

## Communication on Progress 5 May 2017

#### To our stakeholders:

I am pleased to confirm that Qualcomm Incorporated reaffirms our support of the Ten Principles of the United Nations Global Compact relating to human rights, labor, environment and anti-corruption.

In this annual Communication on Progress, we describe our actions to continually improve the integration of the Global Compact and its principles into our business strategy, culture and daily operations. We also commit to share this information with our stakeholders using our primary channels of communication.

Steve Mollenkopf

& May

Chief Executive Officer



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## **Our Commitment to the UN Global Compact Principles and Key Accomplishments**

Qualcomm is committed to respecting human rights and avoiding complicity in any human rights abuse, throughout our company, our operations and our communities. Our efforts are informed by the <u>Universal Declaration of Human Rights</u> and the <u>United Nations (UN) Guiding Principles on Business and Human Rights</u>. Our membership in the <u>Electronic Industry Citizenship Coalition (EICC)</u> and our participation in <u>BSR's Human Rights Working Group</u> and the <u>UN Global Compact</u> further augment our efforts. Working with other companies in these multi-industry groups provides us with an opportunity to share best practices and discuss challenges in developing companywide solutions to address human rights concerns.

Over the past year, we have continued to make progress on this commitment. We completed our first formal corporate human rights impact assessment to align our programs and efforts with our corporate priorities. In addition, we conducted our annual legal and compliance risk assessment of our operations worldwide, which included the analysis, review and prioritization of company risks by a cross-functional group of key representatives from our legal, compliance, finance, human resources and internal audit teams. Our Commitment to Human Rights is a statement that details our commitment to respecting human rights and avoiding complicity in any human rights abuse throughout our company, our operations and our communities.

Our 2016 Qualcomm Sustainability Report highlights our sustainability strategy, governance and progress and announces our new 2020 sustainability goals – the milestones that will help us realize our 2030 Sustainability Vision. Our sustainability website features detailed information about our programs on human rights, labor, the environment and anti-corruption, as well as other sustainability topics, and provides opportunities for our stakeholders to contact us directly. Our Sustainability Policy articulates our sustainability mission and overarching commitments to innovate responsibly.

The Qualcomm Way: Our Code of Business Conduct serves as a reference guide to articulate our company values and help us navigate the ethical and legal situations we face on a daily basis. It sets forth the behaviors expected of each employee. It highlights the laws and regulations employees must know and follow, and it describes our common responsibilities—to our customers and business partners, to our stockholders, to our company and to one another. It covers a wide range of topics, including anti-corruption, conflicts of interest, proper record-keeping, workplace safety and security, import-export controls, ethical selection of suppliers, human rights, our environmental responsibility and more. We provide The Qualcomm Way: Our Code of Business Conduct training to all employees worldwide and require them to acknowledge that they've read, understand and will comply with this key overarching Policy. We also offer additional live trainings on The Qualcomm Way as needed.

Our internal website makes it easy for employees worldwide to access country-specific policies and frequently asked questions. In keeping with our open-door culture, each page of the site also invites employees to ask questions or raise concerns, with the option of doing so in-person, via email or via our Business Conduct Hotline, which is available 24 hours a day and can be used anonymously wherever permitted by law. We respond to reports of misconduct as quickly and as confidentially as possible.

Since its inception in 2006, Qualcomm® Wireless Reach™ has collaborated with more than 650 stakeholders on 119 programs in 47 countries—benefitting more than 10 million people globally. These advanced wireless programs strengthen economic and social development with a focus on education, entrepreneurship, health care, the environment and public safety. To promote its long-term success, Wireless Reach is aligned with our broader business goals as well as global government and policy agendas, including the newly adopted UN Sustainable Development Goals.

We were proud to receive a 100 percent score on the <u>Human Rights Campaign Corporate Equality Index</u> in 2015, 2016 and 2017. Information about our other awards related to the UN Global Compact Principles is available here.

Our policies, implementation efforts and outcomes related to the Ten Principles of the UN Global Compact for the past year are detailed below. For more information on Qualcomm's commitments, please contact <a href="mailto:humanrights@qualcomm.com">humanrights@qualcomm.com</a>.



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## **Global Compact Principles**

### **Human Rights**

Principle 1: Businesses should support and respect the protection of internationally proclaimed human rights; and

Principle 2: Make sure that they are not complicit in human rights abuses.

## **Qualcomm's Commitments**

### **Policies and Implementation**

The Qualcomm Way: Our Code of Business Conduct
Electronic Industry Citizenship Coalition Code of Conduct
Our Commitment to Human Rights
Qualcomm Sustainability Policy

#### **Outcomes**

2016 Qualcomm Sustainability Report, including GRI Content Index
Qualcomm Sustainability Website

#### Labour

**Principle 3:** Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining;

Principle 4: The elimination of all forms of forced and compulsory labour:

Principle 5: The effective abolition of child labour; and

**Principle 6:** The elimination of discrimination in respect of employment and occupation.

### **Policies and Implementation**

The Qualcomm Way: Our Code of Business Conduct
Electronic Industry Citizenship Coalition Code of Conduct
Our Commitment to Human Rights
Qualcomm Sustainability Policy
Equal Employment Opportunity and Affirmative Action

#### **Outcomes**

2016 Qualcomm Sustainability Report, including GRI Content Index
Qualcomm Sustainability Website

#### **Environmental**

**Principle 7:** Businesses should support a precautionary approach to environmental challenges;

Principle 8: Undertake initiatives to promote greater environmental responsibility; and

**Principle 9:** Encourage the development and diffusion of environmentally friendly technologies.

## **Policies and Implementation**

The Qualcomm Way: Our Code of Business Conduct
Electronic Industry Citizenship Coalition Code of Conduct
Our Commitment to Human Rights
Qualcomm Sustainability Policy
Our Environmental Guiding Principles

#### **Outcomes**

2016 Qualcomm Sustainability Report, including GRI Content Index

Qualcomm Sustainability Website
Qualcomm Wireless Reach™
Qualcomm Products
Qualcomm Solutions



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Global Compact Principles	Qualcomm's Commitments
Anti-Corruption	Policies and Implementation
Principle 10: Businesses should work against corruption in all its forms, including extortion and bribery.	The Qualcomm Way: Our Code of Business Conduct Electronic Industry Citizenship Coalition Code of Conduct Our Commitment to Human Rights Qualcomm Sustainability Policy Code of Ethics Corporate Governance
	Outcomes 2016 Qualcomm Sustainability Report, including GRI Content Index Qualcomm Sustainability Website