

Environment policy

Our approach to environmental management

Climate change is the world's most urgent environmental challenge. At Coca-Cola European Partners (CCEP), we believe that urgent action must be taken to tackle the issue. This is a critical issue for our business, and we are committed to playing our part in global efforts to tackle climate change, in line with the 2015 Paris Climate Change Agreement.

In 2017, together with The Coca-Cola Company (TCCC), CCEP launched, This is Forward, our sustainable action plan for Western Europe. Through this plan, we are committed to taking action on several environmental areas, including:

- Action on Climate: We'll halve our direct carbon emissions and purchase 100% renewable electricity by 2025. These commitments includes two GHG reduction targets, certified by the Science Based Targets Initiative as in line with the needs of climate science. We are committed to cutting GHG emissions from our core business by 50%, cutting GHG emissions by 35% across our entire value chain (both from a 2010 baseline, by 2025), and purchasing 100% renewable electricity by 2020.
- Action on Packaging: We'll collect all of our packaging so that none of it ends up as litter or in the oceans. Specific targets include making sure that 100% of our packaging is recyclable or reusable, working with local and national partners to collect 100% of our packaging in Western Europe, including support for well designed deposit return schemes where a proven alternative does not exist. We'll remove all unnecessary or hard to recycle packaging from our portfolio and we'll make sure that at least 50% of the material we use for our PET bottles comes from recycled plastic (rPET) by 2023 and we'll aim to reach 100% recycled or renewable plastic in the future. We'll also use the reach of our brands to inspire everyone to recycle, and will lead the way in pioneering sustainable packaging, including renewable materials and smart new ways to reduce packaging waste.
- Action on Water. We'll handle water with the care it deserves across our business and our value chain. Specific targets include protecting the sustainability of the water sources we use for future generations, reducing the water we use in manufacturing by 20% and addressing water impacts in our supply chain, and replenishing 100% of the water we use in areas of water stress.
- Action on Supply Chain: We'll source our main ingredients and raw materials sustainably and responsibly. Specific targets include making sure 100% of our main agricultural ingredients come from sustainable sources by 2020, and continuing to embed sustainability, ethics and human rights into our supply chain.

To achieve these targets, we will work with our stakeholders, suppliers, customers, and other partners (such as logistics providers, cold drink equipment providers, and joint ventures) to identify, manage, and minimize the environmental impact of our activities, both within our own facilities and within our supply chain.



Coca-Cola European Partners is committed to:

- Setting environmental targets, including on carbon reduction, renewable energy, packaging and recycling, water usage and replenishment, and sustainable sourcing.
- Including environmental strategies and objectives in its business planning process to ensure that management of environmental impact remains an integral part of its operations.
- Continuously reviewing and improving our environmental performance.
- Ensuring our compliance with local and national environmental legislation and regulations, focusing on effectively utilizing resources, energy and fuel, minimising waste and air emissions, and preventing pollution everywhere we operate.
- Using internationally recognized environmental management systems ISO 140001 in the majority of our sites, and other environmental standards such as European Water Stewardship (EWS), or those environmental standards implemented by TCCC - The Coca-Cola Operating Requirements (KORE), in all of its operations to ensure accountability and continuous improvement; where possible and commercially viable.
- Continuing to promote <u>sustainable packaging</u> through increasing the recycled content of our packaging, working with local collection partners to collect 100% of our packaging for recycling, and ensuring that 100% of our packaging is fully recyclable.
- Ensuring that our suppliers, service providers and contractors, as well as other key business partners (such as joint venture partners), help us to support and deliver against our targets; and uphold the environmental standards that we share in our Supplier Guiding Principles and Code of Business Conduct.

This policy applies to CCEP's:

- Manufacturing sites and business facilities
- Products and services
- Distribution and logistics
- Suppliers, service providers and contractors
- Other key business partners (including co-packers and joint venture partners)

We will monitor, audit, and publicly report progress regarding the implementation of this policy and our commitments in an annual Integrated Report and Sustainability Stakeholder Report.

This policy will be reviewed annually and published on our website.

