

Dear NESPRESSO Retail Partner,

Nespresso® is pleased to announce the **May 2024 National Promotion**.

Nespresso is offering a consumer promotion of 30% off select Nespresso® VERTUO and ORIGINAL machines and will offer margin support to qualifying retailers for qualifying sales when the terms of this promotion as described herein are satisfied ("Promotional Support").

This offer applies only to Qualifying Nespresso® machine sales occurring **between Friday, May 3<sup>rd</sup> and Monday, May 13<sup>th</sup>,** at 11:59 PM PST (the "Promotion Period").

### Qualifying Machines:

- SELECT Nespresso® VERTUO and ORIGINAL machines
- SEE ATTACHED LIST for qualifying machines and applicable Minimum Advertised Promotional Retail Price and Discounts

For avoidance of doubt, advertising under this Promotion includes, but is not limited to, print (including but not limited to newspapers, inserts, catalogs, magazines, mailers, flyers, and coupons), television, radio, and electronic commerce (including a retailer's website, any other websites, email, and social media). Any price displayed within a brick-and-mortar retail location does not constitute advertising under this policy. Any price information relating to the QUALIFYING MACHINES on the Internet that can be accessed by a browser or other means of comparing prices constitutes advertising under this policy, provided, however, that: (a) actual selling prices may be provided to Internet shoppers by telephone or email responses, and (b) coupons may be provided to enable Internet shoppers to obtain a price at an online checkout that is below the suggested price.

## Qualifying Sales: Promotion applies only to sales

- In the United States
- From in-store /on-hand inventory, or a previously approved drop-ship arrangement
- Made at a Minimum Advertised Retail Price described in attached list
- Occurring during the Promotion Period
- That complies with all terms and conditions of this promotion

#### \* Restrictions:

- Promotional Support will <u>not</u> be honored for any sales that occur before or after the Promotion Period.
- Promotional Support will be based on the Nespresso® consumer promotion discount for qualifying machine.
- Promotional Support will be forfeited for sales of qualifying machine(s) if the Advertised
   Price for the qualifying machine(s) is below the Promotional Retail Price at any point



during the Promotion Period. Violation of the Promotional Retail Price on any one machine shall not impact retailer's ability to earn Promotional Support for sale of other qualifying machines. The Promotional Retail Price for each eligible machine for this Promotion Period is attached to these terms and conditions.

- This Promotion cannot be combined with any discount or promotion on any coffee
  capsule intended for use in any Nespresso® Original Line machine that is manufactured by
  a company other than Nespresso (otherwise known as a "compatible capsule"). Failure to
  comply with this Restriction may result in forfeiture of all Promotional Support during the
  Promotion Period.
- ❖ Brand Integrity. Nespresso® offers Promotional Support to Retailers in order to maintain competitive pricing of Nespresso® products, drive sales of Nespresso® machines, and promote the overall Nespresso brand. Further, it is important to Nespresso® to avoid consumer confusion related to whether compatible capsules are endorsed by or affiliated with Nespresso®. Consistent with each of these objectives, it is a required condition of this Promotion that no compatible capsule(s) or advertisement of compatible capsule(s) may be positioned on or near a display of Qualifying Machines, either in store or in advertisement (whether printed or via ecommerce).
  - In evaluating compliance with this requirement, Nespresso® will consider such factors as whether the positioning of the capsules and Qualifying Machines suggests endorsement by or affiliation with Nespresso®, and/or leverages the Qualifying Machine promotion for the benefit of the compatible capsule sales.
  - In store, the compatible capsules must be at least 20 feet away from the Qualifying Machine; Retailers with stores not large enough to comply with this distance requirement should contact Nespresso® for preapproval of potential alternatives.
  - Failure to adhere to this Brand Integrity requirement at any one or more retail locations may result in forfeiture of Promotional Support for sales of Qualifying Nespresso® Original Line Machines at all of Retailer's retail locations for the Promotion Period. Compliance with this Brand Integrity requirement will be determined solely by Nespresso®.
- \* Receiving your Promotional Support: Promotional Support offered under this promotion will be given only when the following conditions are met:

#### • FINAL PROOF OF SALES:

- All proof of Sales Performance must be submitted to your Machine Partner representative (DeLonghi and/or Breville) no later than July 12, 2024. Any requests for Promotional Support related to this promotion submitted after this date will not be honored.
- Proof of Sales Performance is a system-generated document that details sales performance for the assigned period.



