



PARTS ARE JUST PART OF WHAT WE DO
Environmental, Social and Governance Report 2023

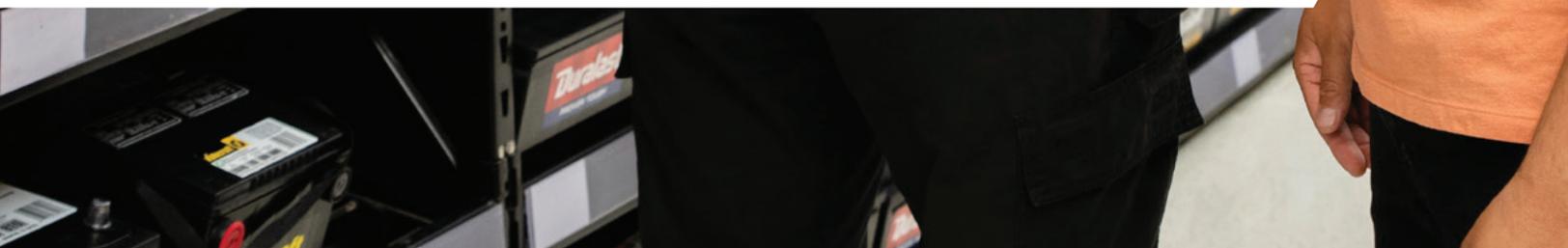




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A Letter from Bill Rhodes,

**CHAIRMAN,
PRESIDENT AND CEO**

Since the founding of our company over 43 years ago, we have been committed to always putting our customers first, taking care of our fellow AutoZoners, and serving the communities we cherish. Whether proactively responding to ever-emerging global environmental needs or ensuring that we are an inclusive workplace for all AutoZoners, as the leading retailer and distributor in the automotive aftermarket industry across the Americas, our actions must continue to make an impact beyond our four walls. Today, on behalf of our more than 112,000 amazing AutoZoners providing WOW! Customer Service around the globe, we proudly share our 2023 Environmental, Social and Governance (ESG) Report. Thank you, AutoZoners, for making this work possible every day!

As is reflected in this report, in FY2022, we expanded our commitments, provided meaningful disclosures, and implemented programs that are driving us toward our goals and beyond. Building upon our materiality assessment initiated in FY2022, we continued to evolve our ESG work through

four distinct workstreams—Environmental, Products, Social (People & Community) and Governance. Each workstream reports into our cross-functional ESG Steering Committee led by senior officers of our company.

As 1TEAM, we recently announced our climate transition plan and proudly committed to achieving Net Zero greenhouse gas (GHG) emissions by 2050. We have set short-, medium- and long-term GHG reduction targets that are purposely intended to align with the Paris Agreement’s 1.5-degree Celsius target.

In addition to our climate transition plan, we lowered our environmental-related investment hurdle rate and measured our GHG emissions footprint across our business. Our focused efforts are in service to our overall goal of decarbonizing and identifying the right “mix” of strategies to reach Net Zero GHG emissions. As part of our commitment to better understand our emissions reduction progress and expand our reporting, we submitted climate change disclosures to **CDP**, receiving a score of B- for FY2022.



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In FY2022, we added 176 global sites to our portfolio, leading to a 3.7% increase in square footage. The growth of our business, along with increased grid intensity rates, unfortunately led to a year-over-year increase in emissions. Additionally, as part of our climate transition plan, the emissions reduction and efficiency projects we put in place have yet to be realized and we expect to see progress over the coming years. For example, we secured an investment tax credit opportunity in which we will purchase the underlying Renewable Energy Credits produced directly from the project we finance. We also announced our commitment to begin transitioning our light-duty fleet to more fuel-efficient vehicles. Additionally, we continue to prioritize recycling, as many of our products can be collected for reuse or safe disposal.

I continue to be inspired by our unique and powerful customer and people-centered-culture and the wonderful work we do every day to impact the lives of people—our customers, AutoZoners, community partners and neighbors. I'm particularly proud of our progress around one of our six AutoZone Values, which ensures that "An AutoZoner Always... Embraces Diversity." As it relates to ethnic and gender diversity, in FY2022 our executive leaders were 46.7% ethnically diverse and 20% female diverse.

We have tripled our charitable giving commitment to diversity, equity and inclusion initiatives since 2018. From our ongoing partnership with St. Jude Children's Research Hospital to our support of the National Civil Rights Museum, we continue to encourage and empower our customers and AutoZoners to join us on the mission of giving back, through point-of-sale contributions, matching gift programs and volunteer programming.

I understand our ESG journey is one of progress, taking steps every day to reduce our environmental impact and continuing to create positive change in our communities. AutoZoners are the key to our success, and I'm grateful for their passion and commitment to our goals, and more importantly, their commitment to our customers.

Thank you for staying in the Zone with us for all these years!



Chairman, President and CEO
Customer Satisfaction



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Who We Are

ABOUT AUTOZONE

AutoZone is the leading retailer and distributor of automotive replacement parts and accessories in the Americas. Each store carries an extensive product line for cars, sport utility vehicles, vans and light trucks, including new and remanufactured automotive hard parts, maintenance items, accessories, and non-automotive products. Many stores also have a Commercial sales program that provides Commercial credit and prompt delivery of parts and other products to local, regional and national repair garages, dealers, service stations and public sector accounts. We also have Commercial programs in the majority of our stores in Mexico and Brazil. AutoZone also sells the ALLDATA® brand automotive diagnostic, repair and shop management software through www.ALLDATA.com. Additionally, we sell automotive hard parts, maintenance items, accessories and non-automotive products through www.AutoZone.com, and our Commercial customers can make purchases through www.AutoZonePRO.com. We also provide product information on our Duralast® branded products through www.DuralastParts.com. AutoZone does not derive revenue from automotive repair or installation.

Parts are Just Part of What We Do

We sell auto parts, but our purpose is to passionately serve our customers; offer great career opportunities for our employees, affectionally called AutoZoners; serve the communities where we live, work and play; and provide value to our shareholders. We are constantly innovating to improve programs and processes that enhance our service to customers and deliver value to shareholders while protecting and caring for people, the environment and the communities we proudly serve.



OUR HISTORY

Originally named “Auto Shack,” AutoZone began as a division of Malone & Hyde, Inc., a publicly traded wholesale food distributor started by the Hyde family. Our founder, J.R. “Pitt” Hyde, III, started Auto Shack with a few key members of the Malone & Hyde management team. Seeking to diversify the business, Pitt and team researched several retail sectors and recognized an opportunity existed for a retail auto parts store that could supply individual customers with aftermarket parts so they could care for their own vehicles. Pitt believed that the characteristics found in supermarkets could be applied to the auto parts business: clean, well-lit, well-merchandised stores and exceptional, friendly customer service. The first Auto Shack store opened in Forrest City, Arkansas, on July 4, 1979. In 1987, the name was changed to AutoZone.

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FY2022 Fast Facts



6,943 Stores

- 6,168 in all 50 U.S states
- 78 MegaHubs and 194 regular Hub¹ stores in the U.S.
- 703 in Mexico
- 72 in Brazil
- Opened 176 net new stores in FY2022

Employed more than 112,000 AutoZoners

- Over 97,000 in the U.S.
- Approximately 14,500 internationally
- 62% full-time; 38% part-time
- 90% work in stores or direct field supervision; 6% in DCs; 4% in-store support centers (SSC) and other functions



13 Distribution Centers (“DCs”)

10

in U.S.

2

in Mexico

1

in Brazil

5,342 U.S. Commercial programs serving technicians, professional shops, government entities, independent and national repair professionals

87% of U.S. stores

Nearly **100%** of stores in Mexico and Brazil

Over 720,000 SKUs

Nearly 51% of products carried are **“our brands”** (Duralast and the family of Duralast brands, ProElite, ShopPro, SureBilt, TruGrade, Econocraft and Valucraft)

Our primary International Sourcing Office is located in Shanghai, China

4 Store Support Locations & ALLDATA

- Memphis, Tennessee: Hyde and Formanek Store Support Centers (SSCs)
- Monterrey, Mexico: Centro de Apoyo a Tiendas (CAT)
- Chihuahua, Mexico: DataZone Support Center
- São Paulo, Brazil: Centro de Suporte at Lojas (CSL)
- Elk Grove, California: ALLDATA Headquarters

¹Our regular Hub stores allow us to carry roughly 50,000 SKUs, more than twice the assortment of a typical store and our MegaHubs allow us to carry approximately 80,000 to 110,000 SKUs

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PLEDGE & VALUES

AutoZoners always put customers first!

We know our parts and products.

Our stores look great!

We've got the best merchandise at the right price.

AN AUTOZONER ALWAYS...

PUTS CUSTOMERS FIRST

Exceed your customers' expectations by providing WOW! Customer Service and going the Extra Mile. Understand your customers' needs and solve their problems. Treat each customer as your only customer.

CARES ABOUT PEOPLE

Treat people with dignity and respect. Recognize great work and provide frequent feedback. Demonstrate concern for others and your community. Create a safe environment. Own your development and help develop others.

STRIVES FOR EXCEPTIONAL PERFORMANCE

Be accountable and honor your commitments. Act in a manner of the highest legal and ethical standards. Use resources wisely and promote a culture of thrift. Take strong initiative, act quickly and do the job right the first time.

ENERGIZES OTHERS

Share your passion for the business. Generate enthusiasm, motivate others and promote innovation. Listen and assume positive intent in others.

EMBRACES DIVERSITY

Welcome each individual's heritage, differences and unique qualities. Build teams with diverse thoughts, skills, knowledge and backgrounds. Value the ideas and opinions of others.

HELPS TEAMS SUCCEED

Actively contribute to team goals and seek opportunities to lead. Be a reliable and supportive team member. Strive for accurate and clear communication. Place team goals over personal goals.



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OUR CULTURE

At AutoZone, our unique and powerful culture of Customer Service is what sets us apart from the competition. For 43 years and counting, we have dedicated ourselves to offering the best merchandise at the right price, providing WOW! Customer Service and Trustworthy Advice. Across our stores, DCs, SSCs and at ALLDATA, the foundation of our success is the rich culture that our AutoZoners strive to live by. Every day, AutoZoners Go the Extra Mile for our customers and the communities where we all live, work and play. We strive to create a welcoming, inclusive environment for our customers and for one another.

We are guided by our Pledge and Values in all that we do. Our Pledge is our promise to customers and to each other as AutoZoners. The four simple, clear, concise, actionable lines of our Pledge help AutoZoners across the company know What It Takes To Do The Job Right, or what we call, WITTDJR. Every AutoZoner, from AutoZoners in our stores to our CEO Team (officers of the company), strives to *LIVE the Pledge*. We are also guided by our Values as 1TEAM: *An AutoZoner Always ... Puts Customers First, Cares About People, Strives for Exceptional Performance, Energizes Others, Embraces Diversity and Helps Teams Succeed.*



Elements of Our Culture

CHEER

Meetings at AutoZone begin with our Cheer to remind us of our commitment to customer satisfaction and our promise to put customers first.

The Cheer is high energy, exciting and is performed any time five or more AutoZoners are present.

How the Cheer works:
An AutoZoner leads the Cheer and all other AutoZoners in attendance respond.

Give me a: A-U-T-O-Z-O-N-E

Who's the best? AutoZone!

Who's number one?

The customer!

PLEDGE

After the Cheer, we then collectively recite our Pledge. Most companies have a vision and/or mission statement: we have a Pledge! A Pledge to ourselves and our customers. In true AutoZone fashion, our Pledge starts with the customer.

AutoZoners always put customers first!

We know our parts and products.

Our stores look great!

We've got the best merchandise at the right price.

EXTRA MILER

Following the Cheer and Pledge, an Extra Miler story is read. This story may be a letter from a satisfied customer or from an AutoZoner recognizing a peer for going above and beyond.

Reading an Extra Miler Story at the start to every meeting is another way to:

- Reinforce our culture
- Emphasize that AutoZoners work hard to provide WOW! Customer Service
- Remind AutoZoners to put customers first
- Spotlight replicable behaviors aligned with our Values and culture

Our Journey



1979

First Auto Shack opened in Forrest City, Arkansas



1986

The Pledge was written by Lynda Ireland, setting the standard for the company's commitment to customer satisfaction



1986

Duralast launched, which is the brand more Technicians choose for automotive aftermarket parts



1987

Auto Shack changed its name to AutoZone



1991

AutoZone became a publicly traded company on the NYSE, with the ticker symbol AZO



1996

AutoZone.com launched



1996

Commercial program launched, offering credit and delivery to professional technicians



1996

ALLDATA acquired

2014

AZ WIN, AutoZone's Women's Initiative, the first business resource group, launched



2014

MegaHubs launched, which have twice as many parts as Hub stores



2012

First store in Brazil opened



2010

Mobile app launched



2007

Six new Values are introduced



2002

Hub stores debuted and substantially increased local market parts availability



2000

DataZone Support Center in Chihuahua, Mexico opened to support electronic cataloging



2000

Began selling and shipping direct to consumers through AutoZone.com



1998

First store in Mexico opened



Our Journey



2015

AutoZone stores expanded to all 50 U.S. states



2015

Global Sourcing office opened in China

2018

Launched Next Day Delivery Program



2019

First Corporate Social Responsibility Report published

2020

AutoZone envisioned and committed funding to the Corporate Equity Center at the National Civil Rights Museum focused on increasing the representation of Black executives in C-suite and senior leadership positions

2020

AutoZone recognized by the *Military Times* as a top employer of veterans

2021

AutoZone named to *Forbes* World's Best Employers list

2021

AutoZone recognized again by the *Military Times* as a top employer of veterans

2022

AutoZone recognized by *Forbes* World's Best Employers

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ENVIRONMENT

Generated over

**2.3M
KWH**

of solar energy
on-site

Recycling in FY2022

1,083,236

wood pallets

29,322

tons of cardboard

1,451

tons of plastic

13.8M

gallons of motor oil



PRODUCTS

32%

of sales were
U.S.-made products

100%

of vendors contractually
agreed to comply with our
Vendor Code of Conduct

357

audits conducted of
vendors' factories on
environmental, social,
quality and security
criteria

1,638

Pre-Shipment
Examinations
conducted, ensuring
our products perform up
to our quality, safety and
packaging standards

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PEOPLE

9 of 15 Executive Committee members are diverse

90,000+

training modules
AutoZoners
complete every week

Nearly \$1M

contributed by
AutoZoners to
the **AutoZoner
Assistance Fund**

73%

of U.S.-based
AutoZoners proactively
took advantage of
AutoZone's **Total
Wellbeing program**
to access healthy
lifestyle resources

AutoZone named to **Forbes World's Best
Employers List** again in FY2022

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112 nonprofits supported through AutoZone Community and Charitable Giving efforts

COMMUNITY

\$2.1M generated for nonprofits through AutoZoner giving programs

93% of AutoZone's Charitable Giving focused on racially and/or ethnically **diverse communities**



27% of Board members were **female**

GOVERNANCE & TRANSPARENCY

27% of Board members were **racially/ ethnically diverse**

100% of AutoZoners globally acknowledged the **Code of Conduct**

0 material **data breaches**

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About This Report

We are transitioning to an annual ESG reporting cadence beginning with this report. We believe this new approach, which is responsive to direct feedback we heard from our shareholders, will enable us to disclose meaningful information in a timely and consistent manner.

