Coles Own Brand Sustainable Packaging

DIAA Victoria Conference

Caitlyn Richards

May 2023



Our business strategy

Our vision is to become the most trusted retailer in Australia and grow long-term shareholder value.





- Trusted value through personalisation
- Exclusive brands powerhouse
- · Leading anytime, anywhere, anyhow shopping
- · Destination for health, sustainability and convenience
- Expanded offer through new markets and services



- · Technology- and digitally-empowered organisation
- · Strategic and sustainable sourcing
- · Optimised network and formats
- · Agile Store Support Centre using data driven insights



- · Safer choices together
- Great place to work
- · Better Together through diversity and community
- · Together to Zero to drive generational sustainability
- Growth through partnership



Together to zero emissions

Together to zero waste

Together to zero hunger

A team that is better together

A community that is better together

Sourcing that is better together

Farming that is better together

Value the Australian way

What Sustainability means to our Customers



~9000 Australian consumers told us their frame of reference when providing a rating for Coles follows environmentally sustainable practices.



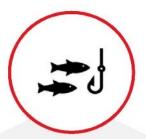
Packaging

Reduce excessive plastic packaging and bags



Waste

Reduce **rubbish and waste** going into **landfill**



Sourcing

Range products that are sourced or grown with minimal impact on environment and follow animal welfare guidelines



Emissions

Reduce carbon emissions, conserve water usage and reduce the amount of energy used to run their stores

Coles is actively addressing each of these four major themes (and more) throughout the business.



Own Brand Sustainable Packaging Strategy



Project R³: Our packaging future

Eliminate packaging waste from landfill – Together to zero waste



Redesign

Reduce unnecessary packaging and remove all non-recyclable components



Recycle

Ensure packaging gets recycled as much as possible



Reimagine

Find new ways to reuse non-recyclable materials

- Reduce unnecessary packaging
- 2. Phase out problematic materials
- 3. Increase packaging reusability
- 4. Redesign for recyclability & compostability

- 5. Encourage and educate on recycling and sortation
- 6. Support industry to improve collection & recycling infrastructure

- 7. Actively increase recycled content in packaging
- 8. Support recycling industry and new recycled content technologies

KPIs (aligned to 2025 national packaging targets)

100% recyclable, reusable or compostable packaging Phase out problematic and unnecessary single-use plastics packaging

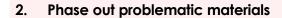
Support the industry to achieve 70% of plastic packaging as recycled or composted

50% of average recycled content included in packaging

Our progress to date



1. Reduce unnecessary packaging





4. Redesign for recyclability & compostability



[5,417¹T] of nonrecyclable packaging transitioned at the end of FY22

Linerless labels in

meat removing

tones p.a from

landfill



First major Aus retailer to launch certified² home compostable OB coffee pods

Plastic scoops

removal from

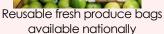
Coles laundry

powders,

removing ~3T of

plastic









Gold PIDA Award for Koi refillable foaming handwash starter kit



Reimagine

5. Encourage & educate customers on sortation

6. Support industry to improve collection & recycling infrastructure



OB packaging artwork updated to carry the Australasian Recycling Label (ARL) Public support of Planet Ark's National Recycling Week Campaign to help educate Australian's on how to recycle right





Representative on the ARL Advisory Committee









 Actively increase recycled content in packaging

8. Support recycling industry and new recycled content technologies



Introduction of rPET3 across our in-store rigid bakery packaging, removing >2000T of virgin plastic





Recycled plastic used across some meat, deli seafood and convenience meal trays

Looking ahead



Redesign

Removal and **Reduction initiatives**



Closing the last % on recyclability





Recycle

Sharing our journey with customers









Reimagine

Increasing recycled content

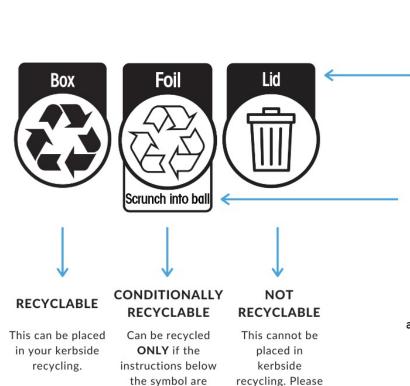








What can you do to help?



followed. Otherwise.

these items are

not recyclable.

dispose in your

rubbish bin.

PACKAGE COMPONENT

Identifies the specific packaging component the label is referring to.

INSTRUCTIONS

This tells you if any additional steps are required before you recycle the item, through either an action or alternative destination (e.g. foil needs to be scrunched into a ball first)



