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Good for the Planet

At present, various environmental issues such as climate change, plastic pollution, food loss and waste, and waste management are closely related to sustainable corporate operations. Effectively adopting sustainable operations, optimizing resource efficiency and practicing sustainability are important elements in President Chain Store Corporation's overall operating value chain. As the leader in convenience stores, we hope to strike a balance between convenience and environmental impact by being committed to reducing the negative impact of plastics, food loss and waste in our operations, as well as actively improving our ability to address climate change issues.

Sustainable Goal Management Process

Material Topic	Management Metrics	Medium- and long-term Targets	2026 Targets	2025 Targets & Performance		
 Climate Change	Percentage reduction in store electricity use intensity (EUI) compared with the previous year	Store electricity use intensity (EUI) reduced by 0.5% compared with the previous year	Store electricity use intensity (EUI) reduced by 0.5% compared with the previous year	Store electricity use intensity (EUI) reduced by 0.5% compared with the previous year	Store electricity use intensity (EUI) reduced by 2.65% compared with the previous year	↑
	Proportion of direct (Scope 1) and indirect (Scope 2) GHG emission intensity (carbon emission intensity per NT\$ million of revenue) reduction compared with the previous year	Reduced by 60% compared to 2020	Reduced by 1.5% compared with the previous year	Reduced by 1.5% compared with the previous year	Reduced by 1.75% compared with the previous year	↑
 Packaging Material Management	Proportion of consumers bringing their own cups ^(Note 1)	24% by 2028	22%	21%	21.75%	↑
	Number of stores adopting the Recycled Cups Renting Service ^(Note 1)	Following regulations regarding single-use beverage cups	2,530	2,500	2,528	↑
	Proportion of other single-use plastic for private-label products and materials	10% of other single-use plastic by 2028, completely eliminating plastic shopping bags and plastic straws Completely eliminating other single-use plastic by 2050	17%	18%	16.25%	↑
 Food Waste and Waste Management	Total weight of food loss and waste discarded (with 2019 as base year)	4,461 metric tons by 2030 50% reduction by 2030	5,064 metric tons with a 43.24% reduction compared to the base year	5,366 metric tons with a 39.9% reduction compared to the base year	4,404 metric tons with a 76% reduction compared to the base year	↑
	Total weight of all food loss and waste	11,605 metric tons by 2030 Halving by 2030 (with 2019 as base year)	11,282 metric tons	11,241 metric tons	14,430 metric tons	—
	Total weight of food loss and waste volumes used for alternative purposes	7,144 metric tons by 2030	6,218 metric tons	5,875 metric tons	10,026 metric tons	↑
	Proportion of volume for waste removal reduction in each store (base year 2019) ^(Note 2)	45% of reduction by 2028	25%	20%	22.22% of reduction from the base year	↑

Note 1 : The online processing rate is the rate of giving consumers explanations online and successfully solving the problem afterwards. The case closing rate is the percentage of cases that cannot be effectively addressed online and require follow-up and settlement after being handled by the responsible unit.

Sustainable Development Goals & Management Policies



SDG 2
Zero Hunger

► In 2025, the“iLove Food” program reduced food waste by **20,472.50** metric tons.



SDG 12
Responsible Consumption and Production

► The OPEN iECO® Recycled Cups Renting Service has been adopted by **2,528** stores with **21.75%** of consumers bringing their own cups.



SDG 13
Climate Action

► Store energy-saving actions saved the equivalent of **45,346.74** metric tons of CO₂e in 2025.



SDG 15
Life on Land

► The procurement amount for certified raw materials for paper in 2025 was NT\$ **768,419** thousand.

► Corresponding Material Topic

- Food Waste and Waste Management
- Climate Change
- Packaging Material Management

► Policies and Commitments

- Environmental policy
- GHG policy
- Energy policy
- Packaging material management
- Waste and food waste management

► Management Actions

- Inventory and management of environmental information (greenhouse gas emissions, packaging material consumption, waste removal and food waste production in the stores, water withdrawal and consumption)
- Low-carbon transition plan for own operations and value chain
- Adaptation strategies for climate-related physical and transition risks, continuing to increase the percentage of green electricity
- Food waste management (reducing the scrap rate of fresh food, improving the management mechanism of the OEMs, improving the recovery rate of food waste, order-to-delivery system)
- Waste management (setting up a convenient eco-friendly recycling platform in stores, refurbishment and reuse of store equipment, waste reduction for all operating locations, managing waste flows with suppliers)

· Biodiversity Mitigation Hierarchy ·

We adopt the mitigation hierarchy to reduce impacts on biodiversity, avoiding the establishment of new stores in ecologically sensitive areas, reducing the impacts caused by existing store operations, and committing to regeneration, restoration, and transformation in order to achieve harmonious coexistence with the natural environment.