- Nespresso® may, without prior notice to Retailer, set-off or recoup any amounts Retailer owes to Nespresso®, whether or not past due under relevant payment terms, against any Promotional Support owing to Retailer pursuant to the terms and conditions of this Promotion.
- ❖ Post Audits Claims. Any deduction for a promotion which is submitted by the retailer or its representative after the promotion deadline is considered a Post Audit Request. Such request must be submitted directly to Nespresso® and will only be paid at Nespresso's discretion.

All Post Audit Requests must be submitted to: <a href="Post-Audit-Requests@nespresso.com">Post-Audit-Requests@nespresso.com</a>

- Please provide the following information:
  - o Title of the Promotion
  - o Year Promotion occurred
  - Total Unit Sales
  - o Total dollar amount and breakdown of the dollar amount per unit sales
  - o Reason why requested deduction is being submitted late
  - Any additional documentation related to the request
- If the request is approved by Nespresso®, the Retailer will be reimbursed for promotion amounts, in whole or part, at Nespresso's discretion. Reimbursement may be processed via the Machine Partner or Nespresso®, at Nespresso's direction.
- Pricing. Retailer retains authority in all cases to determine the price to consumers for Nespresso® machines and related products. Retailer will independently determine whether to participate in the terms of this promotion

SEE ATTACHED LIST OF ELIGIBLE MACHINES, MINIMUM ADVERTISED PROMOTION PRICE, AND ELIGIBLE DISCOUNT.



