

BASKET OF KINDNESS IN SAMARA COLLECTS 7.1 TONNES OF FOOD

Moscow, 1 October 2018 – X5 Retail Group N.V. (“X5” or the “Company”), a leading Russian food retailer (LSE and MOEX ticker: FIVE), and the Rus Food Foundation announce the results of a city-wide Basket of Kindness food marathon in honour of the Day of Elderly Persons. The event, which collected 7.1 tonnes of food, was held on 29 September and involved 240 Pyaterochka, Perekrestok and Karusel stores in Samara. The Foundation’s volunteers and social workers have already started to distribute the 1,207 food baskets to senior citizens in need across the Samara region.

The event was organised and run with the involvement of some 190 Rus Food Foundation volunteers and approximately 300 employees of X5 stores. The food marathon was supported by the Ministry of Social, Demographic and Family Policy of the Samara region, the Samara Eparchy and the My Dears Charitable Foundation. The Basket of Kindness initiative will provide aid to low-income senior citizens in nearly all municipalities across the Samara region.

During 2018, X5 and the Rus Food Foundation, Russia's first food bank, have already held two city-wide food marathons. The first was on 3 March in Kazan and the second was on 21 April in Yekaterinburg. These two events collected a total of 24 tonnes of food for 4,300 senior citizens in need. Another city-wide food marathon will be held in Moscow in December. In addition, from 15 August to 15 October, the official website of the Basket of Kindness project (корзинадоброты.рф) is hosting the first online marathon to support elderly people in the Nizhny Novgorod region.

Previously, Basket of Kindness collected food donations from just several stores in each city. In 2017, X5 and the Rus Food Foundation held an event at 803 Pyaterochka, Perekrestok and Karusel stores, gathering some 80 tonnes of non-perishable food items. This aid was provided to 6,000 low-income families and seniors from various Russian regions.

Note to Editors:

X5 Retail Group N.V. (LSE and MOEX: FIVE, Fitch – ‘BB+’, Moody's – ‘Ba2’, S&P – ‘BB’, RAEX – ‘ruAA’) is a leading Russian food retailer. The Company operates several retail formats: the chain of proximity stores under the Pyaterochka brand, the supermarket chain under the Perekrestok brand, the hypermarket chain under the Karusel brand and Express convenience stores under various brands.

As of 30 June 2018, X5 had 13,178 Company-operated stores. It has the leading market position in both Moscow and St Petersburg and a significant presence in the European part of Russia. Its store base includes 12,314 Pyaterochka proximity stores, 691 Perekrestok supermarkets, 93 Karusel hypermarkets and 80 convenience stores. The Company operates 40 DCs and 2,983 Company-owned trucks across the Russian Federation.

For the full year 2017, revenue totalled RUB 1,295,008 mln (USD 22,193 mln), Adjusted EBITDA reached RUB 99,131 mln (USD 1,699 mln), and adjusted net profit for the period amounted to RUB 33,768 mln (USD 579 mln). In H1 2018, revenue totalled RUB 734,077 mln (USD 12,368 mln), adjusted EBITDA reached RUB 51,697 mln (USD 871 mln), and net profit amounted to RUB 14,313 mln (USD 241 mln).

X5's Shareholder structure is as follows: CTF Holdings S.A. – 47.86%, Intertrust Trustees Ltd (Axon Trust) – 11.43%, X5 Directors – 0.06%, treasury shares – 0.01%, Shareholders with less than 3% – 40.64%.

Rus Food Foundation is a nationwide charity organisation and the first “Food bank” that provides food and non-food aid to socially vulnerable population groups across Russia. The Foundation was founded in 2012. During its past 5 years of work, Foundation has provided over 20,000 tons of free food.

Rus Food Foundation accepts goods (food and essential products) donated by Russian FMCG producers, cafes, restaurants and stores, grocery sets donated as part of food marathons and Food for the villages events, as well as cash contributions from individuals to purchase food as part of People's Lunch, an all-Russian charity campaign. The aid is distributed through social services, Russian Orthodox Church parishes and private non-profit organisations across Russia.

In 2016, the Foundation started participating in the Products for the Aid to Mother federal programme supported by the Presidential Commissioner for Children's Rights in Russia. Every month, the Foundation helps more than 150,000 low-income people from various Russian regions.

Forward looking statements:

This announcement includes statements that are, or may be deemed to be, “forward-looking statements”. These forward-looking statements can be identified by the fact that they do not only relate to historical or current events. Forward-looking statements often use words such as “anticipate”, “target”, “expect”, “estimate”, “intend”, “expected”, “plan”, “goal”, “believe”, or other words of similar meaning.

By their nature, forward-looking statements involve risk and uncertainty because they relate to future events and circumstances, a number of which are beyond X5 Retail Group N.V.'s control. As a result, actual future results may differ materially from the plans, goals and expectations set out in these forward-looking statements.

Any forward-looking statements made by or on behalf of X5 Retail Group N.V. speak only as of the date of this announcement. Save as required by any applicable laws or

regulations, X5 Retail Group N.V. undertakes no obligation publicly to release the results of any revisions to any forward-looking statements in this document that may occur due to any change in its expectations or to reflect events or circumstances after the date of this document.

Elements of this press release contain or may contain inside information about X5 Retail Group N.V. within the meaning of Article 7(1) of the Market Abuse Regulation (596/2014/EU).

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