Avoidance

The ecological self-assessment system has been formally incorporated into the store expansion governance framework. This year, the Company conducted ecological assessments of stores and also included potential 2026 store sites in the assessment. Even if these sites are not ultimately selected, they are considered in advance. Before new stores are approved, the Company completes location sensitivity identification and risk review to confirm whether the site involves nature reserves, wildlife refuges, national parks, the Taiwan Ecological Network (TEN), or important habitats of protected species or species listed in the Taiwan Red List. Avoiding operations in high-risk areas has become a principle for preliminary decision-making, excluding potential biodiversity impacts from the source rather than remedying them afterward, thereby embedding the avoidance principle into the store expansion decision-making process.

Reduction

President Chain Store Corporation has established a store biodiversity risk classification management framework, completed risk identification for existing stores, and incorporated nighttime lighting, transparent glass, waste handling, vehicle gathering, and crowd gathering into the management scope of major operational impact factors. Current measures include bird-strike prevention design, glass stickers with patterns that can be recognized by the birds, automatic nighttime dimming or lights-off mechanisms, warm-colored low color-temperature downward-facing lighting, and strengthened waste management, in order to reduce disturbance to species activity and environmental quality. Going forward, the Company will gradually optimize mitigating mechanisms based on site conditions, keeping operational impacts within a manageable scope.

Regeneration

The Company promotes the "Sustainable Farm" project, converting coffee grounds and food waste recovered from stores into organic fertilizer for application to crops. This establishes a circular mechanism and enhances productivity of soil ecosystems. In addition to reducing the burden caused by waste, this approach strengthens the ecological resilience of agricultural landscapes. Going forward, the Company will gradually promote greening and microhabitat creation at store sites, supporting pollinator habitats and strengthening ecosystem service functions, so that operations can move beyond impact reduction toward improving the environment.

Restoration

Through the introduction of sustainable procurement mechanisms, such as the procurement of FSC- and PEFC-certified paper packaging materials and Rainforest Alliance-certified coffee raw materials, the Company reduces the pressure that raw material sourcing places on forests and natural resources, while supporting the maintenance and restoration of ecosystems in places of origin. Going forward, the Company will gradually expand the procurement of products with low chemical input, ecological or organic certification, and participation in ecological payment mechanisms, linking supply chain decisions with the maintenance of ecosystem services, strengthening producer-side responsibility for natural resource management, and forming a long-term mechanism to support ecological restoration.

Transformation

With reference to TNFD and the LEAP approach, the Company has established an identification framework for nature-related dependencies and impacts, elevating biodiversity issues from site management to institutional-level decision-making logic. Going forward, the Company will gradually extend this management framework to supply chain and product portfolio optimization. By incorporating the Satoyama Initiative's concept of linking production, ecology, and living landscapes, the Company will use sustainable procurement and product structure adjustments to guide consumption behavior with lower GHG emissions and lower land and water resource use intensity, forming a systematic transformation pathway extending from operations to the value chain.

5.2 Packaging Material Management

Policies and Commitments

As plastic is one of the most common choices among packaging materials in retail industry with its durability and low costs, it is often adopted by supermarkets, convenience stores and hypermarkets that are closely related to everyday lives, with an impact from consumer habits and choices.

