X5 RETAIL GROUP

YEKATERINBURG'S BASKET OF KINDNESS COLLECTS 11 TONNES OF FOOD FOR 1,800 SENIORS IN NEED

Moscow, 23 April 2018 – X5 Retail Group ("X5" or the "Company"), a leading Russian food retailer (LSE and MOEX ticker: "FIVE"), and the Rus Food Foundation announce the results of the Basket of Kindness food marathon in Yekaterinburg. On 21 April, the Foundation's volunteers collected over 11 tonnes of food at 160 Pyaterochka, Perekrestok and Karusel stores across the city. Together with social service employees, they have already begun distributing food sets to 1,800 low-income elderly residents of the Sverdlovsk Region.

More than 400 volunteers, including 300 from the Rus Food Foundation and 133 from among X5 formats' staff, took part in staging and running the event. The marathon was supported by the regional Ministry of Social Policy, associations of volunteering students, Mercy Orthodox Service and other non-profit organisations.

Over the year, X5 Retail Group and the Rus Food Foundation, Russia's first food bank, plan to bring marathons to five cities. The first marathon was run on 3 March in Kazan, gaining support from the Tatarstan Government, associations of volunteering students, the Alpari Charitable Fund and religious organisations of different confessions. Customers of 220 Pyaterochka, Perekrestok and Karusel stores bought and donated more than 13 tonnes of food for needy elderly people across Tatarstan. On 21 April, Yekaterinburg followed suit, with more marathons to be hosted in Moscow, Nizhny Novgorod and Samara.

Previously, the Basket of Kindness programme collected food donations only across a few stores in each city. In 2017, X5 Retail Group and the Rus Food Foundation held the event at 803 Pyaterochka, Perekrestok and Karusel stores, gathering some 80 tonnes of non-perishable food items. The aid went to 6,000 low-income families and seniors from various Russian regions.

This year, the initiative will span all Pyaterochka, Perekrestok and Karusel stores in each host city.

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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 31 March 2018, X5 had 12,701 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 11,797 Pyaterochka proximity stores, 674 Perekrestok supermarkets, 92 Karusel hypermarkets and 138 convenience stores. The Company operates 39 DCs and 3,038 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 net profit for the period amounted to RUB 31,394 mln (USD 538 mln). In Q1 2018, revenue totalled RUB 351,518 mln (USD 6,180 mln), adjusted EBITDA reached RUB 22,234 mln (USD 391 mln), and net profit amounted to RUB 5,628 mln (USD 99 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% – 40.63%.

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 at the date of this announcement. Save as required by any applicable laws or

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