

Efficient logistics

Developing our logistics

Magnit is one of Russia’s largest logistics operators. Over the years, we have opened new distribution centres, improved our warehouses, added and upgraded our fleet of vehicles and built new transport routes. We continue to expand our logistics network and optimise all related processes.

In the reporting year, the Company and its partners embraced an end-to-end supply chain to streamline product shipments in a meaningful way. In the near future, this will allow us to speed up delivery and improve the inventory turnover. In addition, we will reduce distribution costs, which will make the products more accessible and attractive to customers.

Digitalisation of supply chain management

We are now working to create an SCMS system, an electronic platform for defining the supply chain and order processing technologies at Magnit’s DCs and retail outlets. With this tool, the Company will be able to automatically track the supply chain from the supplier to the point of sale and the goods handling technologies at DCs. The system will store a directory with information on the DC which makes shipments to a particular point of sale, and parameters on delivery options and handling technologies that have been worked out with suppliers. The system will automatically tailor the delivery chain and processing technology to these capabilities. The delivery schedules will be synchronised.



40 thous.
employees



44
DCs



5 thous.
trucks



2 mln sq. m
of storage facilities

In the summer of 2022, we joined an initiative to test unmanned logistics corridors, the first of which will be launched in 2024 on M11 motorway. The use of unmanned vehicles will improve traffic safety and reduce driver payroll costs by 30% and fuel costs by 28% by 2025.

Structure of Magnit’s logistics system



DC



Storage space, thous. sq. m



Number of stores



Trucks

	DC	Storage space, thous. sq. m	Number of stores	Trucks
Central Federal District	14	649	8,584	
Volga Federal District	10	470	7,278	
Southern Federal District	8	315	4,203	
Urals Federal District	4	173	2,684	
Northwestern Federal District	4	152	2,427	
Siberian Federal District	3	110	1,484	
North Caucasian Federal District	1	40	745	
Total	44	1,909	27,405	5,407