In response to plastic reduction trends, the Ministry of Environment's plastic reduction policies, and external stakeholders' expectations regarding packaging material issues, President Chain Store Corporation continues to pay close attention to the Global Plastics Treaty. Although no progress was made after the sixth round of negotiations in 2025, President Chain Store Corporation has already made advance preparations. The Company has established a Plastic Reduction Task Force responsible for management, and has taken proactive action to ensure compliance with the Ministry of Environment's plastic reduction regulations. Together with consumers and suppliers, the Company is gradually reducing plastic use. President Chain Store Corporation has established a comprehensive management policy for the packaging materials of private-label products. The goal is to reduce virgin plastic use in private-label product packaging and materials by 30% by 2030 compared with the 2019 baseline, and to transition 50% of private-label product packaging and materials to eco-friendly materials. President Chain Store Corporation is also actively adopting plastic reduction management actions, integrating operating strategies across private-label products and services, logistics, e-commerce, and other aspects. Through these actions, the Company aims to achieve the vision of reducing the proportion of other single-use plastics to 10% by 2028, fully phase out plastic shopping bags and plastic straws, and eliminate all other single-use plastics by 2050. For the detailed plastic reduction schedule and progress toward 2025 targets, please refer to [Sustainable Goal Management Process](#).

Taking environmental, ecological protection and sustainable operations into consideration, the Company gives priority in raw material procurement to suppliers that offer eco-friendly materials, certified packaging materials, and lightweight or weight-reduced packaging designs. It has also formulated targets for the packaging materials of private-label products.

- 01 To achieve source reduction and lower plastic consumption, the Company aims to reduce the share of other single-use plastics to below 10% by 2028:
 - ▶ Ice makers were introduced to reduce the use of plastic packaging bags for ice. In 2025, they had been introduced in a total of 4,604 stores, reducing plastic use by 305.70 metric tons.
 - ▶ Sealing machines were introduced to reduce the use of single-use cup lids. In 2025, a cumulative total of 5,200 machines had been introduced, reducing plastic use by 294.85 metric tons.
- 02 President Chain Store Corporation worked with its affiliated enterprise, President Packaging Industrial Corp., to jointly establish and develop a reusable container service, responding to the appeal to "transform from manufacturing single-use containers to developing reusable options":
 - ▶ In response to regulations, the Company introduced the Recycled Cups Renting Service. In 2025, the service was introduced in 2,528 stores, exceeding the target of 2,500 stores. The proportion of consumers bringing their own cups reached 21.75%, achieving the annual target of 21.00%.
 - ▶ To encourage consumers to make greater use of reusable packaging materials or containers, the Company implements a bring-your-own-cup incentive mechanism for freshly prepared beverages. For example, it continues to respond to Ministry of Environment regulations by offering NT\$5 off for consumers who bring their own cups, with additional promotions such as NT\$7 off CITY series beverages on the first day of each month when consumers bring their own cups.
- 03 In 2025, the paper cups used in stores introduced FSC-certified paper packaging materials.
- 04 President Chain Store Corporation has established a cross-departmental Plastic Reduction Task Force^(Note), bringing together the efforts of internal employees and external suppliers to promote packaging material reduction strategies, targets, and action plans, and to track implementation performance. Quarterly meetings are held to track the implementation of each action plan. The manpower and testing resources required, including the task force, R&D, testing personnel, and raw material testing costs, amount to approximately NT\$2.5 million each year. The Plastic Reduction Task Force also works with a consulting firm to accurately understand external competition and industry information.

Note: For details on the responsibilities of each unit within the Plastic Reduction Taskforce, please refer to Section 4.2 Packaging Material Management – Plastic Reduction Taskforce and Responsibilities in the 2024 Sustainability Report (p. 93).

Statistics of Packaging Material Consumption

· Plastic Packaging Materials ·

To enhance the efficiency of packaging material management, President Chain Store Corporation has redefined the classification of plastic packaging materials. Plastic consumption in each stage is inventoried for private-label products and services according to "use," "material" and "source." The performance and goal achievement is reviewed every quarter with corresponding plastic reduction action plans formulated.

Classification of Plastic Packaging Materials of President Chain Store Corporation

Plastic Classification		Description
Use	Reusable plastic	Packaging that can be refilled or reused for the same purpose without ancillary products. They can circulate on the market to make the packaging refillable
	Single-use plastic	Plastic packaging that is single-use or for short-term use. Not reusable
Material	Recyclable plastic	Recyclable plastics as defined by the EPA
	Compostable/ decomposable plastic	Compostable and technically recyclable plastic packaging has been developed
	Plastic with recycled content	Plastic products containing plastic that is recycled for reuse
	Other plastic	Plastics that cannot be recycled, composted/decomposed or reused
Source	Virgin fossil-based plastic	Plastic produced directly using natural gas or crude oil and do not contain any recycled content
	Virgin renewable plastic	Made from plant sources such as soy, corn, potato and wood fiber, does not contain any recycled materials
	Post-consumer recycled plastic	Material recovered from materials generated by households or commercial, industrial and institutional facilities as the end user of a product, which can no longer be used for its intended purpose

