ACCELERATING THE TRANSITION TOWARDS THE CIRCULAR ECONOMY DANONE PACKAGING POLICY

DANONE ONE PLANET. ONE HEALTH

OCTOBER 2018

THE PACKAGING PARADOX



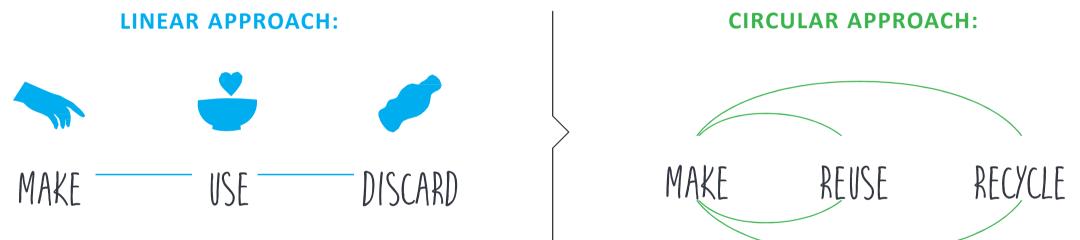
Packaging is essential to protect and transport food and beverages, and to ensure their safety. Packaging also plays a critical role in preventing food waste

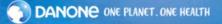


But today, the mainstream packaging system is predominantly linear. This creates important environmental challenges, particularly where plastics are concerned



THAT IS WHY DANONE IS WORKING TO SUPPORT A SYSTEMIC SHIFT FROM A LINEAR TO A CIRCULAR ECONOMY FOR PACKAGING





PACKAGING: A STRATEGIC PILLAR OF OUR ONE PLANET AGENDA

• Packaging is a strategic pillar of our One Planet agenda



• First Danone Packaging policy launched at the end of 2016



DANONE PACKAGING POLICY October 2018



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OUR 3-STEP APPROACH

PACKAGING DESIGNED FOR CIRCULARITY

- Using 100% reusable, recyclable or compostable packaging
- Streamlining our use of materials and developing new delivery models

PREUSED, RECYCLED OR COMPOSTED IN PRACTICE

- Co-building effective, efficient and inclusive systems for collection and recycling
- Engaging consumers

3 PRESERVATION OF NATURAL RESOURCES

- Reintegrating recycled
 materials
- Boosting renewable
 materials

A circular approach to packaging means:

eliminating the packaging we don't need; innovating, so all the packaging we do need is designed to be safely reused, recycled, or composted; and ensuring the packaging we produce stays in the economy and never becomes waste or pollution.

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PACKAGING DESIGNED FOR CIRCULARITY

- Aim for 100% of our packaging to be reusable, recyclable or compostable by 2025
- Develop alternative reuse or alternative delivery models where relevant by 2025

Launch alternatives to plastic packaging or single-use packaging in all our major water markets by 2025 Take action towards eliminating problematic or unnecessary plastic packaging

Assessment of alternatives to plastic straws to be piloted with our Indonesian brand AQUA in 2019



🕗 REUSED, RECYCLED OR COMPOSTED IN PRACTICE 🍰

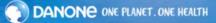
• Work to help meet or go beyond the collection targets set by regulators worldwide, by proactively supporting the most efficient formal collection and recycling systems

For example, we will pledge to support the EU in reaching at least 90% beverage bottles collection by 2025

- Step up our investment in private initiatives that strengthen collection and a circular infrastructure
- Sharpen our focus on consumer education in markets with a high risk of leakage

Initiate or support collection and recycling initiatives in each of our top 20 markets (by sales volume) by 2025

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B PRESERVATION OF NATURAL RESOURCES

FOR ALL OF OUR PLASTIC PACKAGING:

• Reach an average of 25% recycled material for all our plastic packaging by 2025

FOR OUR PLASTIC WATER & BEVERAGE BOTTLES:

- Reach an average of 50% recycled material for our water and beverage bottles by 2025
- For bottles under the evian[®] brand, we will use 100% recycled PET by 2025
- Launch new 100% recycled PET bottles, starting in 2018 and reaching all our major markets by 2021

- Continue working to eliminate deforestation linked to paper and board from our supply chain by 2020
- Aim to offer consumers bottles made of 100% renewable plastic (bioPET) by 2025

WE'VE SIGNED THE NEW PLASTICS ECONOMY

Global Commitment

#LINEINTHESAND







THE VISION HAS SIX KEY POINTS

- Elimination of problematic or unnecessary plastic packaging through redesign, innovation, and new delivery models is a priority
- Reuse models are applied where relevant, reducing the need for single-use packaging
- All plastic packaging is 100% reusable, recyclable, or compostable
- All plastic packaging is reused, recycled, or composted in practice
- The use of plastic is fully decoupled from the consumption of finite resources
- All plastic packaging is free of hazardous chemicals, and the health, safety, and rights of all people involved are respected.