REPORTING PERIOD AND BOUNDARIES

Our ESG Report covers our ESG material topics, and is an annual update about our progress, achievements and opportunities. The data and information contained in this ESG Report includes performance metrics and activities that occurred in FY2022 (August 29, 2021 to August 27, 2022) and where noted, may also include data from previous fiscal years for comparison.

The geographic boundaries of this ESG Report’s data and information are mostly contained to U.S. operations, where we have the majority of stores and AutoZoners. When noted, some of the data and information includes operations outside the U.S., such as those in Mexico and Brazil.

MATERIALITY

Our ESG materiality assessment was conducted in FY2022. To learn more please see our [FY2021 ESG Report](#). The table below lists our ten most significant ESG material issues, which remain unchanged since FY2021.

AUTOZONE’S MATERIAL ISSUES

TIER 1 – Highest priority	TIER 2	TIER 3
Energy management & GHG emissions	Product responsibility (quality, safety, labeling and vendor compliance)	Board composition
Waste & recycling, including hazardous waste	Community involvement	
AutoZoner health & safety	Data security	
Diversity, equity & inclusion (DEI)	Business ethics & integrity	
AutoZoner engagement, recruitment & retention		

REPORTING STANDARDS

Our ESG Report contains disclosures following the Global Reporting Initiative (GRI) and Sustainability Accounting Standards Board (SASB) reporting standards and definitions. This ESG Report also includes progress updates on the United Nations Sustainable Development Goals (UN SDGs), and our U.S. EEO-1 Report for Calendar Year 2022.

DATA COLLECTION AND ASSURANCE

The data and information in this ESG Report was compiled by internal subject matter experts. Our specific climate and energy data and information was calculated by a third-party energy and sustainability consultancy.

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Our Progress on ESG

While we have a long history of being a responsible corporate citizen, we recently embarked on publicly disclosing our ESG goals, metrics and progress. We expect our journey to evolve and become sharper as we execute and implement our climate transition plan that is consistent with our Values, business and stakeholders' priorities.

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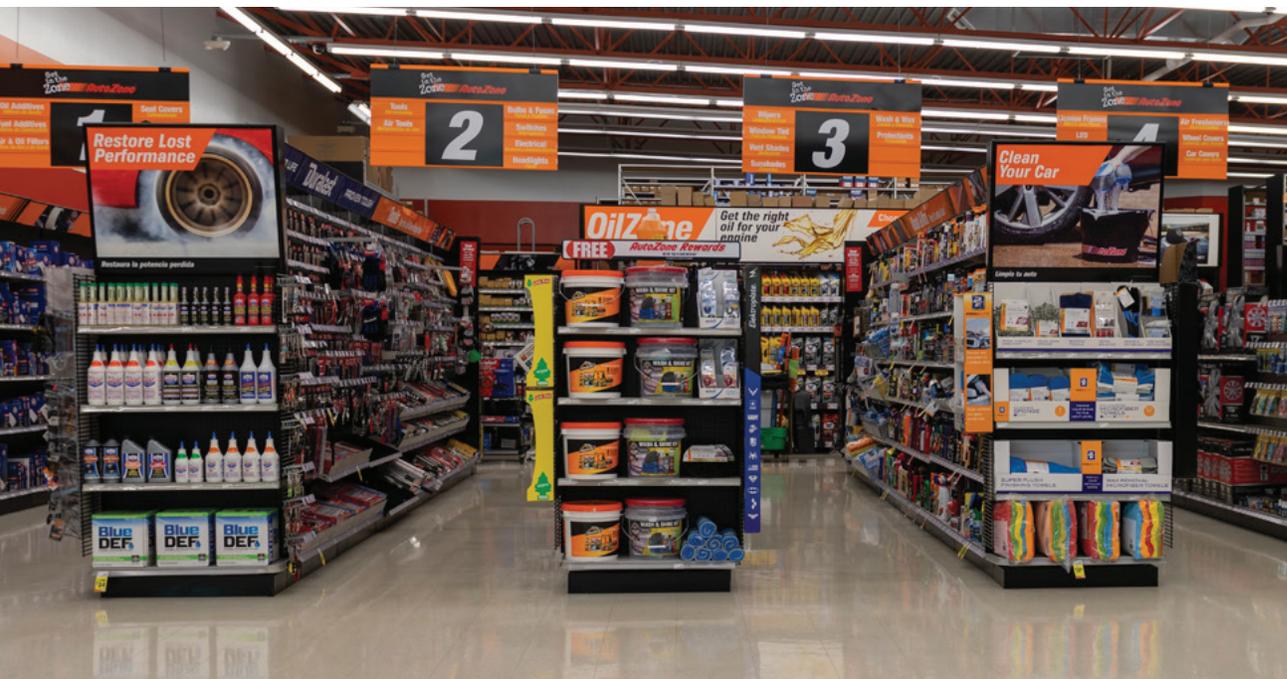
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Environmental Stewardship



Our Commitment

With a footprint of more than 6,900 stores, being a good corporate citizen is a top priority at AutoZone. Whether it's driving energy efficiencies in our stores and operations, investing in solar energy, recycling or reducing packaging—we are committed to progress, including measuring and reporting reductions in our GHG emissions.

AMBITION

To create a more equitable, sustainable and better global environment for all.

OUR APPROACH

As disclosed in our FY2021 ESG Report, we assessed our climate-related risks, set boundaries and established baselines for our global footprints. These efforts allowed us to create a climate transition plan announced in our FY2021 ESG Report and supplemental disclosure. The initial plan included a restatement of our short-term GHG reduction goal, along with new medium- and long-term reduction targets that are intended to align with the Paris Agreement's goal of maintaining global temperature rise at 1.5 degrees Celsius.

A key element of our climate transition plans is our ambition to achieve Net Zero GHG emissions by 2050. We have been working diligently to understand the details behind this significant undertaking. Like we did in FY2021, in FY2022, we again conducted a global Scope 1 and 2 GHG emissions inventory, which measures our progress on our current short-term GHG

goal and other Key Performance Indicators (KPIs).

This inventory gave us insight to better understand our Scope 1 and 2 decarbonization levers and informed the development of our climate transition planning.

We recognize we still have a significant amount of work to do and are committed to moving full steam ahead. We are eager to begin seeing the results of our projects and initiatives realized in the form of reduced GHG emissions.

Recycling remains a key tenet of our environmental stewardship, which encompasses packaging materials but goes much further to include recovery of valuable materials. Our management of hazardous and other waste is governed by policies and supported by store and DC-specific programs and training of AutoZoners who handle waste.

In FY2022, we addressed water conservation by completing the installation of smart irrigation systems in 184 stores and our Arizona DC, resulting in more than 33.6 million gallons of water saved.

In the following pages, we report on our environmental KPIs and provide more detail on our emissions and inventory strategies and related initiatives.

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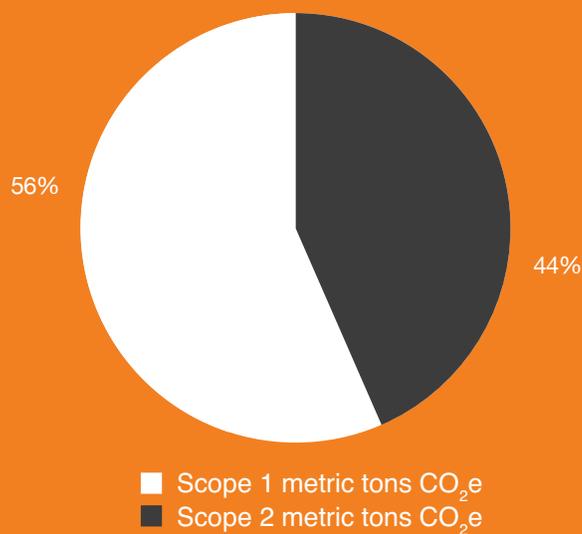
KEY CONSIDERATIONS

An AutoZoner always uses resources wisely. It's part of our Values. Accordingly, we have spent significant time evaluating the right capital allocation strategy that will allow us to further our climate transition plans, while continuing to deliver strong returns for our shareholders. As a result, we decided to lower our investment hurdle rate on meaningful environmental-related investments from 15% to 7.5%. We believe this decision furthers our stated objectives and provides objective guideposts to ensure we continue to make prudent investments and meet our environmental goals.

FY2022 KPIs

Emissions and Energy

FY2022 SCOPE 1 & 2 EMISSIONS



ENERGY BY SOURCE FOR SCOPES 1 & 2 (GJ) - GLOBAL OPERATIONS

	FY2022
Global Total	6,003,997
Gasoline - Mobile - Light - Duty Fleet	2,418,948
Electric Power	1,906,836
Diesel - Mobile - Heavy Duty Fleet	902,372
Natural Gas	744,214
Propane	15,295
On-site Solar	8,345
Other	7,987

GHG EMISSIONS (METRIC TONS CO₂E) GLOBAL OPERATIONS

	FY2019	FY2020	FY2021	FY2022	% Change (FY21-22)	% Change (FY19-22)
Scope 1 ¹ (metric tons CO ₂ e)	249,305	228,462	237,585	253,026	6.50%	1.49%
Scope 2 ² (metric tons CO ₂ e)	186,677	195,154	198,661	200,080	0.71%	7.18%
Total (Scope 1+2)	435,982	423,616	436,246	453,106	3.86%	3.93%

ENERGY CONSUMPTION (MWh) GLOBAL OPERATIONS

	FY2019	FY2020	FY2021	FY2022	% Change (FY21-22)	% Change (FY19-22)
Scope 1 ¹ (metric tons CO ₂ e)	1,107,861	1,015,376	1,055,333	1,138,105	7.84%	2.73%
Scope 2 ² (metric tons CO ₂ e)	477,631	523,826	534,525	527,115	-1.39%	10.36%
Total (Scope 1+2)	1,585,492	1,539,202	1,589,859	1,665,220	4.74%	5.03%

¹ Global value, includes Mexico and Brazil as well as new data sources: Gasoline-Mobile; Diesel-Mobile; and Other Fuel.

² Global value, includes Mexico and Brazil. Location-based figure.



Our Climate Transition Goals & Plans

Our GHG emissions and energy usage disclosures includes the full enterprise. Since we first published our short-term GHG emissions reduction goal in our FY2021 ESG Report, we have made meaningful commitments and investments to improve our environmental performance and intend to continue scaling these efforts. We have continued to assess and inventory our GHG emissions and energy usage across our company, measure progress and develop commitments that are in line with our Values and business.

Our Short-Term GHG Emissions Reduction Goal

We previously announced a short-term goal of decreasing GHG emissions by 15% across Scopes 1 and 2 from our U.S. store operations by 2025, measured against a 2019 baseline.

Our Medium-Term GHG Emissions Reduction Goal

We have set a medium-term target to reduce Scopes 1 and 2 GHG emissions across the entire enterprise by approximately 50% by 2030, measured against a 2019 baseline.

Our Long-Term GHG Emissions Reduction Goal

We aspire to achieve Net Zero GHG emissions across Scopes 1 and 2 by 2050.

In FY2022, we added 176 sites globally to our portfolio, a 3.7% increase in square footage. We experienced a jump in our natural gas usage and increase in miles driven for our Commercial light-duty vehicles, which meant fuel usage increased. Overall, our absolute global emissions increased by 3.86% from FY2021 and U.S. heat and electricity-related

emissions increased by 3.44% from FY2021 and by 2.75% from our baseline year of FY2019.

This performance is driven largely by increases in GHG emissions from electricity at the newest, higher grid intensity rates. Despite a setback for greening of the grid in FY2022, U.S. electricity grid emissions are projected to decrease by 25% during the goal period. We will continue to explore other renewable energy projects rather than being solely dependent on the greening of the grid.

Our abatement levers and decarbonization initiatives are on track, including renewable energy credits (RECs) and investment tax credits. We expect our abatement projects, such as renewable energy investments, transition to more fuel-efficient vehicles and efficiency projects like HVAC improvements and onsite solar, will translate to reductions in emissions over the coming years (more on these projects is included in the following pages). Additionally, we are continuing to evaluate several opportunities to identify the right “mix” of abatement tactics to achieve our Net Zero goal in a timely and capital-effective manner.

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Progress On Our Short-Term GHG Emissions Reduction Goal

FY2022 emissions reflect the application of updated emission factors from the U.S. EPA's eGRID 2021. For FY2022, these factors represent an increase across regions where we consume electricity from 6% to as much as 29%, in line with regional shifts in generation fuel mixes. While it is expected that we will see the longer-term trend in the decarbonization of U.S. electricity grids return in future years, this underscores the importance of AutoZone's commitment to investing in the appropriate decarbonization levers, like renewables and more fuel-efficient vehicles.

The following tables cover U.S. heat- and electricity-related emissions.

SCOPE 1 & 2 GHG EMISSIONS (METRIC TONS CO₂e) – U.S. OPERATIONS

	FY2019	FY2020	FY2021	FY2022	% Change (FY19-22)
Scope 1 ¹ (Natural gas, propane)	37,861	31,573	31,689	38,381	1.4%
Scope 2 ² (Purchased electricity)	167,982	168,868	172,769	173,124	3.1%
Total (Scope 1 + 2)	205,843	200,441	204,458	211,505	2.75%

¹ Global value, includes Mexico and Brazil as well as new data sources: Gasoline-Mobile; Diesel-Mobile; and Other.

² Global value, includes Mexico and Brazil. Location-based figure.

GHG EMISSIONS INTENSITY – U.S. OPERATIONS

	FY2019	FY2020	FY2021	FY2022	% Change (FY19-22)
Emissions Intensity (kg CO ₂ e per sq ft)	4.5839	4.3599	4.2978	4.2635	-6.99%

ENERGY

We recognize that the majority of our Scope 1 emissions stem from the burning of fossil fuels to heat our business, transport products and people, while Scope 2 emissions are primarily a result of electricity purchased to power and cool our business.

