

Supplier Requirements

IBM's Requirements for Suppliers Regarding a Corporate Responsibility and Environmental Management System, Measuring Performance, Setting Goals, and Disclosing Results

IBM asks its suppliers to:

1. define, deploy, and sustain a corporate responsibility and environmental management system that identifies significant aspects of the supplier's intersections with these matters, including those articulated in IBM's Supplier Conduct Principles and the Electronic Industry Citizenship Coalition Code of Conduct
2. establish programs (within the management system) to control operations that intersect with these matters and confirm compliance with applicable law, regulation and any particular contractual requirements
3. measure performance associated with supplier's significant environmental aspects where applicable and include at a minimum each of the following aspects common to virtually all businesses:
 - energy conservation
 - scope 1 and scope 2 greenhouse gas emissions *
 - waste management and recycling
4. set voluntary environmental goals to achieve positive results associated with significant aspects where applicable and include at a minimum one in each of the three aspects cited in item 3 above
5. publicly disclose results associated with these voluntary environmental goals and other environmental aspects from the management system, including any regulatory fines or penalties that may have occurred
6. train employees who are responsible for performing this work
7. conduct self-assessments and audits as well as management reviews
8. cascade this set of requirements to the supplier's suppliers who perform work that is material to the products, parts and/or services being supplied to IBM

*Note:

scope 1 greenhouse gas emissions: direct emissions generated by the company

scope 2 greenhouse gas emissions: indirect emissions that are associated with the generation of electricity that is purchased and consumed by the company

Illustrative information about IBM's own Global Environmental Management System and environmental reporting and disclosure can be found at:

- <http://www.ibm.com/ibm/environment/ems/>
(IBM's Global Environmental Management System)
- <http://www.ibm.com/ibm/environment/annual/>
(Environmental Reporting and Disclosure)