



THE SIMPLY GOOD FOODS COMPANY Environmental Policy (July 2023)

The Simply Good Foods Company (“Simply Good Foods” or the “Company”) is committed to operating in accordance with its environmental policies and applicable legal requirements. In addition to complying with applicable environmental laws, we aim to continually improve upon our environmental performance and conduct our operations in a way that reduces adverse effects on the environment, particularly regarding water usage, energy usage, emissions and solid waste. In selecting supply chain partners, we are mindful of our supply chain’s overall carbon footprint and seek over time to source ingredients and materials, directly or indirectly, that do not contribute to deforestation of high conservation value areas or interfere with the habitats of endangered species.

Under this policy, over time we strive to:

- Conserve natural resources, including the efficient use of water, energy and raw materials;
- Minimize waste through source reduction, reuse and recycling;
- Encourage our employees to conduct their activities in an environmentally responsible and sustainable manner and maintain our recycling programs across our corporate offices;
- Implement programs to eliminate certain single use plastics, including building on our elimination of plastic water bottles from our corporate offices in favor of reusable containers and water filtration systems, and replacement of plastic straws with reusable metal or biodegradable straws;
- Promote a paperless office approach and encourage the reduction of paper use over time;
- Use safe and environmentally sustainable methods for the storage, handling and disposal of waste;
- Reduce pollution, including greenhouse gases, and prevent the unintended release of substances that could cause harm to air, water or land;
- Conduct environmental assessments at new facilities we control and make design choices that support efficient use of water and energy and minimize waste;
- Identify and implement sustainable sourcing initiatives within our supply chain; and
- Mandate our suppliers and business partners adhere to our Vendor Code of Conduct and strongly encourage the use of sound environmental practices.

LEED Certification

Our corporate headquarters in Denver earned a LEED-EB O&M Gold Certification¹ and the building has earned an Energy Star rating almost every year since 2003 for improving and optimizing the building’s energy efficiency.² Our office in El Segundo achieved LEED-EB O&M Gold Certification on July 27, 2021³.

Water and Energy Use Disclosure

Our most recent water usage statistics and Scopes 1, 2 and 3 energy consumption and greenhouse gas (“GHG”) emissions data are provided in Appendix A, along with estimated waste data for our Denver headquarters.

The Corporate Responsibility and Sustainability Committee of Simply Good Foods’ Board of Directors is responsible for overseeing the Company’s strategy on global sustainability, including environmental and social responsibility activities and risks, and evaluating outcomes of this policy’s implementation. The Committee intends to review this policy and the Company’s related activities at least annually.

¹ <https://www.usgbc.org/projects/17th-street-plaza> (Last visited January 8, 2021).

² https://www.energystar.gov/buildings/reference/find-energy-star-certified-buildings-and-plants/registry-energy-star-certified-buildings/b_1047174 (Last visited January 8, 2021).

³ <https://www.usgbc.org/projects/777-aviation> (Last visited June 27, 2022).

Appendix A Updated July 2023

Estimated Scopes 1-3 data for Simply Good Foods is as follows⁴:

Summary of GHG emissions for Simply Good Foods in Fiscal Year (“FY”) 2022

Emissions Category	Scope	Greenhouse Gas Inventory (metric ton CO ₂ e)
Direct Emissions	Scope 1	1,076
Indirect GHG Emissions from imported energy	Scope 2	4,825
Indirect GHG Emissions from all other sources	Scope 3	201,283
Total GHG emissions	(Scope 1 + Scope 2 + Scope 3)	207,184

SMPL electricity and natural gas consumption for FY2022

Facility ID	Purchased Electricity	Unit	Natural Gas	Unit
Denver, CO Office	6,093	kWh	-	mcf
El Segundo, CA Office	197,809	kWh	153	therms
Louisville, CO R&D	41,073	kWh	-	mcf
Greenfield, IN Warehouse 1	2,740,177	kWh	49,121	therms
Greenfield, IN Warehouse 2*	169,325	kWh	32,639	therms
Greenfield, IN Warehouse 3	6,851,542	kWh	120,515	therms
TOTAL	10,006,019		202,428	

**Subleased May 1, 2022*

SMPL electricity and natural gas GHG emissions in MT CO₂e for FY2022

Facility ID	Scope 2 Emissions (Electricity)	Scope 1 Emissions (Natural Gas)
Denver, CO Office	3	-
El Segundo, CA Office	38	0.81
Louisville, CO R&D	26	-
Greenfield, IN Warehouse 1	2,173	261
Greenfield, IN Warehouse 2*	134	173
Greenfield, IN Warehouse 3	2,452	641
TOTAL	4,826	1,076

**Subleased May 1, 2022*

For the Colorado facilities, the energy breakdown provided by the utility provider, Public Service of Colorado (Xcel), is supplied by a mix of direct steam (7%) and electricity from the grid (93%). As of the end of 2022, Xcel reported a grid breakdown as follows: Coal – 27%; Natural Gas – 31%; Solar – 5%; Wind 35%; Other Carbon Free 2%⁵. According to Xcel’s 2022 *Energy Star® Statement of Energy Performance*, Denver, Colorado’s energy use and emissions statistics are 39% lower than the national average.

⁴ Data calculated by SCS Global Services and reported to SMPL in the SMPL Greenhouse Gas Inventory for Fiscal Year 2022 dated May 12, 2023

⁵ <https://co.my.xcelenergy.com/s/energy-portfolio/power-generation>



The estimated water usage data for our facilities is as follows:

SMPL Water usage for FY2022

Facility Name	Water (gal)
Denver, CO Office	183,463
El Segundo, CA Office	67,768
Louisville, CO R&D	666,536
Greenfield, IN Warehouse 1	197,472
Greenfield, IN Warehouse 2*	83,776
Greenfield, IN Warehouse 3	330,000
TOTAL	1,529,015.20

**Subleased May 1, 2022*

The Denver Office's primary water sources are the South Platte River, Blue River, Williams Fork River, and Fraser River watersheds, but it also uses water from the South Boulder Creek, Ralston Creek, and Bear Creek watersheds.

The El Segundo Office's water is sourced by the Los Angeles County Water Districts and is comprised of purchased and imported water from local SWP contractors including Antelope Valley-East Kern Water Agency, Santa Clarita Valley Water Agency and Metropolitan Water District of Southern California, or regional wholesale water agencies such as Los Angeles Department of Water and Power and West Basin Municipal Water District.

The estimated waste data (all non-hazardous) for our Denver headquarters was as follows for fiscal year 2022⁶:

FY 2022 NON-HAZARDOUS WASTE				
Recycling Collected (lbs)	Trash Collected (lbs)	Compostable Materials Collected (lbs)	Total Materials Collected (lbs)	Diversion Rate
2,161	559	388	3,108	78.7%

⁶ Data provided to CBRE Property Management by GFL Services Sustainability Report and summarized by CBRE