Investments in Energy Efficiency

We have made significant investments in technologies and projects designed to use energy more efficiently, which help us reduce GHG emissions and realize cost savings. In FY2022, 1,285 stores in the U.S. completed LED or energy projects and we replaced dock doors at five DCs for improved insulation. Some of the more effective measures we deploy in select stores and most DCs include the following:

- Operating a centrally managed Energy Management System to control heating and air conditioning systems (HVAC) and lighting, while upgrading HVAC systems with peak power reduction controls
- Installing LED interior and exterior lighting, including signage
- Using energy-efficient roofing to reduce heat buildup during the summer months
- Upgrading to more efficient battery chargers for power industrial equipment



- Engaging independent auditors to perform energy conservation audits in our DCs
- Installing rooftop solar panels to power facilities, with the intent to add solar panels to an additional 100 stores

All stores and DCs are now using LED fixtures to improve efficiency. We also completed phase two of a high-efficiency HVAC motor installation in 833 stores to reduce energy consumption, as well as 22 HVAC replacements at our Arizona DC. As we reported in FY2021, we have two new DCs under construction in Chowchilla, California and New Kent, Virginia, which are expected to open in FY2024 and early FY2025, respectively. When finished, they will encompass many sustainability features, such as highly-efficient HVAC systems, smart lighting and dedicated parking for electric vehicle (EV) charging.

We are in the final stages of procuring RECs for a 10-year term. We have made significant investments to support the greening of the grid, providing capital for the development of renewable energy projects and receiving investment tax credits (ITCs) in return. We recently secured a new ITC opportunity in which we will be investing over \$120 million to build a solar farm and will also be purchasing the underlying RECs produced directly from the project we are financing. These RECs are expected to be a direct incremental expense of \$17 million over the 10-year period.

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ENERGY

Fuel Efficiency for Fleet

Total miles driven by our light-duty, private vehicle fleet, which is primarily used to deliver merchandise from our stores to Commercial customers, increased by 14.8% compared to FY2021, as our Commercial business rapidly accelerated.

We are exploring the use of more fuel-efficient vehicles in our light-duty fleet operations and have placed orders for 60 EVs for initial testing, with the potential to include hybrid or other vehicles in the pilot. Not only will this initiative support our efforts to lower our GHG footprint, but it will allow us to learn more about the operational benefits and challenges of EVs and hybrid vehicles, their maintenance and failure cycles and their charging requirements. We will gain better insights into the impact on our business as EVs enter the vehicle populations we service and support, and this will ultimately enable us to continue to Put Our Customers First.

For our Class 8 tractor and trailer fleet, which mainly transports merchandise from our DCs to stores, we are continuing to invest in the following technologies to capture greater fuel efficiencies.

- Updating the scheduling and routing system by examining daily routes to identify efficiencies, such as consolidating loads and reducing miles driven.
- Installing solar panels on tractors to help run the tractors' battery-powered HVAC systems, as well as solar panels on trailers to help power liftgates.
- Equipping tractors with automatic transmissions, which improved MPG by an average of 0.35 in FY2022 compared to standard transmissions. As of FY2022, our tractor fleet is 73% automated with more than 286,000 gallons saved annually.



REDUCING WASTE THROUGH RECYCLING & BETTER PACKAGING

As environmental stewards, we seek opportunities to reduce waste, reuse materials and minimize raw material use—and importantly, we recycle whatever we can.

Our recycling program is substantial and shows up in two distinct ways: Recycling that occurs in our own operations and recycling that our customers are incentivized to do through our stores. Collectively, we recycle all types of materials—from steel and cardboard, to batteries, oil and more.

Recycling in Our Operations

One of our main strategies for minimizing waste in our operations is to capture materials that can be recycled rather than disposed of in other ways. Many of the materials have monetary value because they can be reused, remanufactured, renewed or repurposed. For instance, wooden pallets, which are used at our DCs to stack, store and transport products, can be reused until they wear out. At that point, they are recycled. Steel, cardboard and plastic are valuable materials that we recycle through third-party vendors. See the table for a breakdown of our recycling by type.

Within our transportation fleet, we recycle old lead batteries and used motor oil, and always follow best practices for disposing of these and other chemical products or hazardous waste items. Our store recycling efforts collectively prevented more than 212,960 metric tons of GHG emissions associated with the transportation and long-term impact of disposal in landfills.

Customer Recycling

At our stores, we offer convenient and reliable, one-stop recycling programs for our customers to dispose of used oil, lead batteries, filters and core auto parts in an environmentally responsible and easy manner. Customers simply hand over their recyclable parts and products to an AutoZoner, and through one of our expert, third-party service providers, we'll have them properly recycled and/or disposed.

Batteries – Lead batteries are the world's most recycled consumer product, with more than 6 million tons of lead collected every year for reuse in new batteries. When

handling these or other hazardous items, AutoZoners must abide by our policies and procedures to ensure the safe handling before a third-party takes possession for recycling. We require our vendors to be in compliance with applicable laws and regulations related to the proper handling and recycling of the hazardous materials covered in the table on page 24.

Core Parts – A core is essentially an old auto part that can be recycled or remanufactured. Some cores are scrapped, while others have value because they can be rebuilt or remanufactured into fully functional parts. For example, calipers are big chunks of metal that have been machined for a primary purpose. If a caliper wears out, its interior components, such as seals or rubber pistons, are replaced and the entire product is revived into its original working condition. These remanufactured products are then sold as replacement parts. Other common parts with cores include starters, alternators and power steering parts.

Oil – Recycled motor oil can be re-refined into new oil, processed into fuel oils or used as raw material by the petroleum industry. This provides a responsible alternative rather than disposing of used oil in an environmentally unfriendly manner. There is a climate benefit to recycling used oil as well. AutoZoners are trained on our Environmental Health & Safety policy regarding the handling, storing and labeling of used oil. Only our authorized third-party vendors are permitted to remove used oil from our stores for recycling.

Material	FY2021	FY2022
Wood (in pallets)	1,061,567	1,083,236
Cardboard (in tons)	30,523	29,322
Steel (in tons)	18,876	19,515
Plastic (in tons)	1,439	1,451

Customer Recycling by Product

Product	FY2021	FY2022
Motor Oil	13.4 million gallons	13.8 million gallons
Batteries	251,114 tons	275,912 tons
Oil Filters	Nearly 870,000	Nearly 909,000
Core Parts	50,078 tons	52,364 tons

Better Packaging

Packaging plays a vital role in preventing products from being damaged, protecting peoples’ safety, and providing important product information. Yet packaging waste is a growing concern. Over the past several years, we have accelerated efforts to optimize product packaging as a means to reduce waste, prevent potential injuries and improve our overall packaging footprint. We have engaged our suppliers in this effort.

Some examples of recent efforts include:

- Working to shrink packaging in line with the product size and eliminate redundant outer packaging.
- Removing inner case packaging where possible without risking damage to the products.
- Implementing perforated boxes to avoid the use of box cutters.

In FY2022, we launched a 3-month pilot program focused on recycling used motor oil containers returned to participating store locations. Over 6,000 pounds of bottles were collected and recycled during this pilot program.

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Our Commitment

“YES! WE’VE GOT IT.”

That’s precisely what we want our customers to hear when they come to AutoZone in need of auto parts and accessories. If a local AutoZone store doesn’t have a specific part in stock, we ensure shipments from our many Hub or MegaHub stores can help us exceed customer expectations. Our Hubs carry roughly 50,000 SKUs and our MegaHubs carry 80,000 to 110,000. Every day, we work to deliver “The Best Merchandise at the Right Price” per our Pledge while providing Trustworthy Advice for our do-it-yourself (DIY) and Commercial customers.

AMBITION:

To help our customers keep their vehicles running safely and efficiently.

Having an extensive assortment of merchandise in stock at each store, including high-quality products in “our brands” that are well priced, is another priority. And we have a vendor compliance process in place to ensure our products meet quality, safety, packaging, labeling and responsibility requirements.

OUR APPROACH

Our approach to product merchandising comes down to three key strategies. First and foremost is our dedication to putting the customer first.

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KEY CONSIDERATIONS

The ability to provide Trustworthy Advice is ever-evolving, the more vehicle makes, models and features means that there is not one way to make a repair that works for every vehicle. ALLDATA offers expert assistance to customers via the TECH-ASSIST hotline. The TECH-ASSIST team is made up of a dedicated team of ASE-Certified Master Technicians, who are recognized for their quick response time, and unwavering commitment to solving tough repair challenges. Each consultant is an expert at customizing diagnostic plans that quickly get to the root of a problem and clearly communicate how to perform needed repairs to the customer. In addition to the TECH-ASSIST hotline, customers can use their smartphones to connect with TECH-ASSIST consultants via video for real-time diagnosis and repair solutions.

FY2022 KPIs

MERCHANDISE SOLD

Number of SKUs
Over
720K

51% of products carried were “our brands” (Duralast and the family of Duralast brands, ProElite, ShopPro, SureBilt, TruGrade, Econocraft and Valucraft)

32% of sales were for products made in the U.S.

100% of Vendors Agree to Uphold AutoZone’s Vendor Code of Conduct

VENDOR COMPLIANCE-FACTORY AUDITS*

Approximate Number of Direct Import Vendors
279 Located in
11 Countries

357 Vendors assessed

5 Types of audits, plus “follow-up” audits as needed: Workplace Conditions Assessment, Supplier Qualification Program, Global Security Verification, the All-in-One audit and GAP analysis

*Direct Import vendors are audited using all or several of the above methods.



Key Initiatives

LEGENDARY CUSTOMER SERVICE

When a customer comes into one of our stores, often times that visit is not discretionary. That customer needs help and assistance now—they need What It Takes To Do The Job Right (WITTDJR)—nothing more, nothing less. We emphasize to our AutoZoners that they should always put customers first by providing prompt, courteous service and Trustworthy Advice. They will also consult our proprietary electronic catalog, Z-net, to locate the right product. Or customers can use our online tools or mobile app to find and order parts for pick-up or delivery.

AutoZoners are trained to provide Trustworthy Advice and extra services, such as checking engine light readings through our AutoZone Fix Finder service; testing of starters, alternators and batteries; battery charging; and the collection of used oil for recycling.

We also provide 170 specialty tools free of charge. Through our Loan-A-Tool program, customers can borrow a tool, such as a steering wheel puller, for which a DIY customer would have little or no use for this tool beyond the single repair job.

WIDE PRODUCT ASSORTMENT

Each store is well stocked with products that are tailored for the local demographics, based on the year, make and model of cars owned in the vicinity. We carry a wide range of auto parts needed to repair and maintain vehicles, plus a large assortment of discretionary items such as floor mats, mirrors and steering wheel covers. Our product mix includes well-known brands such as Valvoline and Bosch, along with our own brands, such as Duralast and ProElite.

If the part needed is not in stock at the store, we turn to the closest Hub or MegaHub store for help. As of the end of FY2022, we had 194 Hubs and 78 MegaHub stores, with Hubs carrying around 50,000 SKUs and MegaHubs having approximately 80,000 to 110,000 SKUs. These larger format stores will promptly deliver the product in need to ensure the customer is served. Our plan is to ultimately have 200 MegaHubs and 300 Hubs, or 500 stores with substantially larger product assortment.

In addition to serving DIY customers at our stores, we also provide auto parts to our Commercial customers via our Commercial sales program. The growth of our Commercial business is linked to having the right parts on hand and available for quick delivery to our customers.

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Clarios was named AutoZone's 2022 Vendor Partner of the Year in recognition of their collaborative partnership, high level of execution and support to say "Yes! We've Got It." to our customers. In addition, their closed-loop recycling program and circular supply chain lowers the energy and GHG footprint of Clarios' battery production.

OUR BRANDS

Among the vast array of our branded products, the Duralast brand and family of Duralast products are the most popular. “Our brands” make up more than 50% of all the products sold in our stores and online. These products are not manufactured by AutoZone. Instead, they are produced by vendors located in multiple countries. Before engaging a vendor, we do our due diligence to ensure they can meet our supply demands and our product quality and safety standards, as well as operate in compliance with our Vendor Code of Conduct and other requirements.

Duralast



Duralast
GOLD.

Econocraft

PRO ELITE

TRUGRADE

SHOP
PRO

Valucraft

AutoZone dedicates attention and resources to various industries and trade memberships, commitments and appointments of our officers and others to boards and committees, and other related activities, such as Retail Industry Leaders Association (RILA), AutoCare Responsible Battery Coalition and other local and national organizations.

PRODUCT QUALITY AND SAFETY

Our promise to our customers is that we have the best merchandise at the right price. Inherent in this promise is that the auto parts and/or other products they buy from us will meet their expectations for quality, innovation and safety. This is why it’s necessary, before placing orders with our vendors, that we conduct Product Qualification Testing to ensure our products meet or exceed necessary safety and quality standards.

Once orders are placed with our Direct Import vendors and the product order is ready to ship, we conduct a Pre-Shipment Examination (PSE). These inspections are conducted at least once a quarter for every Direct Import vendor.

It’s not unusual to have some items fail the PSE initially. When this happens, the vendors are required to address the discrepancies and pass a reinspection before shipment.

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1,638 Pre-Shipment Examinations were conducted in FY2022, a 52% increase compared to FY2021, to ensure our products meet our quality, safety and packaging standards.

VENDOR CODE OF CONDUCT (VENDOR CODE)

We have a long history of succeeding through honest, ethical business practices. When we market our products, we do so fairly, accurately and truthfully. We do not misrepresent or make false claims about AutoZone or our products, and we do not make unfair or untrue statements about our competitors.

These are the same attributes we look for in our vendors. We seek out only ethical, law-abiding, high-quality suppliers who share our Values. When we find companies that meet our high standards, we work with them to establish lasting relationships. We avoid doing anything to give one supplier an unfair advantage or preferential treatment over another.

Every AutoZone supplier is required to adhere to our Vendor Code, which is also placed in our form of vendor contract and must be signed by the vendor before doing business with us. This includes our expectations regarding their workplace and treatment of AutoZoners, manufacturing operations and business conduct, consistent with our Values. Our zero-tolerance policy forbids any instance of child and/or forced labor; harassment in the workplace; corruption and bribery; and we do not do business with companies that do not prohibit such practices. Periodic updates are made to our Vendor Code to include new and/or evolving topics.

In addition to complying with our Vendor Code, we require all vendors to uphold applicable local laws and regulations in the countries and communities in which they do business. This includes, but is not limited to, legal employment age, compensation, maximum working hours, and human rights laws as specified by local and country regulations.

TRAINING VENDORS ON OUR VENDOR CODE

As part of the onboarding process, every new supplier acknowledges the Vendor Code and AutoZone’s business requirements. Beyond this initial training, our annual Vendor Summits provide another touchpoint where aspects of our Vendor Code are communicated and reinforced, and our business requirements are underscored.

VENDOR AUDITS

We require all vendors to adhere to our Vendor Code. Our domestic vendors work with their factories to ensure they are abiding to the standards of factory audits. Our Direct Import vendors are audited by globally-recognized, third-party auditors and inspectors on, among other things, compliance with our Vendor Code and industry standards. All vendors are expected to ensure the products they manufacture meet our human rights, safety, quality, performance, physical plant standards and other requirements.

