

Attn to: Mr. Ban Ki-moon
UN Secretary-General

Ելք. N E-068
28/12/11

Dear Mr. Ban Ki-moon,

We are pleased to present the 2011 Eco Engineering's United Nations Global Compact Report.

Eco Engineering is a values-based company, and we uphold the highest standards of respect for the protection of human rights. We are the first plastic (polyethylene terephthalate PET) bottle recycler in Armenia and the whole region. In 2010, we became a participant in the United Nations Global Compact. The compact is a strategic policy initiative for businesses that are committed to aligning their operations and strategies with 10 universally accepted principles in the areas of human rights, labor, environment, and anti-corruption. Eco Engineering is fully committed to the United Nations Global Compact. Integrity and respect for people are core values for Eco Engineering, and we believe that financial success, social responsibility, and protection of the environment are totally aligned and absolutely essential for long-term sustainability. Our corporate policies apply to Eco-controlled operations nationwide.

The following overview of our 2011 progress report information contained on our external website, www.ecoengineering.am

Principles	2011 Progress	Policy
Human Rights		
1. Businesses should support and respect the protection of internationally proclaimed human rights.	We respect all proclaimed human rights standards in our operations. Treating each person with dignity and respect is one of our core values. We value diversity and inclusion in all of our operations. Eco Engineering is committed to protecting human rights, directly and indirectly, through our employment and business practices and community engagement. We respect and uphold the labor law of the	Vision & Values Human Rights

	Republic of Armenia, including protections against workplace and employment discrimination, the freedom of association, the right to organized labor, and the elimination of child and compulsory labor. We strive to foster a healthy, respectful and inclusive workforce, and to bring its benefits to every community we serve.	
	We seek to understand fully all aspects of how business is conducted where we sell our products throughout the world. Our standard is to contractually require our contractors and suppliers to adhere to the same internationally proclaimed human rights protections and guarantees to which we hold ourselves.	Vision & Values
2. Make sure that they are not complicit in human rights abuses.	We developed and deployed mandatory compliance training modules regarding human rights for more than 100 employees.	Human Rights
	Eco Engineering has established the employees wellness policy. Every employee, according to our wellness policy gets free health checking at company's expense.	Human Rights Vision & Values Wellness
Labor Standards		
3. Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining.	We fully support an employee's right to choose whether or not to join a union.	Human Rights
4. The elimination of all forms of forced and	We forbid the use of any forced or compulsory labor within our own operations and the operations of our suppliers and	Human Rights

compulsory labor.	contractors.	
5. The effective abolition of child labor.	We forbid the use of any child labor within our own operations and the operations of our suppliers and contractors..	Human Rights
6. The elimination of discrimination in respect of employment and occupation.	Eco Engineering's recruitment processes and practices ensure the protection and respect for all people and ensure that no individual is discriminated against on the basis of sex, religion, ethnicity, or political persuasion. We value diversity and inclusion throughout our worldwide operations, and we have set aggressive targets to improve the diversity of our workforce.	Human Rights
Environment		
7. Businesses should support a precautionary approach to environmental challenges.	We support the precautionary approach to environmental challenges.	Strategic Sustainability Targets
	<p>On March 17, 2011, USAID Armenia Mission Director Jatinder Cheema, UN Resident Coordinator/UNDP Resident Representative in Armenia Dafina Gercheva, and Director of the Eco-Engineering company Harutyun Petrosyan launched a joint plastic recycling program GreenStart in Armenia. U.S. Ambassador Marie L. Yovanovitch, representatives of the UN, USAID, and the media attended the ceremony.</p> <p>At the initial phase, the GreenStart project will be implemented in Yerevan and Gegharkunik, Lori, Armavir, Kotayk and Shirak regions, in areas close to water basins and with the highest concentration of PET waste. Based on results and lessons learned, the project will be expanded to target more areas in Armenia. The total budget of the project is 540,000 USD, of which, USAID will pay 80 percent and UNDP 20 percent. The Eco-engineering</p>	Strategic Sustainability Targets

	company will invest 1.5 million USD contingent upon the collection of up to 3,000 tons of PET per year.	
8. Undertake initiatives to promote greater environmental responsibility.	During 2010, we together with USAID and UNPD installed more than 1,000 plastic bottles recycle bins throughout Armenia.	Strategic Sustainability Targets
	Eco Engineering has been working closely with "Ognem" foundation. The aim of the foundation is to facilitate the treatment of children suffering from leucosis, raise awareness about the disease, prepare and publish reports on children suffering from leucosis, conduct statistics, organize fundraising and donation events as well as collaborate with similar foreign organizations.	Donations Vision & Values
9. Encourage the development and diffusion of environmentally friendly technologies.	In 2010 Eco Engineering launched a new eco friendly facility in Yerevan.	Strategic Sustainability Targets
Anti-Corruption		
10. Businesses should work against corruption in all its forms, including extortion and bribery.	Our Corporate Ethics provide employees and shareholders with the opportunity to report confidentially any potential violations of law or company policy.	Corporate Ethics

Director



H. Petrosyan