Disclosure of the Company pursuant to The California Transparency in Supply Chains Act of 2010:

Through the use of a third party verification service, the Company conducts a verification of its direct supply chain. That verification includes, but is not limited to, evaluating and addressing compliance by the direct suppliers with the laws of the country in which they operate, including, but not limited to, applicable laws regarding slavery and human trafficking.

The Company conducts regular audits at selected suppliers on an announced and unannounced basis through the use of a third party verification service which verification includes, but is not limited to, evaluating and addressing compliance by the direct suppliers with the laws of the country in which they operate, including, but not limited to, applicable laws regarding slavery and human trafficking.

The Company strives to continuously improve and enhance the scope of its supply chain management efforts and has developed the Rite Aid Ethical Sourcing Principles for its suppliers which outline the ethical principles and commitments we expect of our suppliers concerning social responsibility. Through these principles, we ask our suppliers to develop and implement appropriate mechanisms to promote them internally and within their supply chain. That is the extent to which we ask our suppliers to certify that the materials incorporated into their products are produced in accordance with the laws of the country in which they operate, including, but not limited to, applicable laws regarding slavery and human trafficking.

A commitment by our direct suppliers to comply with the laws of the country in which they operate, including, but not limited to, applicable laws regarding slavery and human trafficking, is expected to maintain good standing as a supplier to the Company. However, due to the current practical limitations on verification beyond the first tier in a supply chain, the Company’s verification process is limited to first tier suppliers. As part of the Company’s efforts to continuously improve and enhance its supply chain management systems, the Company expects to conduct annual training for those employees and management who have direct responsibility for supply chain management. Such training is expected to include, but not be limited to ensuring supplier compliance with the laws of the country in which they operate, including, but not limited to, applicable laws regarding slavery and human trafficking. The Company expects any
person who observes or becomes aware of the existence of slavery or human trafficking in the supply chain to report it to the appropriate authorities.