

Corporate Responsibility @ AIAG

CORPORATE RESPONSIBILITY STEERING COMMITTEE

Global OEM Alignment

Survey Question Communization

Responsible Materials Work Group

Smelter Engagement

Global Requirements and Raw Materials Sourcing

Supplier Communication

Human Rights

Forced Labor

(Supply Chain, Customs/Trade)

Environmental Sustainability Advisory

GHG Reporting

Water Security

Global Chemical Management Advisory

Recommendations & Documentation

Supplier Alliance

IMDS Planning Committee

Electroplating Subgroup

Social

Environmental

- = OEM participation only; all other groups shown are open to suppliers and OEMs

CR Steering Committee

Vision

- Advance Mobility, striving to make the Automotive Industry an Environmental, Social, and Governance (ESG) leader

Mission

- Align our ESG Core values with those in the Guiding Principles.
- Engage our supply chain, cascading these principles throughout industry.

Strategies *(How)*

- Promote and provide direction to align the industry with the Automotive Industry Guiding Principles & Practical Guidance documents.
- Engage with the mobility supply chain to align objectives, standardize solutions and activities to reduce complexity.

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Global Industry Alignment

OEM Global Alignment

Efforts to standardize OEM activities, thus reducing complexity on the supply chain

- ***Deliverables:***
 - Automotive Industry Global Guiding Principles
 - Practical Guidance
- ***Participating OEMs:***
 - Ford, GM, Honda, Nissan, Stellantis, Toyota
- ***Partnering Organization***
 - Drive Sustainability

Responsible Materials

AIAG's Responsible Materials Work Group recently expanded to assist with raw materials sourcing beyond conflict minerals to comply with regulatory influences (US, EU, China, and others) plus non-legislated materials (e.g., cobalt, mica).

AIAG SET Team

- Conducts outreach encouraging new & existing smelters/refiners to participate in smelter audits.

Global Requirements and Raw Materials Sourcing

- Monitors global factors impacting reporting requirements and the inclusion of other materials, including 3TG and beyond, that impact industry.

Supplier Communication

- Develops strategies for RMWG stakeholder and supplier outreach; identifies potential target audiences and communication opportunities (e.g., events, training, media, etc.) Creates/Supports development of tools & resources for common processes to assist companies in their reporting.

Social

Forced Labor / Human Rights Workgroup

This cross-functional group of Customs & Trade SMEs and Sustainability SMEs address human rights compliance issues impacting the global supply chain.

Mitigate key risks:

- avoid interruption to the flow of goods across borders
- negative public image (*corporate and industry*)
- investor concerns and shareholder resolutions

Environmental

Environmental Sustainability

OEMs and suppliers collaboratively facilitate common industry approaches to incorporate environmental sustainability throughout the supply chain— through the benchmarking of energy, water, and waste reduction or taking a more comprehensive approach to addressing sustainability at an industry level.

- **Greenhouse Gas Workgroup:** OEMs and suppliers in this group assists the supply chain with reporting GHG Emissions and develop strategies to reduce carbon footprints.
- **Water Security:** This group consists of member OEMs and suppliers that benchmark water activities within manufacturing facilities. The group also develops resources to reduce water usage to preserve our environment and protect against rising costs.

Chemical

Global Chemical Management

Information and resources to keep the industry abreast of existing and emerging global regulations and provide an assessment of their impact.

Give input into IMDS and have a direct connection to the IMDS Steering Committee

- **Recommendation & Documentation Workgroup** focuses on enhancement development and testing updates to IMDS.
- **Supplier Alliance:** This committee works globally with JAPIA, CLEPA to provide feedback to the IMDS SC on specific issues that impact suppliers.

Chemical

Global Chemical Management

Information and resources to keep the industry abreast of existing and emerging global regulations and provide an assessment of their impact.

Give input into IMDS and have a direct connection to the IMDS Steering Committee

- **IMDS Planning Committee:** This group of OEMs, suppliers and service providers provide industry insight to shape the content shared at the IMDS (International Material Data System) Conference.
- **Electroplating Subgroup:** This group is working proactively to develop solutions to remove hexavalent chrome and PFAS in the electroplating process.