

Yum China Holdings, Inc.

Packaging Strategy

This company-wide packaging strategy is set by Yum China to address the environmental aspects of our packaging.

Guided by our Sustainability 4R Principles - Reduce, Reuse, Recycle, Replace, Yum China is committed to reducing the use of packaging through the application of new packaging solutions, new materials, innovative technologies and various other methods. The Yum China Packaging Team, supported by other functions, will leverage their experience and expertise to drive for continuous improvement on packaging innovation.

We are committed:

- All customer facing, plastic-based packaging is recyclable.
- Refuse to purchase paper products from suppliers that knowingly cause deforestation.
- 30% reduction on non-degradable plastic packaging weight by 2025.

OUR ACTIONS

- We strictly follow relevant regulations in China on the use of packaging.
- We allocate R&D resources to develop sustainable packaging and alternative solutions.
- We drive innovation in the application of new packaging solutions, new materials and new technologies to reduce packaging usage.
- We improve our packaging design to achieve the same performance with less material by reducing packaging weight.
- We ensure the application of recyclable raw materials in the design and material selection for our packaging.
- We explore every opportunity to utilize recycled materials for non-food contact paper packaging where applicable.
- We strive to implement a model of reuse, such as utilizing reusable serving baskets to reduce single-use paper packaging.
- We make every opportunity to raise customers' awareness to protect the environment.