Note 1: Even if the garbage bags in the stores and plastic straws are made of recycled materials, they are still considered as single-use.
Note 2: The Ministry of Environment defines recyclable plastics as PET, PVC, PE, PP, PS, unexpandable PS and others. If the material itself is recyclable without having obtained the recycling label from the EPA, or if it cannot be properly recycled in the current waste disposal system, it is not considered as recyclable.
Note 3: According to the definition of the Ellen MacArthur Foundation, virgin materials are limited materials, such as iron ore mined from the ground. Recycled materials are materials that are continuously replenished at a rate equal to or greater than that of consumption, such as cotton, hemp, corn, wood, wool, leather, agricultural byproducts, nitrogen, carbon dioxide and sea salt.

In 2025, President Chain Store Corporation's total use of plastic packaging materials was 12,218.15 metric tons, an increase of 3.89% compared with 2024. The overall increase in plastic packaging material use was mainly due to the continued growth of store operations, which affected packaging material use. President Chain Store Corporation has publicly announced phased reduction targets: the proportion of other single-use plastics shall be lower than 18% in 2025, lower than 10% in 2028, and completely phased out by 2050. In 2025, other single-use plastics accounted for 16.25% of total plastic use, achieving the plastic reduction target set for the year. We continue to monitor consumption and implement improvement measures to reduce other single-use plastics. We also continued to increase the use of plastic with recycled content, which grew by 175.31% compared with 2024. In addition to the continued use of 100% recycled plastic for store garbage bags, President Chain Store Corporation continues to promote shopping bags made with recycled plastic materials, namely 100% recycled PE plastic shopping bags. The Company also continues to promote food containers made with recycled plastic, or Recycled PET (rPET). Packaging containing 30% recycled plastic has been adopted for selected products, including mixed vegetable salad, mixed seaweed salad, Japanese Inari sushi, as well as tuna and pork floss. For detailed management measures, please refer to the section on [Plastic Reduction Management Actions](#).

Changes in Plastic Usage of President Chain Store Corporation's Private-Label Product Packaging and Materials, 2024–2025.

Plastic Classification		Weight (Metric Tons)		Differences between the Two Years
		2024	2025	
Total Weight of Plastic		11,760.67	12,218.15	3.89%
Use	Reusable plastic	19.33	14.18	-26.66%
	Single-use plastic	11,741.34	12,203.97	3.94%
Material	Recyclable plastic	9,276.04	10,217.99	10.15%
	Compostable/ decomposable plastic	0.00	0.00	0.00%
	Other plastic	2,484.63	2,000.16	-19.50%
Source	Virgin fossil-based plastic	11,111.54	10,431.07	-6.12%
	Virgin renewable plastic	0.00	0.00	0.00%
	Post-consumer recycled plastic (Plastic with recycled content)	649.12	1,787.08	175.31%

· Non-plastic Packaging Materials ·

President Chain Store Corporation strives to reduce the consumption of plastic packaging materials for private-label products and services, as well as looking to incorporate non-plastic packaging materials with sustainability certification. In line with President Chain Store Corporation's Sustainable Procurement Policy, the targets for private-label products packaging by paper materials with sustainability certification have been set for 2030 and 2050 to reach 70% and 100%, respectively. We also continue to work towards getting sustainably-certified materials for paper bowls and cup sleeves used in the stores. In 2025, overall use of non-plastic packaging materials, including paper/wood and metal, decreased by 8.04% compared with the previous year. The reduction in paper packaging was mainly attributable to increased use of consumers' own cups and the Recycled Cups Renting Service for coffee products, while the use of metal packaging materials was mainly affected by the outer packaging used for coffee beans and freshly extracted tea products for beverages.

Statistics of Plastic and Non-plastic Packaging Material Consumption for Private-label Products and Materials in 2025.

