



Corporate Environmental Management Policy

I. OBJECTIVE

To establish our commitment to the environment throughout our operations.

II. SCOPE

Applies to a SMU S.A. and its subsidiaries (“SMU” or the “Company”), as well as the Company’s stakeholders.

III. ROLES AND RESPONSIBILITIES

In order to implement this policy, SMU has a Sustainability department that is responsible for monitoring the progress of the Action Plan defined on the basis of the objectives and goals that have been set. The execution of the Action Plan involves different areas of the Company. Progress on the plan is reported regularly to the Board of Directors Sustainability Committee.

IV. STANDARDS

This policy is based on ISO 14001 and the following corporate policies in force:

- Code of Ethics and Business Conduct
- Corporate Sustainability Policy
- Environmental Policy Statement

V. POLICY

SMU is a food retailer that produces, sells, and distributes products. The Company is committed to society and to conserving the environment by making ongoing improvements to its operations and seeking new tools and technologies that help prevent pollution, as well as raising awareness among its employees, in order to contribute to sustainable development and to fully comply with all environmental regulations in force.

Caring for the environment is one of the eight pillars of SMU's Corporate Sustainability Model, and it is also a part of the Company's strategic plan. In this sense, SMU works to prevent, monitor, and mitigate the environmental impacts its operations may cause, and to continuously improve its relationship with surrounding areas for a positive development of its business.

As part of the protection and care for the environment, the Company has assumed the following commitments, which include to our different operations (including stores, logistics network, and offices), products, services, employees, and contractors and are promoted among our suppliers and business partners:

1. Ensure the protection of the environment, prevent pollution, and other specific commitments related to our activities and for which we have developed different initiatives, including:
 - Comply with all Company procedures, in order to improve environmental performance.
 - Quantify greenhouse gases through the Huella Chile program, in order to evaluate and implement initiatives to decrease our emissions and improve our energy efficiency.
 - Decrease the percentage of waste disposed of in landfills, through the implementation of different initiatives.
 - Manage and recover recyclable waste generated by our activities through authorized entities.
 - Include environmental variables in project evaluation to ensure responsible growth.
 - Evaluate private label product packaging, applying sustainability and ecodesign criteria in packaging design.
 - Periodically train employees in our stores in order to ensure compliance with operating procedures and to strengthen the corporate commitment to caring for the environment, energy efficiency, and an efficient use of resources.
 - Promote asset renewal using more efficient technologies in order to optimize the use of resources.
 - Determine objectives and goals associated with environmental management in order to ensure the measurement and improvement of our processes.
 - Maintain open channels of communication with the community in order to receive and respond to questions and comments related to the environment.
 - Ensure mitigation, restoration, and compensation of our environmental impacts in order to avoid deforestation and protect biodiversity.



- Implement measures to raise awareness among internal and external stakeholders with respect to the environmental management policy and environmental impacts.
- 2. Identify and comply with legal requirements that apply to our operations. Remain up to date on environmental regulations and ensure compliance with such regulations by all employees and contractors.
- 3. Commit and monitor the implementation of the environmental management policy and the ongoing efforts to improve our activities related to caring for and protecting the environment. Participate actively in discussions of new regulations, initiatives, and working groups. Study new technologies that can positively impact our environmental performance. Document the initiatives we have developed in our annual Integrated Report.

This Policy applies to all current and future operations and will be considered in any future due diligence processes related to mergers and acquisitions.

Through this Policy we will work together with all of our employees to protect and care for the environment.

VI. DISCLOSURE, EFFECTIVE DATE, AND APPLICATION

This Policy shall be presumed to be known upon publication on the intranet, and it will be in force indefinitely. The same rule shall apply in the event of any modifications to such Policy.

Compliance with this Policy is mandatory for all of SMU's employees and suppliers.