

The following table summarizes Sobeys Inc.'s progress on key sustainability goals and indicators in fiscal 2011 compared to our 2008 baseline. The measurements are intensity based, except as otherwise noted, and direct operations boundaries include our corporate owned stores, distribution centres and fleets.

PROGRESS	KEY ACTIONS	COLLABORATIVE INITIATIVES
DIRECT OPERATIONS		
GOAL 1: Reduce Greenhouse Gas (GHG) emissions by 15% by December 31, 2013		
CARBON FOOTPRINT <ul style="list-style-type: none"> Retail stores (84% of total footprint): reduced by 8.5% kgs CO₂e/ft² Distribution centres (10%): reduced by 17.8% kgs of CO₂e/100 cases shipped 	<ul style="list-style-type: none"> Introduced a web-based tool that provides visibility to our operating regions on their progress towards our 2013 sustainability goals Incorporated sustainability impact metrics on capital appropriation requests to align decisions with goals Outside the scope of our carbon footprint, Sobeys' corporate and third party fleets travelled 3,300,000 backhaul kilometres 	<ul style="list-style-type: none"> Canadian supermarket industry shared carbon footprint annual measurement and reporting web tool, based on WBCSD/WRI GHG protocol for facilities
The two dominant contributors to Sobeys Inc. stores' carbon footprint are: electricity consumption (67%) and refrigerant leaks (22%)		
ELECTRICITY CONSUMPTION <ul style="list-style-type: none"> Retail stores (83% of total electricity consumed): reduced by 3.0% of electricity consumed in kWh/ft² Distribution centres (17% of electricity consumed): reduced by 1.2% in kWh/100 cases shipped 	<ul style="list-style-type: none"> Implemented over 500 energy conservation/efficiency projects in the past two years that are projected to save energy consumption by nearly 43 million kWh/year Replaced lighting with energy efficient T5 and LED lamps to reduce electricity consumption Installed energy monitoring systems, variable speed drives and fans 	<ul style="list-style-type: none"> Various provincial utility demand response programs and provincial incentive programs
REFRIGERANT LEAKS <ul style="list-style-type: none"> Retail stores (98% of all leaks): reduced by 28.7% in kgs of CO₂e/ft² from refrigerant emissions 	<ul style="list-style-type: none"> Installed leak detection monitoring devices Re-commissioned older refrigeration systems Installed 23 natural refrigerant CO₂ systems installed in stores in Québec CO₂ refrigerant systems have been adopted as our new store standard 	<ul style="list-style-type: none"> Consumer Goods Forum global natural refrigerants initiative (www.ciesnet.com)
GOAL 2: Reduce waste to landfill by 30% by December 31, 2013		
WASTE DIVERSION In fiscal 2011, 45% of all waste diverted from landfill: <ul style="list-style-type: none"> Retail stores: reduced by 5.3% kgs of waste to landfill/ft₂ Distribution centres: reduced by 27.8% kgs of waste to landfill/100 cases shipped Significant quantities of materials sent for recycling and organic matter composting: <ul style="list-style-type: none"> Cardboard: 37,100 metric tonnes Organic waste: 11,500 metric tonnes Plastics: 1,500 metric tonnes Other materials (paper, metals, and oils and fats): 3,000 metric tonnes 	<ul style="list-style-type: none"> The annual volume sent to landfill has been reduced by 3,000 metric tonnes in retail stores and 1,400 metric tonnes in distribution centres Initiatives included: <ul style="list-style-type: none"> The introduction of Tower Composter® units in Sobeys Ontario A waste diversion program at the Vaughan distribution centre that has enabled the facility to divert 87% of waste from landfill Waste Diversion Committees at Thrifty Foods and Sobeys Québec to identify opportunities to enhance retail operations' waste diversion rates 	<ul style="list-style-type: none"> Fees of \$9.8 million in 2010 collected as our share of municipal bluebox stewardship program costs in Ontario, Québec and Manitoba

PROGRESS	KEY ACTIONS	COLLABORATIVE INITIATIVES
SUPPLY CHAIN		
SUSTAINABLE SEAFOOD GOAL: By 2013 stop selling any species with significant issues unless an improvement plan is in place		
<p>Baseline data still in progress</p>	<ul style="list-style-type: none"> • De-listed all species of sharks, skates, rays, orange roughy and bluefin tuna • Helped initiate B.C. wild salmon fishery improvement plan; supported and in process of initiating several others • 50 <i>Compliments</i> private label products eco-labeled • Implemented decision support tool for seafood buyers to assess relative sustainability of products procured 	<ul style="list-style-type: none"> • Sustainable Fisheries Partnership (www.sustainablefish.org)
PACKAGING SUSTAINABILITY GOAL: (a) 5% Reduction in private label packaging weight by 2013		
<p>Baseline data still in progress</p>	<ul style="list-style-type: none"> • Participated in Global Packaging Project pilot test of new packaging sustainability measurement system • Continued to review our private label packaging, with strong pilot results such as switching to recyclable materials and reduction in packaging weights, some by as much as 30% 	<ul style="list-style-type: none"> • Global Packaging Project (http://globalpackaging.mycforum.com)
PACKAGING SUSTAINABILITY GOAL: (b) 50% Reduction in plastic bags distributed to customers by 2013		
<p>RETAIL STORES</p> <ul style="list-style-type: none"> • Plastic bags to customers at checkout reduced by 54% in units per thousand customer transactions versus 2005 baseline 	<ul style="list-style-type: none"> • Since 2005, we have diverted over 1.45 billion plastic bags from landfill • Since they were introduced to our customers in November 2006, over 16.3 million reusable Green Bags for Life have been sold 	<ul style="list-style-type: none"> • Ontario: Earth Day Canada Envirofund (www.earthday.ca/envirofund) – has awarded more than \$1 million in grants to environmental projects funded from sales of plastic bags • Quebec: IGA retailers partnered with Le Jour de la Terre Québec, contributing \$2.8 million to date to more than 250 environmental initiatives
ETHICAL/SUSTAINABLE SOURCING GOAL: to be determined		
<ul style="list-style-type: none"> • Focused on fair labour practices among suppliers of our private label products in high risk countries • Baseline established by collecting social compliance audits from these suppliers; required remediation is in progress 	<ul style="list-style-type: none"> • Engaged stakeholders and suppliers to develop program, goal, realistic interim milestones and implementation plan 	<ul style="list-style-type: none"> • Global Social Compliance Program (www.gscpnet.com)