The Life Cycle Stage of Private-label Products and Services		Manufacturing and Production	Supplier/ Manufacturer	Logistics Delivery to Stores	Store Sales and Services	Total of Each Category (Metric Tons)	Total weight (Metric Tons)
Packaging Material		○ Fresh food packaging, freshly prepared beverage supplies, cutlery ▲ Packaging for coffee beans Packaging for tea leaves	○ ~Fresh food sealing film ■ ~Box packaging ~Paper container for fresh food ~Coffee cup holders and cup sleeves ~Paper bags for reheated food ~Packaging for disposable chopsticks	■ Delivery cartons ○ Shipping film	○ Shopping bags and trash bags Cutlery and sauce packaging Delivery and e-commercial-packaging Buffer materials and tape Cup sealing films ■ Online shopping center iPre-order delivery cartons, MyShip boxes, fresh food cartons, paper bowls and store supplies		
Classification		Weight (Metric Tons)					12,218.15
Use (plastic)	Reusable plastic	0.00	0.00	0.00	14.18	14.18	12,218.15
	Single-use plastic	7,509.29	0.00	17.38	4,677.30	12,203.97	
Material (plastic)	Recyclable plastic	6,831.83	0.00	0.00	3,386.17	10,217.99	12,218.15
	Compostable/ decomposable plastic	0.00	0.00	0.00	0.00	0.00	
	Other plastic	677.46	0.00	17.38	1,305.32	2,000.16	
Source (plastic)	Virgin fossil-based plastic	7,346.89	0.00	17.38	3,066.80	10,431.07	12,218.15
	Virgin renewable plastic	0.00	0.00	0.00	0.00	0.00	
	Post-consumer recycled plastic (Plastic with recycled content)	162.40	0.00	0.00	1,624.69	1,787.08	
Non-plastic-paper/ wood	Paper/wood (total weight)	1,300.75	977.15	92.22	9,955.91	12,326.02	12,326.02
	Paper/Wood (FSC certified weight)	0.00	0.00	0.00	6,822.24	6,822.24	
	Paper/Wood (PEFC certified weight)	303.40	0.00	0.00	255.33	558.72	
	Paper/Wood (recycled paper weight)	0.00	0.00	0.00	0.00	0.00	
Non-plastic-metal	Metal (total weight)	310.11	0.00	0.00	0.00	310.11	310.11
	Metal (ASI certified weight)	310.11	0.00	0.00	0.00	310.11	

Note 1: The scope of statistics includes the packaging of private-label products of President Chain Store Corporation and the items sold and serviced in the store (in addition to the outer packaging of the items, the materials used for the items and the packaging used for logistics and distribution are also included). The statistics of plastic and non-plastic packaging materials cover 100% of private-label products.

Note 2: The inventory of paper/wood includes the statistics of general cartons, paper containers with coating, as well as materials for cutlery packaging and content for store supplies.

Plastic Reduction Management Actions

President Chain Store Corporation has engaged in three aspects to reduce plastic, including "reduction at the source," "innovative packaging" and "encouraging customers to bring their own containers" since 2019. The Plastic Reduction Task Force was set up in 2020 to integrate strategies related to plastic reduction. We have started with the reduction of single-use plastics in private-label products and services, redesigned product packaging to reduce plastic consumption, introduced certified paper materials and recycled plastics, as well as reducing single-use containers by offering discounts and rewards. In addition, President Chain Store Corporation integrated Group resources to set up the "OPEN iECO® Recycled Cups Renting Service" in 2022. By the end of 2025, a total of 2,528 stores have been incorporated with the hope of providing convenient services while working towards environmental protection.

• Single-use Plastic Reduction •

< Reducing Single-Use Containers — Bring-Your-Own-Cup and Recycled Cups Renting Service >

Through the bring-your-own-cup discount and the OPEN iECO® Recycled Cups Renting Service, President Chain Store Corporation continues to make reusable containers part of everyday consumption and reduce the environmental burden of single-use beverage cups. In 2025, the Company maintained the scale of its Recycled Cups Renting Service on the foundation already established. The service was available at approximately 2,528 stores, accounting for around 35% of all stores in Taiwan and exceeding the regulatory requirement of 30%. Since 2022, President Chain Store Corporation has integrated Group logistics and cup-cleaning partners to establish an operating process that complies with the Ministry of Environment’s Good Service Guidelines for Recycled (Renting) Cups. Through regular self-inspections, cleaning records, and outsourced testing, the Company continues to ensure that every recycled cup meets food safety requirements for cleanliness and hygiene. Going forward, President Chain Store Corporation will combine Group channels and its digital membership system to improve the borrowing and return experience, making it easier and more reassuring for consumers to choose the Recycled Cups Renting Service when purchasing beverages.

