The Philips Environmental Policy is a core operating element for the operations of the entire Philips organization. The Philips Environmental Policy is a living document. It is part of the fabric of the organization and is reviewed and updated to meet the needs of our stakeholders and the environment. Philips believes that sustainable development is one of the most challenging issues facing the world. Philips is committed to continuously exploring solutions to successfully balance economy and ecology. Philips communicates its environmental policy to employees and other stakeholders.

**Philips Environmental Policy**
Philips is committed to the protection of the environment, including prevention of pollution.

Philips aims to protect, restore and enhance biodiversity at our industrial sites and actively promote ecosystem restoration activities through partnerships with NGOs, local communities, governments, and financial institutions on restoration projects.
Philips establishes and maintains environmental management systems and audits them by means of a systematic, documented verification process to ensure continuous improvement.

Philips is committed to complying with all applicable laws and regulations, will promote international harmonization of applicable laws and regulations, and is prepared to enter into voluntary agreements.

Philips expects its business partners to be committed to sustainable development.

Philips is transitioning from a linear to circular business model to use natural resources more effectively.

Philips establishes technically and economically viable objectives to optimize the environmental performance of the organization’s products, services and activities. Product development objectives include:

- Evaluating the environmental impact of a product or packaging over the total life cycle,
- Taking steps toward more efficient use of materials,
- Reducing or eliminating hazardous substances,
- Reducing energy consumption, and
- Improving the recyclability.

Manufacturing objectives include environmentally related aspects of Philips activities and services such as emissions into air and water, use of energy and water, reducing or eliminating hazardous substances, recycling and waste disposal.

Philips measures and verifies by a third party, its environmental performance and publishes results annually, publishing validated and lawful environmental achievements and product claims.

Valid till 31 December 2020.