the required reductions in all regulated categories. • Our sugar reduction efforts over the past two years have achieved an average 24% decrease across the range of our Pick n Pay carbonated soft drinks and an average 19% sugar reduction in our No Name carbonated soft drinks. • We continue to partner with the Department of Health to reformulate and develop more products with less added sugar. In April 2018, the South African government introduced a sugar tax, as part of measures aimed at reducing the prevalence of obesity in the country. • 200 PICK n PAY stores across South Africa started offering free fruit to shoppers' children under the age of 12
4 Quality education-All boys and girl will have access to quality early development, primary and secondary school	<ul style="list-style-type: none"> • Pick n Pay school club supports 3335 schools (635 high schools and 2 700 primary schools) with educational material, reaching over 5.7 million learners, parents and teachers • This material supports learners in mathematics, science, literacy, health and wellness and sustainability • All our educational material is free to download to any customers or school through the Pick n Pay School Club website
8 Decent work and economic development-Everyone will have a decent job	<ul style="list-style-type: none"> • More than 400 000 jobs sustained through the reach of our supply chain • R170 million invested in more than 100 entrepreneurs and small businesses through mentorship and business development support • R4 BILLION spend on black-owned businesses • R2 BILLION spend on black woman-owned businesses • Since 2016, Pick n Pay has led a collaborative partnership with the government and other strategic partners to help small, independent township grocers revitalise and regenerate their stores and turn them into thriving neighbourhood convenience stores.
12 Responsible consumption and production-We will half global foodwaste and achieve efficient use of resources	<ul style="list-style-type: none"> • A total of 98% of our fresh produce is procured from South African suppliers to prevent and mitigate food waste • We have a target to reduce our food waste with 50% against aFY2015 baseline • To date the Ackerman Foundation has supported the establishment of 1 582 community gardens, 32 micro farmers and 1 736 home gardens, empowering more than 15 000 people.
13 Climate Change-We'll strengthen resilience and improve awareness of climate change	<ul style="list-style-type: none"> • All newly constructed and refurbished stores are being fitted with more natural, CO2 based, refrigeration systems; achieved to date in 80 stores • 6 131 MWh of solar energy generated, reducing our carbon footprint by almost 6 000 tonnes CO2e • 1.7 MILLION reusable shopping bags sold, representing a 20% year-on-year increase • 36.9% reduction in energy usage per square metre (2008 baseline) • Introduced a 100% recycled and recyclable plastic bag – will keep 2 000 TONNESof plastic out of the environment every year
14 Life below water- We'll end overfishing and destructive fishing practices	<ul style="list-style-type: none"> • Since 2010 we have invested 15 million to WWF-SA Sustainable Fisheries Programme. • 95% of seafood products by sales met sustainable seafood commitments
6 Clean water and Sanitation- avoid wasting water	<ul style="list-style-type: none"> • Substantive action have been taken to reduce our water consumption, with 1 160.6 megalitres of water used and that is a 13% decrease on last year • 40% reduction in water usage in Western Cape during the recent drought • Shared best-performing retailer globally in CDP water disclosure with Sainsbury's • 2.4% overall reduction in water used • In their efforts to promote water resilience, the Foundation has partnered with the Siyazisiza Trust to roll out drip irrigation and conservation training to these micro farmers who have 782 hectares under irrigation, benefitting more than 3 200 people.