

Environmental Reporting 2018

We see environmental care as a responsibility to manage our impact and an opportunity to contribute beyond our business to some of the greatest global challenges. Our goal is to promote environmental care, for which we procure to identify, evaluate and manage the environmental effects of our operation, aspiring to minimize them.

During 2018, we carried out our first materiality analysis at a corporate level, and one of the issues identified was "manage our impact on the environment". We understand the importance of addressing environmental sustainability and we have undertaken several environmental protection and sustainability initiatives mainly aimed at reducing our energy consumption and for our physical network to be ecological.

To understand our environmental impact, we measure, manage and audit our main environmental management indicators with third parties:

Energy Consumption	Unit	2016	2017	2018
Non-renewable fuels (nuclear fuels, coal, oil, natural gas, etc.) purchased and consumed	MWh	36,764,527	46,009,643	41,873,528
Non-renewable electricity purchased	MWh	1,132,298,120	733,561,392	677,350,604
Total renewable energy (wind, solar, biomass, hydroelectric, geothermal, etc.) purchased or generated [Photo-voltaic Energy]	MWh	11,767,609	458,349,530	485,563,643
TOTAL NON-RENEWABLE ENERGY CONSUMPTION	MWh	1,169,062,647	779,571,035	719,224,132
Total costs of energy consumption	CLP	77,369,236,798	74,999,285,148	78,096,823,973
Data coverage	% revenues	97%	97%	97%
Data coverage		Tottus; Falabella; Sodimac Chile / Perú / Colombia / Argentina / Uruguay; CMR Chile; Banco; Mall Plaza; Rentas	Tottus; Falabella; Sodimac Chile / Perú / Colombia / Argentina / Uruguay; CMR Chile; Banco; Mall Plaza; Rentas	Tottus; Falabella; Sodimac Chile / Perú / Colombia / Argentina / Uruguay; CMR Chile; Banco; Mall Plaza; Rentas

Water Consumption	Unit	2016	2017	2018
TOTAL NET FRESH WATER CONSUMPTION	MMm3	6,416	7,015	6,720
Data coverage	% revenues	67%	66%	78%
Data coverage		Tottus; Falabella Perú / Colombia; Sodimac Chile / Perú / Colombia; Banco Perú; Mall Plaza	Tottus Perú; Falabella Perú / Colombia; Sodimac Chile / Perú / Colombia; Banco; Mall Plaza; Rentas	Tottus; Falabella Perú / Colombia; Sodimac Chile / Perú / Colombia; Banco; Mall Plaza; Rentas; CMR

Waste disposed (non-hazardous)	Unit	2016	2017	2018
Total non-hazardous waste generated	tonnes	88,400	120,844	128,685
Total non-hazardous waste used/recycled/sold	tonnes	23,042	35,188	40,209
TOTAL NON-HAZARDOUS WASTE DISPOSED	tonnes	65,358	85,655	88,476
Data coverage	% revenues	70%	83%	84%
Data coverage		Tottus; Falabella Chile / Argentina; Sodimac Chile / Perú / Colombia / Uruguay; Mall Plaza Colombia; Rentas	Tottus; Falabella; Sodimac Chile / Perú / Colombia / Uruguay; Mall Plaza; Rentas	Tottus; Falabella; Sodimac Chile / Perú / Colombia / Uruguay; Mall Plaza; Rentas

Independent Audit of key non-financial data for S.A.C.I Falabella – environmental indicators: ISAE 3000 statement

The nature of the assurance

This report was written by Corporate Citizenship for the Chief Corporate Planning and Development Officer of S.A.C.I. Falabella.

Corporate Citizenship has undertaken a limited audit of the 2018 non-financial data consolidated for the current reporting cycle of S.A.C.I. Falabella, in accordance with the GRI Reporting Principles, to support the quality of the data that they report. This audit was undertaken in two phases, the first focusing on social indicators, and the second, this phase, on environmental indicators. The following non-financial data for 2018 was covered by this phase of the audit:

1. *Energy consumption: consumption of renewable and non-renewable combustible fuels and electricity, and other energy (steam, heat, cooling).*
2. *Water consumption: water consumption.*
3. *Aggregation of the Carbon footprint: Scope 1 GHG emissions; Scope 2 GHG emissions.*
4. *Waste: volume of non-hazardous waste by treatment method.*

S.A.C.I Falabella is entirely and solely responsible for the production and publication of the assured data, while Corporate Citizenship is responsible for its assurance.

This audit was undertaken in accordance with the International Standard on Assurance Engagement (ISAE) 3000 (*Assurance Engagements other than Audits or Reviews of Historical Financial Information*).

Corporate Citizenship has complied with the requirements for independence, professional ethics and quality control stipulated in ISAE 3000.

Assurance work undertaken

The assurance task undertaken was solicited in February 2019 and completed on the 31st May 2019. Detailed evidence was obtained from meetings, interviews and correspondence. A team of three, led by a Senior Researcher, undertook the assurance and commentary process. A Director acted as advisor to the delivery team.

The assurance work involved the following activities:

1. *Review of consolidated data sheets, covering the environmental indicators for the different business units of S.A.C.I Falabella in Chile, Peru, Argentina, Colombia, Uruguay. Data on environmental indicators was not made available for Brazil and Mexico.*
2. *Submission of general queries about the data collection methodology and the monitoring systems to the contact responsible for coordinating the evidence.*
3. *Execution of error checking routines to identify possible mistakes in the underlying data, considering inputs, data transformations and outputs.*
4. *Elevation and discussion of specific queries about inconsistencies in the underlying data with the relevant issue owners in each area of the business.*
5. *Completion of questionnaire regarding data collection and management process with relevant data owners in each business area. Discussion of relevant follow-up questions.*
6. *Identification and follow-up of necessary adjustments in the consolidated S.A.C.I Falabella identified through the data interrogation process.*

Independence

Corporate Citizenship has worked with S.A.C.I Falabella since 2014 on consultancy projects, which include support for their Dow Jones Sustainability Index (DJSI) application, materiality assessment, and implementation of the LBG Framework to measure social impact of community investment. Corporate Citizenship has previously provided assurance of key non-financial data to S.A.C.I Falabella.

Conclusion

Based on the scope of the assurance procedures undertaken, nothing has come to our attention that leads us to believe that the material assured is not prepared, in all material respects, in accordance with the GRI Principles for Defining Report Quality.

Corporate Citizenship Limited

London

4th of June, 2019