A new vendor must pass the factory and business review assessments in order to become an AutoZone Global Sourcing partner. Thereafter, we continue to conduct annual assessments and third-party audits. Our Global Sourcing and Quality teams make regular visits to our Direct Import vendors’ factories to evaluate conditions. To remain an AutoZone vendor, it is well understood that our expectations and standards must be maintained and verified through our audit process.

Information and metrics pertaining to the type of audits conducted are reported [here](#).

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Our Commitment

To be an AutoZoner is to be a part of something special—a culture unlike any other that is rooted in caring about people. We strive to cultivate a great place to work where everyone is respected and celebrated; where hard work and strong values bring equitable opportunities; and where our workforce is a reflection of the communities we serve. It is our passion, service and caring that make us a winning team.

AMBITION:

To live up to our Pledge and Values in everything we do for our customers, stakeholders and each other. We are committed to attracting and retaining great people who provide great customer service every day.

OUR APPROACH

Our Pledge and Values communicate how AutoZoners treat customers and one another. They are also the foundation of our approach to creating a great AutoZoner experience. We are committed to embracing diversity and promoting fairness and mutual respect.

We engage AutoZoners through open, transparent communication; provide training and development starting on an AutoZoner’s first day; and offer opportunities for advancement at all levels.

We work to support AutoZoners’ overall wellbeing through a variety of programs, including competitive compensation and benefits. And of course, creating a safe work environment for every AutoZoner is always a priority.

In the following pages, we report on our KPIs and provide more detail on our approach and related initiatives.

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KEY CONSIDERATIONS

AutoZone cares about the wellbeing of each AutoZoner and their families and understands the many hardships faced by the loss of a loved one. In FY2022, AutoZone introduced a new Survivor Benefit Program that provides 12 weeks of salary continuation to support the lost AutoZoner's loved ones during an extremely difficult period.

FY2022 KPIs

Increased diversity among U.S. leadership from FY2021 to FY2022

60% of AutoZone's Executive Committee are diverse

79% overall engagement rate

AutoZoners that are engaged and speak positively about the company as measured on our engagement survey¹

Continued to cultivate a fulfilling AutoZoner experience that develops and engages talent

Supported AutoZoners through the AutoZoner Assistance Fund (AAF)

Over **\$900K** contributed to the AAF

Prioritized AutoZoners' health, safety and wellbeing

73% of AutoZoners took advantage of the Total Wellbeing Program to access healthy lifestyle resources²

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¹As of FY2022 AutoZoner engagement survey

²Figure is for U.S.-based AutoZoners during calendar year 2022

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50%

of internal promotions were racially/ethnically diverse

26%

of internal promotions were women



AutoZone was named to *Forbes* World's Best Employers List in 2022



Key Initiatives

DIVERSITY, EQUITY AND INCLUSION

We welcome every AutoZoner’s background, identity, unique qualities and experiences, and we believe all people should be treated with dignity and respect. As our company has grown, so has our journey and efforts around diversity, equity and inclusion (DEI) and what it means to be a part of the AutoZone family. Setting the tone at the top is essential. To us, this means continuously building a strong, diverse team of leaders—from the Board of Directors to frontline management—who communicate transparently, engage often and demonstrate our Values every day. We are also committed to building teams from the communities in and around our stores, allowing us to better serve our customers.

Over the past several years, we have made great strides in laying a strong DEI foundation. With the oversight and support of our DEI Steering Committee, our DEI strategy is to attract, engage, retain, develop and advance diverse talent; reach and serve all customers;

and positively impact our communities through equitable practices and policies to promote inclusion and belonging. Our cross-functional Diversity Council also advises and champions DEI efforts, helping to expand DEI across the company.

Our Business Resource Groups (BRGs) are just one of the many ways we live our Values. Our first BRG, AZ WIN—AutoZone Women’s Initiative, was established in 2014 and followed by the launch of additional groups over the years. BRGs bring together AutoZoners and allies with common interests, backgrounds or characteristics to help us attract and retain diverse, high-performing talent; provide opportunities for development through networking, mentoring and learning programs; empower AutoZoners to share their voices, time and talent to diversify thought leadership and increase innovation; and provide a strong bench of future AutoZone leaders.

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We currently have six BRGs: AZ BE BOLD (Black Excellence Building Opportunities for Leadership Development), AZ ¡HOLA! (Hispanic Organization for Leadership at AutoZone), AZ Next Gen (Next Generation of Leaders), AZ PRIDE+ (People Recognizing Individuality, Diversity and Equity), AZ VALOR (Veterans and Active Leadership Organization for Recruitment and Retention) and AZ WIN (Women’s Initiative). Each BRG helps raise cultural awareness and drive diversity and provides inclusive networking, learning and community outreach opportunities. Every BRG is open to all AutoZoners and each BRG has an executive sponsor who advises, guides and champions the group. More than half of our Executive Committee (Senior Vice Presidents and above) currently serves as a BRG executive sponsor.

In FY2022, we leveraged our BRGs for feedback and programmatic support. We also offered unconscious bias training as part of our management training program and asked AutoZoners for feedback to understand where we could improve our inclusion efforts. We also advanced our external employer branding efforts to attract diverse talent.

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Our Business Resource Groups

AZ BE BOLD

Black Excellence Building Opportunities for Leadership Development connects AutoZoners through networking, learning opportunities and community engagement, raises cultural awareness and supports diversity through HBCU recruitment and student development.

AZ ¡HOLA!

Hispanic Organization for Leadership at AutoZone focuses on attracting, engaging, developing and inspiring AutoZoners to build relationships and drive business by establishing a strong reputation for AutoZone as a great place to work and shop.

AZ Next Gen

AutoZone’s Next Generation of Leaders focuses on AutoZoners between the ages of 21 to 40 by providing opportunities to connect and grow with other AutoZoners, practice and extend their leadership skills and introduce innovative thinking and practices.

AZ PRIDE+

AutoZone’s People Recognizing Individuality, Diversity and Equity vision is to build a supportive and inclusive atmosphere for Lesbian, Gay, Bisexual, Transgender, Queer, Intersex, and Allies (LGBTQIA+) AutoZoners by celebrating diversity and creating a safe environment through education, communication and relationship building.

AZ VALOR

Veterans and Active Leadership Organization for Recruitment and Retention supports current and former military service members, their families and supporters through networking, learning opportunities and community engagement.

AZ WIN

AutoZone’s Women’s Initiative helps strengthen women’s development by facilitating networking and leadership training opportunities. The AZ WIN motto is, “Embrace. Engage. Empower.” AZ WIN currently has chapters throughout the organization including our store regions, SSC, DCs, ALLDATA, Mexico, and Brazil.



DIVERSITY, EQUITY AND INCLUSION INITIATIVES

A few of our key DEI efforts include:

- Providing a supportive environment for the nearly 10% of AutoZoners who are veterans or active members of the U.S. Armed Forces. Our military BRG, AZ VALOR, supports current and former service members and their families through recruitment, networking, training and community engagement. AutoZone was recognized as *Military Times* Best for Vets: Employers in 2020, 2021 and 2022.
- Creating opportunities in our DCs and fulfillment center for neurodiverse people and those with physical disabilities through our People with Abilities program. As part of this program, in FY2022, we employed over 125 AutoZoners in various roles, including slotting merchandise, picking and order processing, shipping and more.

- Welcoming 70 interns in FY2022 through our Summer Internship Program. The interns spent nine weeks receiving hands-on, educational and practical experiences in operations, supply chain, finance, merchandising, marketing, human resources, legal and IT. Among this group of interns, 56% were ethnically and/or racially diverse and 44% were women. As we've done for several years, in FY2022, AZ BE BOLD hosted HBCU Day, inviting students from historically Black colleges and universities (HBCUs) to learn more about us through workshops and guest speakers.
- Hosting a variety of events and programs through our BRGs focused on celebrating diversity, leadership development, networking, as well as community and customer engagement. For example, AZ ¡HOLA! recognized Hispanic Heritage Month by hosting events that supported AutoZoners' development through the AZ ¡HOLA! CEO Team Leadership Series, raised money for the AutoZoners' Assistance Fund and shared Hispanic and LatinX culture.

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Workforce Representation Data

Since FY2020, we've increased the representation of women and ethnically and/or racially diverse AutoZoners in leadership through inclusive hiring and promotion.

Representation of Women as a Percentage of Total U.S. Workforce, Leadership and Management

	FY2020	FY2021	FY2022
All AutoZoners	23.5%	23.5%	23.4%
Leadership			
Board of Directors	30.0%	30.0%	27.0%
Executive Committee	7.1%	17.6%	20.0%
Vice President	17.5%	22.5%	20.9%
Director	18.9%	18.2%	20.7%
Management	23.8%	24.7%	26.5%

Representation of Racially/Ethnically Diverse AutoZoners as a Percentage of Total U.S. Workforce, Leadership and Management

	FY2020	FY2021	FY2022
All AutoZoners	50.2%	50.0%	50.1%
Leadership			
Board of Directors	30.0%	30.0%	27.0%
Executive Committee	28.6%	43.7%	46.7%
Vice President	32.5%	35.0%	32.6%
Director	27.5%	27.6%	29.8%
Management	44.1%	45.1%	44.9%

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TALENT ATTRACTION

To be a great workplace, we have to attract great AutoZoners who consistently *LIVE the Pledge*. Our focus is on reaching potential candidates through a multi-pronged approach that intentionally focuses on targeting diverse talent and veterans.

We continue to expand our recruitment outreach efforts to attract new candidates. Our veterans and military-affiliated AutoZoners were featured in a campaign on our careers website and we are continuing to find unique ways to reach this community of potential AutoZoners. We also launched a BRG spotlight campaign that featured stories from AZ BE BOLD, AZ PRIDE+ and AZ WIN. Our Summer Internship Program is one of the key ways we bring in and develop early-career professionals as well.

AUTOZONER ENGAGEMENT

An AutoZoner Always... Cares About People is a core AutoZone Value, and it is on display every day; whether it's treating each other with dignity and respect; providing constructive feedback; demonstrating concern for others and our community; creating a safe work environment; or owning our personal development while helping others with theirs.

Our Values are the backbone of AutoZone's culture and a key reason for our success. All AutoZoners are expected to provide constructive feedback to make our business better. We also believe in continuously listening to our AutoZoners to learn and understand what is working well and where we have opportunities for growth and progress.

Our connections are both formal and informal. For example, routine opportunities to listen, coach and recognize strong performance occur during store and DC visits every day from our leadership teams. Each quarter, our CEO Team visits stores and DCs across the country to collect information from and engage with customers and AutoZoners.

Also, our Executive Committee holds quarterly townhalls plus monthly functional area meetings. Our Field and DC management teams conduct weekly conference calls covering specific operational opportunities.

Since FY2013, we have conducted an engagement survey, delivered approximately every 24 months to collect quantitative feedback on our AutoZoners' workplace experience and level of engagement. Our FY2022 engagement rate was 79% with a response rate of 39%. We have used the outcomes of these surveys to help identify and reset priorities.



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An AutoZoner Always... Helps Teams Succeed

COMMUNICATION AND LISTENING

Trust and effective communication are key to building strong working relationships and Living our Pledge and Values.

Over the past few years, we increased our use of digital media including the use of collaboration tools and enhanced our AutoZoner mobile app to deliver personal and benefits information directly to individual AutoZoners.

AUTOZONER WELLBEING

We provide a variety of resources and programs to make sure that our AutoZoners are taken care of and feel supported in every aspect of their life.



The AutoZone Wellbeing Program brings health and wellbeing services to AutoZoners and their eligible partners. Lifestyle coaching, healthy digital activities and wellbeing challenges are available to AutoZoners in the U.S., Mexico and Brazil. The free resources and unlimited Lifestyle Coaching offer support to manage health concerns including nutrition, high blood pressure and maintaining a healthy weight. More than 99,000 U.S. based AutoZoners voluntarily used the platform in calendar year 2022.



Additionally, the AutoZoner Living Well Program in partnership with Health Advocate provides wellbeing support at no cost to full- and part-time AutoZoners and their eligible dependents, as well as uninsured Puerto Rico and U.S. Virgin Island AutoZoners and their eligible dependents. The program also offers mental health support for various life moments, such as counseling after the loss of a loved one; behavioral health and wellness coaching; guidance following a stressful or traumatic event; financial counseling; and assistance in navigating AutoZone's health insurance plans. In FY2022 AutoZoners had over 20,000 interactions with guidance resources.



We help drive preventative health and physical wellness by providing medical, dental and vision plans; health savings and spending accounts; and lifestyle and disease management coaches and health advocates. We also share timely preventative medicine updates and newsletters with health tips.

We have simplified our benefit experience for AutoZoners with benefit counselors who help increase awareness, educate and answer questions on available options.

An estimated 37.3 million people have diabetes, and more than one in three adults are prediabetic in the United States. Recognizing this growing epidemic, we partnered with Virta Health to offer type 2 diabetes reversal, prediabetes reversal, type 2 diabetes management, and obesity and weight loss solutions to eligible AutoZoners at no cost. AutoZone was recently named 2022 Reversal Champion by Virta because of promising results from our partnership. Over one year, an average of 468 monthly active AutoZoners enrolled with Virta experienced transformative outcomes, including long-term blood sugar control and clinically significant weight loss while eliminating many diabetes medications. AutoZoners lost the weight of an SUV in 2022 with a combined weight loss of 4,458 pounds.

COMPETITIVE COMPENSATION AND BENEFITS

We recognize that in today's talent market, competitive compensation and benefits are key to helping us attract and retain great AutoZoners who champion and support our Pledge and Values, and who are driven to *Always Put Customers First*.

As prescription drug prices continue to rise, we launched a new program called Direct-to-Provider in 2022 to help AutoZoners identify affordable alternatives to their prescription medications. Through the program, our pharmacy partner connects program participants directly to healthcare providers to inform them of lower-cost alternatives for medications. Once a savings opportunity is identified, our benefits partner, communicates that update to the AutoZoner. In FY2022, our AutoZoners experienced out-of-pocket prescription drug savings of 64%.

The benefits we offer include paid time-off that can be taken as vacation, sick time, bereavement and/or parental leave. We also offer a maternity support program and adoption assistance. Our AutoZoners depend on our success for their livelihood and count on us to help them save for retirement through 401(k), AutoZoner Stock Purchase plans and other benefit plans. Financial wellness programs include tuition reimbursement and a college scholarship program for AutoZoner dependents; access to a credit union; and financial education sessions to help AutoZoners and their families achieve their financial goals.