Through the OPEN iECO® Recycled Cups Renting Service and incentives such as NT\$5 off when bringing your own beverage cup, President Chain Store Corporation continues to encourage consumers to replace single-use beverage cups with reusable containers. In 2025, the Company set a combined usage target of 21% for bring-your-own cups and recycled cups. Actual usage reached approximately 21.75%, up around 1.51% from the same period last year, steadily reducing the use of single-use containers. Based on the PE coating weight of the cup body (approximately 1.1 g per cup), plastic reduction in 2025 reached approximately 120.83 metric tons, with an overall plastic reduction benefit of approximately 100.73 metric tons. The cup lid portion is estimated to have reduced plastic use by approximately 516.27 metric tons. This shows that consumers are gradually developing the habit of replacing single-use containers with their own cups and recycled cups with no impact on their purchase or consumption experience. Looking ahead, President Chain Store Corporation will continue to connect these efforts with environmental occasions such as Earth Day, World Environment Day, and DJ BIC-related activities. The Company will actively communicate with stores through marketing initiatives, business training, and online learning courses, strengthening store sales personnel’s ability to communicate the value of recycled cups and bring-your-own cups, so that reusable containers become a natural choice in everyday consumption.



< Store Service Plastic Reduction — Introduction of Ice Makers and Sealing Machines >

Since 2022, President Chain Store Corporation has gradually introduced ice makers at stores to replace bagged ice used for freshly prepared beverages, reducing the environmental burden of single-use plastic packaging. Building on the expanded capacity achieved in 2024, the Company set a 2025 target to reduce the use of 160 million bags of ice and achieve 280 metric tons of plastic reduction. This year, ice makers were installed in approximately 4,604 stores, reducing the use of around 152.8 million ice bags and delivering an estimated plastic reduction benefit of approximately 305.70 metric tons. Going forward, the Company will continue to review stores with suitable installation conditions, with plans to complete installation at approximately 1,260 stores before 2026. It will also develop compact ice makers less than 40 centimeters wide to support stores with more limited space. The Company aims to make the replacement of bagged ice with ice makers a standard practice for freshly prepared beverages across all channels, while maintaining beverage quality and operating efficiency.



Since 2023, President Chain Store Corporation has gradually introduced sealing machines at stores to reduce the use of single-use cup lids for coffee and tea beverages. In 2025, the Company continued to expand capacity on the existing foundation, making sealing machines standard equipment for newly opened and renovated stores. This year, sealing machines were installed in approximately 5,200 stores, a significant increase from the previous year. Each cup reduces plastic use by approximately 2.52 grams, calculated as cup lid weight minus sealing film and straw. In total, this reduced the use of approximately 117.00 million single-use cup lids, corresponding to a plastic reduction benefit of approximately 294.85 metric tons, exceeding the original annual reduction target of approximately 214 metric tons. The Company will continue to identify stores meeting the conditions for equipment installation (approximately 1,384 stores have been planned for installation) and optimize the allocation of sealing machines based on beverage categories and sales momentum. This aims to make "using sealing films instead of cup lids" the mainstream option for freshly prepared beverages in stores. By maintaining drinking convenience and quality, this approach steadily expands the reduction of single-use cup lids.

< Product Packaging Plastic Reduction — Recycled Plastic Shopping Bags and Fresh Food Packaging >

President Chain Store Corporation is committed to reducing the environmental burden of product packaging. Since 2019, the Company has expanded the use of recyclable plastic and continued to reduce packaging weight to lower environmental impact. President Chain Store Corporation continued the 100% recycled PE plastic shopping bags launched in 2024. These shopping bags are made from 95% recycled plastic and 5% recycled plastic from empty milk bottles. In 2025, the Company continued to replace single-use virgin plastic shopping bags with shopping bags containing a high proportion of recycled materials, reducing the use of virgin plastic by approximately 753.2 metric tons. Among these, sales of large bags reached approximately 54.36 million units, reducing the use of virgin plastic by an estimated monthly average of approximately 52.1 metric tons. Extra-large bags were launched in July, with sales reaching approximately 5.43 million units, reducing the use of virgin plastic by a monthly average of approximately 21.3 metric tons.