# **Nespresso by Breville Eligible Machines**

	Breville		EVERY DAY SUGGESTED	MINIMUM ADVERTISED PROMO PRICE
LINE	PRODUCT NAME	MODEL NUMBER	RETAIL PRICE	30% OFF SRP
VERTUO	Nespresso Vertuo Black by Breville	BNV220BLK1BUC1	\$ 219.95	\$ 153.97
	Nespresso Vertuo Chrome by Breville	BNV220CRO1BUC1	\$ 219.95	\$ 153.97
	Nespresso Vertuo Matte Black by Breville	BNV220BKM1BUC1	\$ 219.95	\$ 153.97
	Nespresso Vertuo Titan by Breville	BNV220TTN1BUC1	\$ 219.95	\$ 153.97
	Nespresso Vertuo Red by Breville	BNV220RED1BUC1	\$ 219.95	\$ 153.97
	Nespresso Vertuo Black by Breville with Aeroccino3	BNV250BLK1BUC1	\$ 269.95	\$ 188.97
	Nespresso Vertuo Chrome by Breville with Aeroccino3	BNV250CRO1BUC1	\$ 269.95	\$ 188.97
	Nespresso Vertuo Matte Black by Breville with Aeroccino3	BNV250BKM1BUC1	\$ 269.95	\$ 188.97
	Nespresso Vertuo Titan by Breville with Aeroccino3	BNV250TTN1BUC1	\$ 269.95	\$ 188.97
	Nespresso Vertuo Red by Breville with Aeroccino3	BNV250RED1BUC1	\$ 269.95	\$ 188.97
	Nespresso VertuoPlus Grey by Breville	BNV420GRY1BUC1	\$ 169.95	\$ 118.97
	Nespresso VertuoPlus White by Breville	BNV420WHT1BUC1	\$ 169.95	\$ 118.97
	Nespresso VertuoPlus Ink Black by Breville	BNV420IBL1BUC1	\$ 169.95	\$ 118.97
	Nespresso VertuoPlus Grey Bundle by Breville with Aeroccino3	BNV450GRY1BUC1	\$ 219.95	\$ 153.97
	Nespresso VertuoPlus White Bundle by Breville with Aeroccino3	BNV450WHT1BUC1	\$ 219.95	\$ 153.97
	Nespresso VertuoPlus Ink Black by Breville with Aeroccino3	BNV450IBL1BUC1	\$ 219.95	\$ 153.97
	Nespresso VertuoPlus Deluxe Black by Breville	BNV420BLK1BUC1	\$ 199.95	\$ 139.97
	Nespresso VertuoPlus Deluxe Silver by Breville	BNV420SIL1BUC1	\$ 199.95	\$ 139.97
	Nespresso VertuoPlus Deluxe Titan by Breville	BNV420TTN1BUC1	\$ 199.95	\$ 139.97
	Nespresso VertuoPlus Deluxe Matte Black by Breville	BNV425MTB1BUC1	\$ 199.95	\$ 139.97
	Nespresso VertuoPlus Deluxe Black Bundle by Breville with Aeroccino3	BNV450BLK1BUC1	\$ 249.95	\$ 174.97
	Nespresso VertuoPlus Deluxe Silver Bundle by Breville with Aeroccino3	BNV450SIL1BUC1	\$ 249.95	\$ 174.97
	Nespresso VertuoPlus Deluxe Titan Bundle by Breville with Aeroccino3	BNV450TTN1BUC1	\$ 249.95	\$ 174.97
	Nespresso VertuoPlus Deluxe Matte Black by Breville with Aeroccino3	BNV455MTB1BUC1	\$ 249.95	\$ 174.97
	Nespresso Vertuo Next Light Grey by Breville	BNV520GRY1BUC1	\$ 179.95	\$ 125.97
	Nespresso Vertuo Next Cherry Red by Breville	BNV520RED1BUC1	\$ 179.95	\$ 125.97
	Nespresso Vertuo Next Gloss Black by Breville	BNV520GBL1BUC1	\$ 179.95	\$ 125.97
	Nespresso Vertuo Next Premium Classic Black by Breville	BNV530BLK1BUC1	\$ 189.95	\$ 132.97
	Nespresso Vertuo Next Deluxe Dark Chrome by Breville	BNV540DCR1BUC1	\$ 209.95	\$ 146.97
	Nespresso Vertuo Next Deluxe Matte Black by Breville	BNV540MTB1BUC1	\$ 209.95	\$ 146.97
	Nespresso Vertuo Next Light Grey by Breville with Aeroccino3	BNV550GRY1BUC1	\$ 229.95	\$ 160.97
	Nespresso Vertuo Next Cherry Red by Breville with Aeroccino3	BNV550RED1BUC1	\$ 229.95	\$ 160.97
	Nespresso Vertuo Next Gloss Black by Breville with Aeroccino3	BNV550GBL1BUC1	\$ 229.95	\$ 160.97
	Nespresso Vertuo Next Premium Classic Black by Breville with Aeroccino3	BNV560BLK1BUC1	\$ 239.95	\$ 167.97
	Nespresso Vertuo Next Deluxe Dark Chrome by Breville with Aeroccino3	BNV570DCR1BUC1	\$ 259.95	\$ 181.97
	Nespresso Vertuo Next Deluxe Matte Black by Breville with Aeroccino3	BNV570MTB1BUC1	\$ 259.95	\$ 181.97
	Nespresso Vertuo Creatista Brushed Stainless Steel by Breville	BVE850BSS1BNA1	\$ 699.95	\$ 489.97
	Nespresso Vertuo Creatista Black Truffle by Breville	BVE850BTR1BNA1	\$ 699.95	\$ 489.97
	Nespresso Vertuo Creatista Sea Salt by Breville	BVE850SST1BNA1	\$ 699.95	\$ 489.97
	Nespresso Vertuo Creatista Black Stainless Steel by Breville	BVE850BST1BNA1	\$ 699.95	\$ 489.97
ORIGINAL	Nespresso Creatista Plus Black Truffle by Breville	BNE800BTR1BUS1	\$ 649.95	\$ 454.97
	Nespresso Creatista Plus Sea Salt by Breville	BNE800SST1BUS1	\$ 649.95	\$ 454.97
	Nespresso Creatista Plus Damson Blue by Breville	BNE800DBL1BUS1	\$ 649.95	\$ 454.97
	Nespresso Creatista Plus Brushed Stainless Steel by Breville	BNE800BSSUSC	\$ 649.95	\$ 454.97
	Nespresso Creatista Pro Brushed Stainless Steel by Breville	BNE900BSS1BUS1	\$ 849.95	\$ 594.97