Eligible Parental Leave	Women	Men	Total
Full-time Hourly:	21,317	59,621	80,938
Full-time Salary:	2,699	7,718	10,417
Part-time:	18,241	72,392	90,633
AutoZoners Who Took Parental Leave	385	199	584

We regularly review our compensation structures and total rewards packages to make sure they meet the market median. We also reward and recognize high performers with even greater incentives and bonuses. Approximately 13% of U.S. hourly AutoZoners earned the local minimum wage (not inclusive of DCs) and only 2 people earned the federal minimum wage. We pay an average hourly wage of \$14.87 for store and DC AutoZoners - significantly higher than the federal minimum wage \$7.25. More than 95% of our workforce makes over \$10/hour.

Total New Hires	Women	Men	Under 30	Ages 30-50	Over 50
93,285	21,456	71,829	53,196	28,287	11,800

AutoZoner Turnover	Voluntary Turnover	Involuntary Turnover	Total Turnover
Distribution Centers	61.5%	11.3%	72.8%
Stores	88.6%	8.4%	97%
SSCs	18.8%	1.1%	19.9%
Field Management & Support	11.6%	2.0%	13.6%
Commercial Field Sales	14.4%	1.2%	15.6%

LENDING A HELPING HAND

AutoZoners are always helping fellow AutoZoners. In our stores, DCs and SSCs, this can mean supporting a team member on a project or lending another set of hands to get a customer on their way. Through the AutoZoner Assistance Fund (AAF), AutoZoners help other AutoZoners facing personal challenges by donating their own money. AAF is a primarily AutoZoner-funded non-profit organization that helps cover the cost of the unexpected—personal tragedies, natural disasters or sudden loss. The company provides additional support, especially during times of increased hardship. The organization is independently managed by a cross-functional board of AutoZoners who volunteer their time.

AAF is an independent, nonprofit organization whose primary mission is to provide immediate, short-term assistance to AutoZoners and their family members impacted by natural disasters and personal tragedies. Since its founding in 2000, it has provided more than \$11.6 million in financial assistance to AutoZoners. In FY2022, with contributions from AutoZoners and AutoZone, AAF raised more than \$900,000, and with these funds, AAF was able to support over 2,000 AutoZoners and their families.

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TRAINING, DEVELOPMENT AND CAREER PATHING

When a new AutoZoner joins the company, they take part in a formal onboarding process to set a strong foundation for their AutoZone career. We introduce and welcome them into our culture and communicate clear performance expectations.

All new AutoZoners learn about our company’s culture, Pledge and Values on their first day—whether they work part-time in a store or are on the executive team. This dedicated time gives each AutoZoner a strong start on their AutoZone journey.

As they begin to grow with the company, AutoZoners take part in continuous formal education and on-the-job training. Online training modules include key skills and product knowledge development, individual development planning, management job aids and required compliance trainings. Our Parts Expert program provides a way for those who want to go above and beyond in developing extensive automotive knowledge. Once certified, AutoZoners who are Part Experts act as a resource for their teams and customers.

Whatever the topic, AutoZoners are often busy learning—they complete more than 90,000 training modules in total every week.

Especially for our frontline DC and store AutoZoners, on-the-job learning is an ongoing part of their role. Targeted onboarding training for DC AutoZoners includes safety as well as hands-on shadowing with advisors and peers, among others. Specific trainers in the DCs continue to offer coaching and follow-up after



AutoZoners are onboarded. We also support evolving career paths and recruit drivers in our DCs to undergo paid training to become tractor drivers.

In our stores, managers work with AutoZoners to reinforce and apply learnings from online training modules within the store environment. Store AutoZoners also get the chance to try out different parts of store operations with rotational experiences. We even prioritize hands-on experience for AutoZoners who don’t work in DC or store environments. Every AutoZoner, from the Board of Directors to individual performers in the SSCs, completes their onboarding by working in AutoZone stores. Additionally, many AutoZoners, regardless of position, spend time working alongside their fellow AutoZoners in our DCs.

Annual written and interactive performance evaluations are standard practice for every AutoZoner. Managers work with their direct reports to develop individual development plans based on opportunities for growth and future career interests. Through these plans, AutoZoners have a clear idea of what it takes to get to the next level, while continuously updating their managers on their career goals and aspirations. These plans also inform our succession planning process and ensure that the right skills and expertise are in place as future leaders come up the ranks.

The AutoZone Leadership Academy program is an opportunity for select, high-performing directors and managers to accelerate their career through educational sessions on the company and our industry while gaining exposure to the CEO Team (Vice Presidents and above).

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AUTOZONER HEALTH AND SAFETY

AutoZone’s commitment to safety is evident in our various initiatives and programs. By engaging and empowering AutoZoners to take responsibility for creating a safe workplace and providing ongoing training and support, we can minimize incidents and injuries and create a positive work environment for all. To ensure that we minimize any safety risks across our operations, we work to standardize our operating procedures and foster a culture of safety.

We use data and analytics to inform preventative strategies and decision-making; finetune our training, communications and processes; and get in front of potentially unsafe situations before an incident occurs.

In both our stores and DCs, the most common injuries are from lifting; slips, trips and falls; and being struck by objects. Vehicle collisions are another source of injuries.

The number of injuries from vehicle collisions has increased, coinciding with the considerable growth of our light duty Commercial fleet in recent years.

Our goal is to continuously reduce our Occupational Safety and Health Administration (OSHA) recordable incident rate and our preventable collision rate every year. As a benchmark, we compare our performance against the industry average as defined by the U.S. Bureau of Labor Statistics, as well as our own all-time best OSHA recordable incident rate and lost time injury rate. For FY2022, our recordable injury rate for general warehousing and storage was 45% lower than the national average and our lost time rate was 74% lower than the national rate.

Since our performance is well below the industry average, we also use a “personal best” to drive continuous improvement. In FY2022, our safety performance in lost time injury rate improved slightly compared to FY2021, while the preventable collision rate in our Commercial fleet and recordable injury rate increased. Simultaneously, we are experiencing an increase in turnover and our newest AutoZoners are getting injured at an unacceptable rate. We will continue to find ways to lessen our turnover and reduce our injury rates.

AUTOZONE SAFETY PERFORMANCE

	FY2020	FY2021	FY2022
DC OSHA Recordable Injury Rate ¹	1.99	3.04	3.08
Total Lost Time Injury Rate ²	0.71	0.78	0.63
DCs	0.59	0.91	0.71
Stores	0.72	0.76	0.63
Fatalities	2	2	2
Preventable Collision Rate ³			
Commercial Fleet	6.92	7.60	8.52
Class 8 Tractor and Trailer Fleet	3.18	2.38	3.30

¹ Number of OSHA recordable incidents per 200,000 hours worked

² Number of lost time incidents per 200,000 hours worked

³ Number of preventable collisions per 1,000,000 divided by total miles driven

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Safety Culture and Awareness

To minimize incidents and injuries, we engage and empower every AutoZoner to take responsibility for creating a safe workplace. AutoZoners joining the company in Supply Chain roles participate in safety reviews with their managers after 30, 60 and 90 days of employment to ensure they understand our safety culture and injury prevention practices. We also provide ongoing safety training and consistent communications to raise awareness and keep best practices top-of-mind while AutoZoners are on the job. We have a 24/7, 365-day-a-year safety hotline that allows AutoZoners to report concerns, issues and problems anonymously.

We celebrate and recognize store and DC teams that embrace safety best practices throughout the year with three awards presented at our annual National Sales Meeting: Safest Region, Most Improved Region and Safest DC of the Year.

Stores and DCs

Store visits are conducted on a consistent basis by district and regional managers to recognize top performance, identify and troubleshoot process improvements, elevate concerns, identify risks and participate in problem-solving. All DCs have an on-site safety manager, and some engage a third-party on-site vendor who is responsible for injury prevention and treatment.

We have also partnered with an occupational health provider to train our “industrial athletes” for physically demanding activities and provide feedback on proper body mechanics and principally to help AutoZoners prevent injury.

Our Fleet

Our Commercial fleet is comprised of light-duty delivery vehicles that primarily transport merchandise from our stores to our Commercial customers. Our Class 8 tractor and trailer fleet mainly transports merchandise from our DCs to stores. For all of our drivers, safety is the most important priority.

Our drivers are trained extensively on safe driving techniques before they can begin driving delivery routes. We use automated telematics tracking on all our light-duty fleet vehicles and tractor trailers to identify unsafe driving behaviors. Should concerns arise, we alert managers so they can do coaching with the driver to address the issue and develop or reinforce preventative measures, as needed. On a weekly basis, we verify that every vehicle has a working telematics device. In FY2022, our store Commercial fleet reported an 8.52% preventable collision rate, an increase from 7.60% in FY2021 (calculated by total preventable collisions, multiplied by 1M and divided by miles driven).

In FY2021, we partnered with our primary light-duty fleet manufacturer to improve safety features in our delivery trucks and vehicles. One of the features of the vehicles was automatic emergency braking, which helps prevent rear-end collisions. The vast majority of all light-duty delivery trucks will be equipped with this technology by the end of FY2023.

AUTOZONER RECOGNITION AND AWARDS

We love to celebrate and recognize AutoZoners who live our Values. One of the most visible ways we do this is by awarding collar pins and certificates to AutoZoners who stand out. Some of these awards also come with financial incentives.

Pins can be awarded for a wide variety of reasons, including sales leadership, safety and safe driving practices, certifying in automotive knowledge, protecting store assets through good faith reporting, living our Values, significantly impacting the business in a positive way, or serving other AutoZoners, people or our community. Every AutoZoner receives their first collar pin when they complete Foundations, our onboarding program. This *LIVE the Pledge* pin is a visual reminder of the commitment to our Pledge and Values. This pin is worn on the same side of the collar as the annual service pin, which is awarded for each year of service with the company.

Additionally, top field leaders can earn annual awards and recognition trips, and top performers are recognized at the annual National Sales Meeting.



Communities

OUR COMMITMENT

From our first store opening on July 4, 1979, we have been part of the communities we serve. Through his philanthropy, AutoZone’s founder, J.R. “Pitt” Hyde, III, set the example of giving back to the communities and places where we live and work. This leadership has continued to inspire AutoZoners in every place we call home, as we remain committed to philanthropy, local volunteerism and community involvement.

AMBITION:

Engage AutoZoners and our customers in giving back to the communities we so proudly cherish.

OUR APPROACH

AutoZoners are immersed in our communities and able to identify the challenges where we can make the greatest impact on community progress.

We’ve increased our commitment to supporting programs focused on historically underrepresented and diverse communities. We’ve also continued to encourage and empower our customers and AutoZoners to join us in giving back, through point-of-sale contributions, matching gifts and volunteering programs.

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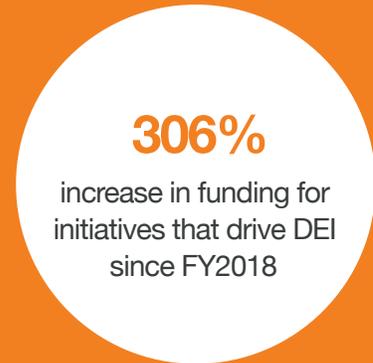
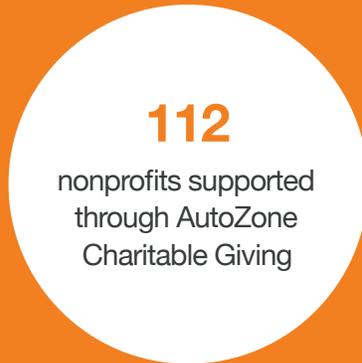


KEY CONSIDERATIONS

AutoZone has always viewed DEI as a part of its Charitable Giving strategy. However, in 2018, AutoZone introduced DEI as a Charitable Giving Pillar to be more intentional about driving funding for initiatives encouraging diverse, equitable and inclusive spaces in our communities. Since adding DEI as a pillar, we have increased our funding to DEI related initiatives by 306%. In 2022, we provided more than \$508,000 in funding for initiatives that specifically drive DEI in the community, exceeding our FY2021 commitment.

FY2022 KPIs

Helped support our diverse communities



Engaged AutoZoners in giving their time, money and efforts to the places we call home



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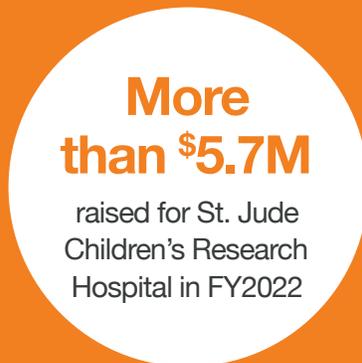


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Provided a means for our customers to give back



*an AutoZoner always...
cares about people*

Key Initiatives

OUR APPROACH TO COMMUNITY IMPACT

All of our community activities—from grant programs to active civic leadership to AutoZoner giving and volunteerism—center around five strategic pillars.

1 Health and Wellness
Improving health and wellbeing through affordable healthcare options and preventative healthcare methods

2 Community Development
Advancing the community through place-based development and social services

3 Arts and Culture
Broadening access to the arts and cultural experiences

4 Education and Youth Development
Supporting youth from young childhood through joining the workforce with enhanced education opportunities

5 Diversity, Equity and Inclusion
Supporting initiatives that advance DEI objectives and create inclusive community spaces

These five pillars also guide our efforts in the neighborhoods around our SSC in Memphis. Memphis is the second most impoverished city in the U.S. on a per capita basis. Our aim is to help improve struggling communities around the city by taking action in these five key areas.



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Key Initiatives

PRODUCT DONATIONS

We donate all types of excess inventory to non-profit organizations such as wash and waxes, deicers and fuel injector cleaners via Good360, a global leader in product philanthropy. During FY2022, we made 11 donations of grade A, sorted and packaged excess inventory to non-profit agencies, including the Sojourner Center in Phoenix, Nashville Inner City Ministry, and LifeSmart Education in Grove City, Ohio.

In-kind donations are a win-win. They help non-profits better serve their communities, and for us, it helps to avoid unnecessary waste. In FY2022, the value of our in-kind donations via Good360 totaled \$68,000. In FY2022 AutoZone also began a partnership with ER2, a local minority-owned company, to responsibly recycle electronics. ER2 donates 10% of the value received from our end-of-life electronic equipment to the AAF.

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THE NATIONAL CIVIL RIGHTS MUSEUM

The National Civil Rights Museum (NCRM) in Memphis has been one of our key partners for about 30 years. We've provided nearly \$7 million in cash and in-kind support—we've made contributions toward major capital campaigns to renovate exhibits and facilities; our executives have served on NCRM's Board; and other AutoZoners have volunteered their time with the organization. We are honored to play a role in the amazing work NCRM does every day to educate the world on the American Civil Rights Movement, address inequity and increase diversity in corporate spaces and beyond.





MID-SOUTH FOOD BANK

FEEDING THE NEED



AutoZone has donated more than **\$6.6M** to the Mid-South Food Bank in Memphis since our partnership began in 1979, providing nearly **20M meals** to our community.

