

Since its founding in 1891, Philips has been committed to improving social equity and environmental quality, proving that ethical and responsible business is good business. Today, we face great challenges due to climate change, natural resource constraints, and access to effective and affordable healthcare for a growing global population. In response, Philips strives to make the world healthier and more sustainable through innovation. Philips has become a leader in building and shaping markets with meaningful innovations.

### Our Sustainability Commitments

At Philips, we commit ourselves to being a world-class sustainable company by developing meaningful solutions that improve lives and conducting our business in an environmentally and socially responsible manner while delivering value.

The following goals underpin our Healthy People, Sustainable Planet commitment:

<b>Sustainable Solutions in 2020</b>	Improve the lives of 2.5 billion people per year, of which 130 million people in underserved markets by 2020 *
	70% of our turnover will meet green revenue criteria **
	15% of our turnover will come from circular revenues
<b>Sustainable Operations in 2020</b>	<ul style="list-style-type: none"> <li>• Become carbon neutral in our operations</li> <li>• Use 100% renewable electricity</li> <li>• Recycle 90% of our operational waste and send zero waste to landfill</li> <li>• Reduce emissions of hazardous substances by 50%</li> <li>• Reduce Volatile Organic Compound emissions by 10%</li> <li>• Reduce water consumption by 10%</li> <li>• Strive for a zero injury, zero illness work environment emphasizing a preventative mindset</li> <li>• Reduce the number of employee safety incidents (Total Recordable Cases) by 25%</li> <li>• Sites near biodiversity hotspots have a plan to positively contribute to biodiversity</li> <li>• Sites in a water-scarce region have a plan to address their water-use impact</li> </ul>
<b>Sustainable Supply Chain in 2020</b>	Drive sustainability through our supply chain, all suppliers participating in the Supplier Sustainability Program

\* Applicable to both Philips Lighting and Royal Philips combined, and 3 billion Lives Improved by 2025 worldwide

\*\* 95% of revenues will contribute to Sustainable Development Goals 3 (Good health) and 12 (Responsible consumption and production)

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**Document version history**

Date	Author	Version	Reasoning
22-09-2009	J-W Scheijgrond	1	Initial Release
01-09-2014	T.B.L.W. Marinelli	2	Update and comply with ISO format
10-18-2016	W. Phippen	3	Updated with newest Philips sustainability commitments

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