President Chain Store Corporation continues to promote food containers made with Recycled PET (rPET). In 2025, the Company further worked with affiliated enterprises to introduce an internal recycled plastic loop model, turning recycled PET bottles into fresh food packaging containing 30% recycled plastic. This packaging has been applied to selected products such as mixed vegetable salad, mixed seaweed salad, Japanese Inari sushi, and tuna and pork floss. Since its introduction in May, annual rPET use has reached 162.4 metric tons. The Company continues to reduce its reliance on single-use plastics and virgin plastic while ensuring product quality and stable supply. Going forward, applicable product categories and usage ratios will be reviewed and adjusted continuously according to changes in recycling volume and packaging development results.



To further expand the benefits of fresh food packaging reduction, President Chain Store Corporation introduced sealing film design for selected salad products in 2025, replacing the original thick plastic lids with recycled plastic sealing film. This measure reduces the amount of plastic used per product without compromising product freshness or the consumer experience. The original annual plastic reduction target was 25 metric tons. Packaging adjustments were introduced for 10 salad products, reducing plastic use by approximately 38.41 metric tons, slightly exceeding the original plan. Going forward, the Company will continue to assess more fresh food categories suitable for sealing film technology, and combine this with the internal recycled plastic loop program to gradually expand the application of new technologies and enhance the overall benefits of packaging reduction and resource circularity.

< Plastic Reduction in Online Shopping Packaging — Recycled Mailing Bags and Biodegradable Mailing Bags >

In response to regulatory requirements for an average packaging weight reduction rate of at least 30% for online shopping packaging by 2025, President Chain Store Corporation has continued to reduce and optimize materials for MyShip mailing packaging since 2022, gradually introducing biodegradable mailing bags to reduce virgin plastic use. In 2025, the Company continued this direction, adopting monthly communication and free biodegradable mailing bag promotions for senders as its main strategy. Through explanations from store personnel and prompts during the parcel-sending process, customers are encouraged to choose packaging materials with a lower environmental impact without compromising the parcel-sending experience. In 2025, biodegradable mailing bags reduced plastic use by 7.19 metric tons, demonstrating that, even as parcel volume continued to grow, the Company was able to balance service convenience with environmental responsibility. Going forward, President Chain Store Corporation will continue to prioritize promotion at stores with stronger online shopping demand, based on parcel volume and customer characteristics. It will also combine packaging design optimization with customer education and communication to steadily increase the proportion of biodegradable mailing bags.



In addition to reducing the weight of mailing bags and introducing biodegradable materials, President Chain Store Corporation is also actively replacing virgin plastic with recycled plastic to reduce the overall environmental impact of MyShip mailing packaging. In 2025, MyShip mailing bags were further adjusted to include approximately 60% recycled material, directly reducing virgin plastic use with no impact on parcel safety, durability, or visual identification. In 2025, this reduced virgin plastic use by approximately 14.61 metric tons, showing that the increased proportion of recycled material has generated measurable plastic reduction benefits in actual operations. In the meantime, the Company continued to use the ibon shipping label printer introduced in the previous year. Adhesive labels can now be attached directly to packaging, which has continued to reduce, and in April 2024 eliminated, the need for dedicated service form bags and other additional packaging materials. This further lowers unnecessary paper and plastic resource consumption in the parcel-sending process, making each delivery action better aligned with the goal of balancing service convenience and environmental responsibility.

< Plastic Reduction Approach across the Value Chain >

Global plastic waste has become a risk that can no longer be ignored. In addition to continuously managing the use of packaging materials in its own operating services and products, President Chain Store Corporation recognizes that greater impact can only be achieved through the joint participation of the value chain. Starting in 2025, President Chain Store Corporation began proactively monitoring plastic reduction results among suppliers of non-private-label products. Supplier plastic reduction actions include lowering the proportion of plastic used in product packaging and replacing plastic containers with paper containers. In 2025, these efforts reduced plastic use by 154.61 metric tons. President Chain Store Corporation will continue to monitor supplier plastic reduction performance and set internal tracking targets. Through the supplier sustainability self-assessment questionnaire, the Company also seeks to understand whether food suppliers have adopted measures to reduce product packaging waste, and whether they have related recycling or reuse plans. Regular supplier education and training are also used to raise supplier awareness and encourage suppliers to pay closer attention to the global plastic waste issue, with the aim of expanding sustainability impact across the value chain.