AUTOZONERS IN THEIR COMMUNITIES

We encourage AutoZoners to be active members of their communities. This is one of the ways we believe AutoZoners can *LIVE* our Pledge and Values. We provide opportunities for AutoZoners to volunteer, support their giving through our Matching Gift program and offer payroll deductions as a means of giving directly to individual charities. The majority of our CEO Team leads the way by serving on non-profit boards and lending their expertise to organizations serving our communities.

In FY2022, many AutoZoners got involved in giving back through our BRGs. AZ VALOR—our military BRG—has raised funds since

FY2020 for Alpha & Omega Veteran Services, an organization serving homeless veterans in the mid-South region, and donated thousands of in-kind goods like hand sanitizer, hygiene products and home goods, among others.

Another way that AutoZoners give back is through the AutoZone Matching Gift program, which is available to all AutoZoners. We support causes that AutoZoners care about by matching their donations dollar-for-dollar up to \$500 to qualified charities of their choice. In FY2022, AutoZone provided nearly \$1 million in matched gifts, generating a total of \$2.1 million contributed through this program.

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St. Jude Children's Research Hospital:

THE ST. JUDE THANKS AND GIVING CAMPAIGN

AutoZone and St. Jude Children's Research Hospital have a long history of working together. In 2006, we joined forces to help support the mission of St. Jude: Finding cures. Saving children. That same year, in looking to expand our reach and impact, we worked together to create a point-of-sale campaign that would encourage customers to get involved by making a small donation.

Through the St. Jude *Thanks and Giving* campaign, AutoZone has helped raise more than \$51 million from customer donations since its inception. In FY2022, we raised \$5.7 million. AutoZone also supports St. Jude through grants, volunteerism, AutoZoner giving campaigns, in-kind donations and sponsorships.

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Responsible Marketing

We are committed to providing accurate and transparent information about our products. Our Brand Council is an internal, cross-functional group of AutoZoners responsible for developing “our brands” strategy, understanding how these products meet our customers’ needs and fit within our brand portfolio and ensuring they are compliant with our brand guidelines.

The Brand Council follows an established set of guidelines, which include protocols to ensure merchandise and advertising about our products and services are clear, accurate and compliant. Claims we make about our private-label products are supported by our own testing. AutoZone also ensures products from our vendors are vetted and tested for performance so they are reliable for our customers.

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Our Commitment

Our Values underscore what matters most to AutoZoners. This includes acting in a manner consistent with the highest legal and ethical standards, taking accountability and honoring our commitments. We maintain good governance principles, believe in transparency and have an engaged Board of Directors. These are important attributes that allow AutoZone to build trust with our investors, customers, vendors and with each other.

AMBITION:

To be a trusted company in everything we do.

OUR APPROACH

Since our founding in 1979, the company, leadership and all AutoZoners have been committed to pursuing excellence for all our constituents, including fellow AutoZoners, communities we serve, shareholders and, most notably, our customers.

In the following pages, we report on our KPIs and provide more detail on our approach and related initiatives.

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KEY CONSIDERATIONS

We take the responsibility of operating as a good corporate citizen seriously at AutoZone. As we continue to understand our ESG risks and opportunities, we are continuously improving our ways of working, setting targets and exploring new technologies to help us reduce our environmental footprint and continue to be a valued employer and member of the communities where we operate. This ESG Report is one of the key ways we communicate our ESG commitments and progress, which includes ongoing engagement with our stakeholders.

FY2022 KPIs

We have a highly engaged, talented and diverse Board

- 27% of Board members were female
- 27% of Board members were racially and/or ethnically diverse
- The Board's Lead Independent Director is racially diverse
- 33% of our committee chairs are racially diverse
- 36% of our independent board members have served 5 years or less
- Board charters continue to reflect strong governance of ESG matters

Updated AutoZone Code of Conduct to improve clarity and transparency



Continued to implement data security and privacy best practices



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Key Initiatives

BOARD GOVERNANCE

Our Board of Directors acts in and seeks to promote the best interests of our company while representing our shareholders. We rely on our Directors’ business acumen and experience and look to select members with deep expertise from disciplines key to our company, such as accounting and finance, business strategy and management, crisis response, retail, human capital management, marketing, information technology, executive leadership and international expansion.

Each of our Directors must stand for re-election annually and be elected by a majority of our shareholders. In selecting Directors for election, our Board recognizes the importance of having a diversity of experiences and perspectives as it contributes to more effective decision-making. The Board considers diversity of race, ethnicity, gender, age, cultural background and experiences in evaluating candidates for Board membership.

ESG GOVERNANCE

The full Board is engaged on and has oversight of ESG topics. While the management team has direct accountability and responsibility, certain committees engage on topics relevant for their area of responsibility:

- The Nominating and Corporate Governance Committee has primary

responsibility for assisting the Board in overseeing Board governance policies and practices, DEI efforts, ESG reporting, significant human capital management matters and ESG-related shareholder engagement efforts.

- The Compensation Committee considers risk in connection with the design of AutoZone’s compensation programs and periodically reviews and discusses with management the alignment among AutoZone’s compensation programs, company strategy and human capital management strategy.
- The Audit Committee provides oversight of enterprise risks, environmental and safety compliance, and AutoZone’s data security program.

Topics that rise to the level of strategic risk and/or opportunities for the company—such as, for example, enterprise risk management, operations, finance, information security and ESG, among others—are overseen by the full Board. Committee Charters are clear how ESG topics are reviewed by the Board, clarify the level of oversight and visibility into our ESG work, and designate additional oversight to a committee of the Board, where appropriate. In FY2022, we amended our Corporate Governance Guidelines to include a Board Diversity Policy.

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ESG Governance and Management at AutoZone



The full **Board of Directors** has oversight of ESG. Certain ESG matters may be delegated to a specific committee and then brought back to the full Board for review and discussion, as needed.



Our **Chairman, President and CEO with the Executive Committee** provides the Board with up-to-date information on AutoZone's ESG practices and ensures AutoZone's internal ESG Committee has the right leadership in place. Our CEO may engage directly with shareholders on their ESG priorities, while keeping the Board abreast of these discussions.



Our **Executive Committee** works to prioritize and align AutoZone's ESG programs with the company's broader strategic direction and long-term initiatives.



Our **ESG Steering Committee** provides executive oversight of our ESG initiatives and builds awareness of priority topics across our organization and includes our CEO, two Executive Vice Presidents, our Senior Vice President, General Counsel and Secretary plus four Vice Presidents among others in leadership roles.



The **ESG Committee** is a cross-functional group of senior leaders drawn from the CEO Team that is responsible for day-to-day leadership of our ESG program.

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STAKEHOLDER ENGAGEMENT

We understand that we are accountable to many different stakeholders, including those who work for AutoZone; buy from AutoZone; supply products and services to AutoZone; invest in AutoZone; are in communities where AutoZone has a presence; receive charitable donations and grants; and/or are positively or negatively impacted by AutoZone’s business. AutoZone has direct and ongoing engagement with our most significant stakeholders – customers, AutoZoners, vendors, shareholders and local communities. Customers can provide feedback at our stores, via email, live chat or our app, or by calling our toll-free number. We have multiple touchpoints to hear from AutoZoners, from in-store meetings to routine management visits to engagement surveys. Our Chairman, President and CEO, and other senior officers meet directly with shareholders. We also have annual vendor summits and compliance programs that require our active due diligence and ongoing partnership, and we maintain active and meaningful relationships in our communities.

BUSINESS ETHICS AND INTEGRITY

As the leading retailer and distributor of automotive replacement parts, we recognize the importance of ethical leadership and doing business with integrity. In every interaction— with each other, customers, vendors, government officials and others—we are committed to always doing the right thing and conducting ourselves in the highest legal and ethical manner.

This commitment is formalized in the AutoZone Code of Conduct, or “Code,” which guides AutoZoners in Living our Pledge and Values on a daily basis. The Code establishes clear standards and guidance for making responsible ethical decisions, especially when faced with tough circumstances. Some topics covered

in the Code include adherence to labor laws and human rights; cybersecurity; safe working environment; DEI; conflicts of interest; compliance with anti-corruption laws; insider trading; advertising and selling practices; and fair competition.

We review and update the Code annually to ensure it guides AutoZoners on evolving best practices. In FY2022, the Code was revised to improve clarity on a few key topics, including information on how to report ethical concerns and the policies on gifts and conflicts of interest. The Code is translated in the languages of every country we operate, and available through our enterprise-wide, internal policy data system and is posted in English on our website.

Our Respect in the Workplace training makes clear that we do not tolerate discrimination, harassment, or retaliation in the workplace. It guides all of us in treating each other with dignity and respect.

AutoZoner Engagement

AutoZoners live and breathe our Values every day. It’s imperative to continually raise awareness and educate them on the role they play in upholding our standards, complying with our policies, Living the Pledge and representing our culture and Values. As a starting point, all AutoZoners are required to read and submit acknowledgement of the Code on an annual basis.

When first joining the company, AutoZoners are required to acknowledge the Code and other related policies essential for their particular roles and responsibilities as part of their onboarding process. For example, certain AutoZoners across the enterprise and particularly in Brazil, Mexico and Asia, receive targeted training on such Code topic as anti-corruption, anti-bribery, the U.S. Foreign Corrupt Practices Act, conflicts of interest, and the Vendor Code, among others. In FY2022, 100% of such AutoZoners completed these trainings.

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Raising Concerns

Throughout the year, we communicate internally on Code topics to keep ethics, integrity and our Values-driven best practices top of mind. In FY2022, we shared best practices and guidance on common concerns, such as gifts and entertainment, conflicts of interest and insider trading. We also continuously remind AutoZoners how to report concerns.

We encourage AutoZoners to talk to each other openly and honestly, and to come forward with questions or potential misgivings related to ethics, unlawful conduct, harassment or discrimination. We believe this approach builds trust, quickly addresses issues, develops process improvements and strives to keep small issues from escalating down the road.

In those circumstances where specific or a different level of attention is needed, we offer a variety of ways for AutoZoners and vendors to report concerns and issues. One such example is a 24/7, 365-day-a-year Code, Financial Fraud and Foreign Corrupt Practices Act hotline to report concerns. If preferred, reports can be made anonymously. AutoZoners can also raise concerns with their manager or a member of human resources, or through mail or email. Each report or complaint is taken seriously, investigated and promptly addressed, as necessary. We do not tolerate retaliation toward those who speak up in good faith.

Political Advocacy

We participate in political activities and advocate for legislation when there is a connection to our business and/or our community. We only take positions on ballot measures, initiatives or propositions that have a direct impact on our company and community interests. For example, in the past, we have been active in policy discussions and have advocated on issues related to the collection and remittance of

state sales taxes by online retailers and right-to-repair legislation.

AutoZone’s public policy and government advocacy efforts are always consistent with our Values, Code and the law. Our Policy on Political Contributions and Lobbying Engagements set out our expectations for all AutoZoners. Although rare, we occasionally participate in the political process by using corporate funds to support third-party organizations and associations that may make political contributions to parties and/or campaigns aligned with our business strategies. All contributions are reviewed and approved in advance by the Vice President, Human Resources and Public Affairs, and the Senior Vice President, General Counsel. The Board receives annual updates on corporate contributions and advocacy efforts; all lobbying engagements over \$250,000 must be approved by the Nominating and Corporate Governance Committee.

We support AutoZoner participation in the political process and provide them the opportunity to contribute to the AutoZone, Inc. Committee for a Better Government political action committee (PAC). The PAC is a separate legal entity with its own oversight council, which is funded solely from voluntary AutoZoner contributions, and it supports candidates who align with our business priorities.



A Letter from Bill Rhodes, Chairman, President and CEO

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DATA SECURITY AND PRIVACY

Our Approach

Our data security and privacy program is designed to align with international best practices, including the National Institute of Standards and Technology (NIST) Cyber Security Framework (CSF). As we accept debit and credit cards, we are subject to the American National Standards Institute encryption standards, and we are a certified Payment Card Industry Data Security Standard Level 1 Merchant.

AutoZone's Information Security policy governs the various systems and processes we use to ensure data integrity, security and privacy, and minimize risk. These include an intrusion, detection and prevention system and firewalls on our network, cloud and web applications. Users of AutoZone's digital systems have certain access controls, and we deploy advanced email security filters. Our dedicated security threat and operations center continuously monitors our IT environments. We have plans in place to recover information should an incident occur.

We routinely monitor and test our systems, both internally and with the help of external industry-leading third parties, to identify vulnerabilities, inform ongoing improvement and ensure our continued alignment with prevailing standards. External audits were conducted during the normal course of business in FY2022 to assess our data security and privacy practices and ensure alignment with the NIST CSF.

Senior management is actively engaged in our data security program and provides updates to the Audit Committee. The Audit Committee oversees the company's enterprise risk management program, which includes information security risks.

AutoZoners Take Part

As all AutoZoners use and rely on our digital systems, keeping them up-to-speed on best practices is one of the top defenses in protecting private data. All AutoZoners are required to acknowledge the AutoZone Handbook on an annual basis, which covers requirements for the confidential handling of customer and AutoZoner data. Similarly, our Code—which AutoZoners must acknowledge annually—covers data security practices.

Ongoing internal communications on Code topics ensure that AutoZoners receive timely and relevant updates on data security best practices. AutoZoners were also kept informed through a security awareness campaign specific to Microsoft Office applications. Going forward, we plan to host similar campaigns.

We conduct tailored trainings for AutoZoners whose responsibilities are directly related to data security and privacy.

Other data security and privacy trainings were designated as required trainings for AutoZoners in FY2022.

AutoZoners responsible for data privacy, which includes information security professionals, legal representatives and outside counsel, are required to take data privacy trainings. As privacy regulation continues to evolve, we plan to stay ahead of and identify any additional trainings that may be required for AutoZoners on an enterprise-wide basis.

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Future-Proofing IT Security Strategy

We believe the systems we have in place are effective. To date, we have not had a reportable or material breach of our data security program. Nonetheless, like all companies today, we are routinely subject to attempted attacks as security risks become increasingly complex and concentrated. With the proliferation of remote work environments, we remain vigilant and continuously review our plans for any necessary enhancements.

To stay on top of these dynamics, we expanded and enhanced aspects of our data security program, including governance, risk assessment, compliance and privacy protocols. We have already made upgrades to our

incident response and threat intelligence efforts, and we are evaluating opportunities for further investment in critical technology and resources.

One of our top priorities is incorporating emerging technologies that can support our business growth, while ensuring these technologies meet the highest cybersecurity protocols.

We also aim to recruit the best in IT talent. In FY2022, we initiated an IT recruitment campaign to build our Employer Value Proposition among a broader IT workforce.

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SASB Code	Accounting Metric	SASB Data
Energy Management in Retail & Distribution		
CG-MR-130a.1	1) Total energy consumed 2) Percentage grid electricity 3) Percentage renewable energy	See FY2022 Highlights, Emissions and Energy on page 18. Direct Response: 1) 6,003,997 gigajoules (GJ) were consumed by AutoZone's global operations (Scopes 1 and 2). Higher Heating Values (HHVs) are considered for the fuels included in this total. 2) 32% of total energy consumed globally (across Scopes 1 and 2) was purchased electricity. 3) Percentage of energy consumed from a renewable energy source was 0.14%.
Data Security		
CG-MR-230a.1	Description of approach to identifying and addressing wdata security risks	See Data Security and Privacy on page 59.
CG-MR-230a.2	(1) Number of data breaches (2) Percentage involving personally identifiable information (PII) (3) Number of customers affected	AutoZone experienced no material breaches or hacks during the reporting period.
Labor Practices		
CG-MR-310a.1	(1) Average hourly wage (2) Percentage of in-store employees earning minimum wage, by region	See Competitive Compensation & Benefits on page 40. Direct Response: 1) Hourly U.S. store employees (including DC employees) earned an average wage of \$14.87 per hour, with overtime earnings. 2) Approximately 13% of U.S. hourly employees earned the local minimum wage and only two employees earned the federal minimum wage.
CG-MR-310a.2	(1) Voluntary turnover rate for store AutoZoners (2) Involuntary turnover rate for store AutoZoners (3) Voluntary turnover rate for DC AutoZoners (4) Involuntary turnover rate for DC AutoZoners	See Competitive Compensation & Benefits on page 40.
CG-MR-310a.3	Total amount of monetary losses as a result of legal proceedings associated with labor law violations	When public disclosure criteria are met, monetary losses as a result of legal proceedings associated with labor law violations are included in AutoZone's 10K.

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SASB Code	Accounting Metric	SASB Data
Workforce Diversity & Inclusion		
CG-MR-330a.1	Percentage of gender and racial/ethnic group representation for (1) management (2) all other employees	See Diversity, Equity and Inclusion on page 34.
CG-MR-330a.2	Total amount of monetary losses as a result of legal proceedings associated with employment discrimination	When public disclosure criteria are met, monetary losses as a result of legal proceedings associated with labor law violations are included in AutoZone's 10K.
Product Sourcing, Packaging & Marketing		
CG-MR-410a.1	Revenue from products third-party certified to environmental and/or social sustainability standards	AutoZone does not use external certifications for product environmental/social standards but does set and uphold its own standards in working with manufacturing vendors.
CG-MR-410a.2	Discussion of processes to assess and manage risks and/or hazards associated with chemicals in products	See Product Quality and Safety on page 29.
CG-MR-410a.3	Discussion of strategies to reduce the environmental impact of packaging	See Better Packaging on page 24.
Activity Metrics		
CG-MR-000.A	Number of: (1) Retail locations (2) Distribution centers	See FY2022 Fast Facts on page 6.
CG-MR-000.B	Total area of: (1) Retail space (2) Distribution centers	See FY2022 Fast Facts on page 6. Direct Response: 1) 6,943 Total Stores (total square feet = 46,435,439) 2) Approximately 6.4 million square feet and 13 distribution centers

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 2 - Organizational Profile		
GRI 2-1	Organizational details	Who We Are, About AutoZone; pg. 5 2022 10-K Report Direct Response: AutoZone, Inc. is a publicly owned incorporated entity.
GRI 2-2	Entities included in the organization's sustainability reporting	About This Report, Materiality; pg. 14 Products, Our Brands; pg. 29
GRI 2-3	Reporting period, frequency and contact point	About This Report, Reporting Period and Boundaries; pg. 14 Direct Response: This ESG Report was published on April 14, 2023. For more information about this report and our ESG efforts, please email maria.leggett@autozone.com .
GRI 2-4	Restatements of information	Direct Response: Scope 1 and 2 data for global and U.S. emissions, global energy consumption, and U.S. energy intensity for the years of 2019-2021 have been recalculated based on updated guidance from the EPA.
GRI 2-5	External Assurance	About This Report, Reporting Period and Boundaries; pg. 14
GRI 2-6	Activities, value chain and other business relationships	Who We Are, About AutoZone; pg. 5 About This Report, Boundaries and Scope; pg. 14 Products, Wide Product Assortment; pg. 28 Products, Vendor Code of Conduct; pg. 30 Products, Training Vendors on Our Vendor Code; pg. 30 Products, Vendor Audits; pg. 30 2022 10-K Report ; pg. 2 – 11
GRI 2-7	Employees	People and Communities, Diversity, Equity and Inclusion; pg. 34-36 Direct Response: Omission Statement: Total number of employees by contract type and region are not disclosed on due to confidentiality constraints and competitive disadvantages that would arise if disclosed. Reason for Omission: Confidentiality Constraints
GRI 2-8	Workers who are not employees	Direct Response: In the normal course of business, AutoZone engages with contractors and third-party service providers to perform a variety of services in support of AutoZone business.
GRI 2-9	Governance structure and composition	Governance and Transparency, Board Governance; pg. 55 Governance and Transparency, ESG Governance; pg. 55-56 Corporate Governance Webpage 2022 Proxy Statement ; pg. 3 - 5, 7, 9 - 16
GRI 2-10	Nomination and selection of the highest governance body	2022 Proxy Statement ; pg. 7-8, 9-13, 15-16
GRI 2-11	Chair of the highest governance body	2022 Proxy Statement ; pg. 7-8
GRI 2-12	Role of the highest governance body in overseeing the management of impacts	A Letter from Bill Rhodes, Chairman, President & CEO; pg. 3-4 Governance and Transparency, Board Governance; pg. 55 2022 Proxy Statement ; pg. 7-13
GRI 2-13	Delegation of responsibility for managing impacts	Governance and Transparency, Board Governance; pg. 55 Governance and Transparency, ESG Governance; pg. 55-56 2022 Proxy Statement ; pg. 18-24
GRI 2-14	Role of the highest governance body in sustainability reporting	Governance and Transparency, Board Governance; pg. 55 2022 Proxy Statement ; pg. 7 - 9

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 2 - Organizational Profile		
GRI 2-15	Conflicts of interest	2022 Proxy Statement; pg. 16 - 17, 33 AutoZone Code of Conduct; pg. 20
GRI 2-16	Communication of critical concerns	2022 Proxy Statement; pg. 2, 7-8, 15-16
GRI 2-17	Collective knowledge of the highest governance body	2022 Proxy Statement; pg. 11-12 AutoZone Corporate Governance Principles; pg. 1 - 3
GRI 2-18	Evaluation of the performance of the highest governance body	2022 Proxy Statement; pg. 7 AutoZone Corporate Governance Principles; pg. 1, 7
GRI 2-19	Remuneration policies	2022 Proxy Statement; pg. 2, 26-54
GRI 2-20	Process to determine remuneration	2022 Proxy Statement; pg. 29-32
GRI 2-21	Annual total compensation ratio	2022 Proxy Statement; pg. 36-41
GRI 2-22	Statement on sustainable development strategy	A Letter from Bill Rhodes, Chairman, President and CEO; pg. 3-4
GRI 2-23	Policy commitments	AutoZone Code of Conduct 2023; pg. 6, 9, 16 AutoZone Policy on Political Contributions and Lobbying Engagements AutoZone Vendor Code of Conduct; pg. 5, 12 AutoZone Code of Conduct for Financial Executives; pg. 1-2 2022 Proxy Statement; pg. 8-9
GRI 2-24	Embedding policy commitments	AutoZone Vendor Code of Conduct; pg. 12 AutoZone Code of Conduct for Financial Executives; pg. 1-2 AutoZone Code of Conduct; pg. 16, 27
GRI 2-25	Processes to remediate negative impacts	AutoZone Vendor Code of Conduct; pg. 14 AutoZone Code of Conduct; pg. 25-30
GRI 2-26	Mechanisms for seeking advice and raising concerns	AutoZone Code of Conduct; pg. 6, 9, 30 AutoZone Vendor Code of Conduct; pg. 14 AutoZone Code of Conduct for Financial Executives; pg. 2
GRI 2-27	Compliance with laws and regulations	Environmental Stewardship; pg. 17 Environmental Stewardship, Reducing Waste Through Recycling & Better Packaging; pg. 23 People and Communities, Our Commitment; pg. 32 Governance and Transparency, Responsible Marketing; pg. 52 2022 10-K Report; pg. 10, 20 – 23 AutoZone Code of Conduct; pg. 6 – 30 AutoZone Vendor Code of Conduct; pg. 3 – 14
GRI 2-28	Membership of associations	Direct Response: AutoZone dedicates attention and resources to various industry and trade memberships, commitments and appointments of our officers and others to boards and committees, and other related activities such as, for example, in Retail Industry Leaders Association (RILA), AutoCare, Responsible Battery Coalition, and other local and national organizations.
GRI 2-29	Approach to stakeholder engagement	Governance and Transparency, Stakeholder Engagement; pg. 57 2022 Proxy Statement; pg. 9, 15 – 16.
GRI 2-30	Collective bargaining agreements	Direct Response: AutoZone has collective bargaining agreements in Brazil and Mexico.

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 3 - Material Topics		
GRI 3-1	Process to determine material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14
GRI 3-2	List of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14
GRI 3-3	Management of material topics	About This Report, Materiality; pg. 14 About This Report, Our Progress on ESG; pg. 15
GRI 205 - Anti-Corruption		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 Governance and Transparency, Business Ethics and Integrity; pg. 57
GRI 205-1	Operations assessed for risks related to corruption	Governance and Transparency, Business Ethics and Integrity; pg. 57
GRI 205-2	Communication and training about anti-corruption policies and procedures	People and Communities, Training, Development and Career Pathing; pg. 42 Governance and Transparency, Business Ethics and Integrity; pg. 57 AutoZone Code of Conduct ; pg. 6, 13 AutoZone Vendor Code of Conduct ; pg. 9
GRI 205-3	Confirmed incidents of corruption	Direct Response: AutoZone had no confirmed incidents of corruption in FY2022.
GRI 302 - Energy		
GRI 3-3	Management of material topics	About This Report, Materiality; pg. 14 Environmental Stewardship, pg. 17 Environmental Stewardship, FY 2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reduction Goal; pg. 19 - 20 2022 10K Report ; pg. 14 - 23
GRI 302-1	Energy consumption within the organization	Environmental Stewardship, FY2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reductions Goals; pg. 20
GRI 302-2	Energy consumption outside of the organization	Direct Response - Omission Statement: AutoZone does not collect information on energy consumption outside of the organization. Reason for Omission: Information Unavailable
GRI 302-3	Energy Intensity	Environmental Stewardship, FY2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reductions Goals; pg. 19 - 20
GRI 302-4	Reduction of energy consumption	Environmental Stewardship, FY2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reductions Goals; pg. 20 Direct Response: Organization-wide initiatives such as LED lighting retrofits and replacing diesel generators with auxiliary power units (APUs) on fleet tractor trailers have yielded savings seen in year-over-year energy trend while AutoZone's business continues to grow. Going forward, we plan to track energy reduction initiatives across our global footprint and report annually on results.
GRI 302-5	Reductions in energy requirements of products and services	Direct Response - Omission Statement: AutoZone does not currently report on this metric. Reason for Omission: Information Unavailable

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 305 - Emissions		
GRI 3-3	Management of material topics	About This Report, Materiality; pg. 14 Environmental Stewardship, pg. 17 Environmental Stewardship, FY 2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reduction Goal; pg. 19 - 20 2022 10K Report ; pg. 14 - 23
GRI 305-1	Direct (Scope 1) GHG emissions	Environmental Stewardship, FY2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reductions Goals; pg. 20 2022 CDP Report
GRI 305-2	Energy indirect (Scope 2) GHG emissions	Environmental Stewardship, FY2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reductions Goals; pg. 20 Direct Response: Emissions factors and GWP used: • GWP: AR5 • U.S. EPA eGRID2022 (w/2020 data) & International Energy Agency 2021 (2019 data) Consolidation approach for emissions: Operational Control The GHG Protocol is our primary guide for methodology standards.
GRI 305-3	Other indirect (Scope 3) GHG emissions	Direct Response: Omission Statement: AutoZone does not currently report on this metric. Reason for Omission: Information Unavailable
GRI 305-4	GHG emissions intensity	Environmental Stewardship, FY2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reductions Goals; pg. 20
GRI 305-5	Reduction of GHG emissions	Environmental Stewardship, FY2022 Highlights, Emissions and Energy; pg. 18 Environmental Stewardship, Progress on Our GHG Emissions Reductions Goals; pg. 19 - 20
GRI 305-6	Emissions of ozone-depleting substances (ODS)	Direct Response - Omission Statement: AutoZone does not currently report on this metric. Reason for Omission: Information Unavailable
GRI 305-7	Nitrogen oxides (NOx), sulfur oxides (Sox), and other significant air emissions	Direct Response - Omission Statement: AutoZone does not currently report on this metric. Reason for Omission: Information Unavailable
GRI 306 - Waste		
GRI 3-3	Management of material topics	About This Report, Materiality; pg. 14 Environmental Stewardship, Reducing Waste Through Recycling and Better Packaging; pg. 23-24

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 306 - Waste		
GRI 306-1	Waste generation and significant waste-related impacts	Environmental Stewardship, Reducing Waste Through Recycling and Better Packaging; pg. 23-24 Direct Response: AutoZone's focus has been on understanding and reducing the impacts of waste in the organization's own operations and in some cases, downstream in the value chain. AutoZone is also focused on recycling materials that can be repurposed, reused and/or remanufactured. More than 212,960 metric tons of CO ₂ e were avoided by AutoZone's store recycling efforts in FY2022.
GRI 306-2	Management of significant waste-related impacts	Environmental Stewardship, Reducing Waste Through Recycling and Better Packaging; pg. 23-24
GRI 306-3	Waste generated	Direct Response: Omissions Statement: AutoZone does not currently measure this metric. Reason for Omission: Information Unavailable
GRI 306-4	Waste diverted from disposal	Environmental Stewardship, Reducing Waste Through Recycling and Better Packaging; pg. 23-24
GRI 306-5	Waste directed to disposal	Direct Response: Omission Statement: AutoZone does not currently report on this metric. Reason for Omission: Information Unavailable
GRI 401 - Employment		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 People and Communities, AutoZoner Engagement; pg. 40
GRI 401-1	New employee hires and employee turnover	People and Communities, AutoZoner Health and Safety; pg. 43
GRI 401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees	People and Communities, Competitive Compensation and Benefits; pg. 40 People and Communities, Training, Development and Career Pathing; pg. 42
GRI 401-3	Parental leave	People and Communities, Competitive Compensation and Benefits; pg. 40 Direct Response: Includes all AutoZoners who worked at AutoZone at any point during the reporting year and were entitled to and/or took parental leave. Parental leave includes family medical leave, maternity and paternity leave and short-term disability leave. AutoZone doesn't report on AutoZoners return to work and/or retention after parental leave.
GRI 403 - Occupational Health and Safety		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 People and Communities, AutoZoner Health & Safety; pg. 43
GRI 403-1	Occupational health and safety management system	People and Communities, AutoZoner Health and Safety; pg. 43
GRI 403-2	Hazard identification, risk assessment and incident investigation	People and Communities, AutoZoner Health and Safety; pg. 43

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 403 - Occupational Health and Safety		
GRI 403-3	Occupational health services	People and Communities, AutoZoner Health and Safety; pg. 43
GRI 403-4	Worker participation, consultation, and communication on occupational health and safety	People and Communities, AutoZoner Health and Safety; pg. 43
GRI 403-5	Worker training on occupational health and safety	People and Communities, AutoZoner Health and Safety; pg. 43
GRI 403-6	Promotion of worker health	People and Communities, Competitive Compensation and Benefits; pg. 40 People and Communities, AutoZoner Health and Safety; pg. 43 - 44
GRI 403-7	Prevention and mitigation of occupational health and safety impacts directly linked by business relationships	People and Communities, AutoZoner Health and Safety; pg. 43
GRI 403-8	Workers covered by an occupational health and safety management system	Direct Response: AutoZone has implemented key elements of a safety, health and environmental system covering all AutoZoners. Direct Response: Omission Statement: AutoZone currently does not report on workers who are not employees. AutoZone currently does not have an annual internal or external audit of the process of management systems. Reason for Omission: Information unavailable
GRI 403-9	Work-related injuries	People and Communities, AutoZoner Health and Safety; pg. 43

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 404 - Training and Education		
GRI 3-3	Management of material topics	About This Report; Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 People and Communities, Training, Development & Career Pathing; pg. 42
GRI 404-1	Average hours of training per year	Direct Response: Omission Statement: AutoZone doesn't track the number of hours of annual training per AutoZoner. We track how many training modules AutoZoners take. On average, they engage in approximately 90,000 training modules every week. Reason for Omission: Information Unavailable
GRI 404-2	Programs for upgrading employee skills and transition assistance programs	People and Communities, Training, Development & Career Pathing; pg. 42
GRI 404-3	Percentage of employees receiving regular performance and career development reviews	People and Communities, Training, Development & Career Pathing; pg. 42
GRI 405 - Diversity and Equal Opportunity		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 People and Communities, Diversity, Equity and Inclusion; pg. 34-36 Governance and Transparency, Board Governance; p. 55
GRI 405-1	Diversity of governance bodies and employees	People and Communities, Diversity, Equity and Inclusion; pg. 34-36 Governance and Transparency, pg. 51 Governance and Transparency, Board Governance; pg. 55
GRI 405-2	Ratio of basic salary and remuneration of women to men	Direct Response: Omission Statement: AutoZone does not currently report on this metric. Reason for Omission: Information Unavailable
GRI 412 - Human Rights Assessment		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 Products, Product Quality & Safety; pg. 29
GRI 412-1	Operations that have been subject to human rights reviews or impact assessments	Direct Response: Omission Statement: AutoZone does not currently report on this metric. Reason for Omission: Information Unavailable
GRI 412-2	Employee training on human rights policies or procedures	Products, Product Quality and Safety; pg. 29 Products, Vendor Code of Conduct; pg. 30 AutoZone Code of Conduct ; pg. 14 AutoZone Vendor Code of Conduct ; pg. 5-6
GRI 412-3	Significant investment agreements and contracts that include human rights clauses or that underwent human rights screening	AutoZone Vendor Code of Conduct ; pg. 5-6

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GRI STANDARD		REFERENCE AND RESPONSES
GRI 413 - Local Communities		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 People and Communities, Vendor Code of Conduct; pg. 30
GRI 413-1	Operations with local community engagement, impact assessments, and development programs	People and Communities, Communities; pg. 45 People and Communities, FY2022 KPI's; pg. 46 People and Communities, Key Initiatives; pg. 47 People and Communities, Supporting Diverse Communities; pg. 48 People and Communities, Product Donations; pg. 48 People and Communities, AutoZoners in the Communities; pg. 49
GRI 413-2	Operations with significant actual and potential negative impacts on local communities	Direct Response: Omission Statement: This is not applicable to our business. AutoZone creates economic opportunities as an employer, in the communities we operate and serve, and as a leading retailer and distributor of automotive replacement parts and accessories in the Americas. Reason for Omission: Not applicable
GRI 414 - Supplier Social Assessment		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 Products, Product Quality and Safety; pg. 29
GRI 414-1	New suppliers that were screened using social criteria	AutoZone Vendor Code of Conduct ; pg. 5-6
GRI 414-2	Negative social impacts in the supply chain and actions taken	AutoZone Vendor Code of Conduct ; pg. 5-6
GRI 416 - Customer Health and Safety		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 Products, Product Quality and Safety; pg. 29
GRI 416-1	Assessment of the health and safety impacts of product and service categories	Products, Product Quality and Safety; pg. 29 AutoZone Vendor Code of Conduct ; pg. 7-8
GRI 416-2	Incidents of non-compliance concerning the health and safety impacts of products and services	AutoZone Vendor Code of Conduct ; pg.7
GRI 418 - Customer Privacy		
GRI 3-3	Management of material topics	About This Report, Reporting Period and Boundaries; pg. 14 About This Report, Materiality; pg. 14 Governance and Transparency, Data Security and Privacy; pg. 59 Governance and Transparency, Future-Proofing IT Security Strategy; pg. 60
GRI 418-1	Substantiated complaints concerning breaches of customer privacy and losses of customer data	Governance and Transparency, Data Security and Privacy; pg. 59

EEO-1 Report

Job Categories	Hispanic or Latino		Non-Hispanic or Latino												Overall Total
	Male	Female	Male						Female						
			White	Black or African American	Native Hawaiian or Pacific Islander	Asian	American Indian or Alaskan Native	Two or More Races	White	Black or African American	Native Hawaiian or Pacific Islander	Asian	American Indian or Alaskan Native	Two or More Races	
Executive/Senior Level Officials and Managers	4	1	32	7	-	4	-	2	9	1	-	1	-	-	61
First/Mid Level Officials and Managers	94	25	674	87	1	168	6	13	228	71	-	51	1	6	1,425
Professionals	166	54	444	119	6	29	1	17	141	100	2	21	5	11	1,116
Technicians	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sales Workers	18,053	5,394	32,003	10,542	267	1,264	672	599	8,130	3,510	77	167	240	187	81,105
Administrative Support Workers	12	32	55	44	-	11	2	3	60	71	-	5	1	3	299
Craft Workers	80	7	222	42	1	10	3	7	18	12	-	-	-	2	404
Operatives	1,098	764	1,518	457	12	53	16	38	837	297	8	35	9	16	5,158
Laborers & Helpers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service Workers	-	-	10	4	-	-	-	-	2	7	-	-	-	-	23
Total	19,507	6,277	34,958	11,302	287	1,539	700	679	9,425	4,069	87	280	256	225	89,591

UN Sustainable Development Goals



The United Nations Sustainable Development Goals (UN SDGs) were adopted in 2015 as a global blueprint for environmental and societal progress. We recognize the importance of the SDGs and are proud to share how we are contributing.

UN SDG	Our Contributions
<p>3. Good Health and Well-Being</p> <ul style="list-style-type: none"> • Ensure healthy lives and promote wellbeing for all at all ages 	<p>One of AutoZone’s core Values, Cares About People, comes to life through how we take care of AutoZoners and support them in every aspect of their lives. We offer a range of benefits at no cost to AutoZoners. This includes our Total Wellbeing and Guidance Resources programs, both of which provide free access to resources and live coaching and/or counseling on a range of physical, mental, emotional and financial health topics. AutoZone provides competitive compensation and benefits, including health plan options. See, AutoZoner Well-being, page 39.</p> <p>AutoZone conducts regular third-party factory audits of certain merchandise vendors to ensure compliance with human rights and safety standards, among other requirements. Additionally, workplace conditions assessments of vendors verify factory working conditions, including health and safety standards, and labor standards, such as fair practices around wages and hours. See, Vendor Code of Conduct, page 30.</p>
<p>4. Quality Education</p> <ul style="list-style-type: none"> • Ensure inclusive and quality education and promote lifelong learning opportunities for all 	<p>We provide training and education to all AutoZoners on a range of topics to help support their development and career growth. This can include key skills and product knowledge development, individual development planning and management job aids. Our Parts Expert program certifies AutoZoners who have taken special training to develop extensive automotive knowledge. AutoZoners complete approximately 90,000 training modules in total every week. In line with our Code of Conduct, we do not discriminate or tolerate discrimination in all aspects of employment, including the educational opportunities we provide. See, Training, Development and Career Pathing, page 42.</p>
<p>5. Gender Equality</p> <ul style="list-style-type: none"> • Achieve gender equality and empower all women and girls 	<p>As articulated in our Code of Conduct, AutoZone does not discriminate, nor do we tolerate discrimination. We expect all employment decisions to be made based on a person’s skills, knowledge and ability to fulfill the requirements of the position. We welcome everyone’s heritage, differences, unique qualities and experiences and believe all people should be treated with dignity and respect. It is our aim to attract, engage, retain, develop and advance diverse talent, including women. One of the ways we do this is through our women’s business resource group, AZ WIN. This group helps to strengthen women’s development by facilitating networking and leadership training opportunities. AZ WIN chapters can be found throughout company, including our store regions, the SSCs, DCs, ALLDATA, Mexico and Brazil. See, Diversity, Equity and Inclusion, page 34.</p>
<p>7. Affordable and Clean Energy</p> <ul style="list-style-type: none"> • Ensure access to affordable, reliable, sustainable and modern energy for all 	<p>Learn more about the ways we are ensuring more sustainable energy on page 21.</p>
<p>8. Decent Work and Economic Growth</p> <ul style="list-style-type: none"> • Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all 	<p>We are a leading employer and create positive economic impact in the local communities in which we live and serve. We offer competitive compensation, benefits and training opportunities to all AutoZoners regardless of race, gender or ethnicity. See, AutoZoner Well-being, page 39. Our Code of Conduct, AutoZoner Handbook and our Values articulate our commitment to Respect in the Workplace. We are committed to a work environment that is respectful and free of all forms of harassment. We recruit, retain, train, promote and pay AutoZoners equitably, regardless of gender, race or ethnicity. Our Vendor Code of Conduct makes clear our zero-tolerance policy toward child labor, forced labor and harassment or abuse. As part of regular third-party factory audits of merchandise vendors, we evaluate human rights and safety standards. We also assess vendors for maintaining good labor practices, such as fair wages and working hour limits.</p>
<p>10. Reduced Inequalities</p> <ul style="list-style-type: none"> • Reduce inequality within and among countries 	<p>AutoZone’s approach to community giving focuses on alleviating poverty, and specifically supports initiatives that drive diversity and inclusion in the U.S., Brazil and Mexico. For example, in the U.S., 93% of our charitable giving is directed toward programs that support diverse communities. See, People and Communities, page 31.</p>

UN SDG	Our Contributions
<p>12. Responsible Consumption and Production</p> <ul style="list-style-type: none"> • Ensure responsible consumption and production patterns 	<p>AutoZone continued our recycling program in FY2022, including:</p> <ul style="list-style-type: none"> 1,083,236 individual wooden pallets, a 2% increase 29,322 tons of cardboards, a 4% decrease; 1,451 tons of plastic, a 0.8% increase; 13.8M gallons of motor oil, a 2.8% increase <p>See, Recycling in AutoZone's Operations, page 23.</p>
<p>13. Climate Action</p> <ul style="list-style-type: none"> • Take urgent action to combat climate change and its impacts 	<p>Over the past several years, our approach to limiting our greenhouse gas (GHG) emissions—and our impact on climate change – has focused on capturing efficiencies across our existing U.S. portfolio. Over 13.8 million gallons of motor oil and 275,912 tons of batteries were recycled through AutoZone in FY2022. We disclosed our climate performance data to CDP in July 2022. We are committed to setting GHG targets covering Scopes 1 and 2 emissions in line with the Paris Agreement's 1.5°C emissions reduction goal.</p> <p>See, Environmental Stewardship, page 16.</p>

Forward-looking Statements

Certain statements herein contain “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are based on our current expectations, beliefs, plans or forecasts and are typically identified by words or phrases such as “may,” “will,” “could,” “should,” “would,” “anticipate,” “estimate,” “expect,” “project,” “intend,” “plan,” “believe,” “target,” “prospects,” “potential,” “aim,” “commit” and “forecast,” and similar expressions. These forward-looking statements include, but are not limited to, our GHG emissions reduction goals, our ambition to reach net zero emissions by 2050, and steps we hope that will help us achieve these. Forward-looking statements involve estimates, expectations, projections, goals, forecasts, targets, assumptions, risks and uncertainties. These statements speak only as of the date they are originally made and are based on management’s current expectations in light of historical experience, expected future developments and other factors. These statements are not guarantees of future results or performance and are subject to known and unknown risks, uncertainties, changes in circumstances, and assumptions that are difficult to predict and are often beyond our control. Actual results and outcomes may differ materially from those expressed in or implied by any of these forward-looking statements due to a variety of factors, including, among others, global socio-demographic and economic trends, climate-related conditions and weather events, legislative and regulatory changes, the ability to consummate contractual arrangements on contemplated or otherwise desirable terms and other unforeseen events or conditions. You should not place undue reliance on any forward-looking statement. Factors that could cause actual results to differ materially from those described in forward-looking statements can be found in our filings with the SEC, including, without limitation, the “Risk Factors” section of our Annual Report on Form 10-K and Quarterly Reports on Form 10-Q. The Company undertakes no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

TRADEMARKS AND SERVICE MARKS

We have registered several trademarks and service marks with the U.S. Patent and Trademark Office as well as in certain other countries, including without limitation: “AutoZone,” “ALLDATA Tech-Assist,” “Get in the Zone,” “Parts Are Just Part of What We Do,” “What It Takes To Do The Job Right (WITTDJR),” “Duralast,” “Econocraft,” “ProElite,” “Shop Pro,” “SureBilt,” “TotalPro,” “TruGrade,” “Valucraft,” “Loan-A-Tool,” “AutoZone Fix Finder” and “Z-net,” along with variations of these trademarks. Solely for convenience, our trademarks, tradenames and service marks referred to in this report appear without the ®, TM and SM symbols, but those references are not intended to indicate, in any way, that we will not assert, to the fullest extent under applicable law, our rights to these marks. Third-party trademarks mentioned are the property of their respective owners. The use of words such as “partnered,” “partnering,” “partner” and variations of such words in this report are not intended to and shall not be construed to imply that a legal relationship exists between AutoZone and any other company.

AutoZone

