

## December 2018

## To our stakeholders:

I am pleased to confirm that Louis Berger reaffirms its support of the 10 principles of the United Nations Global Compact in the areas of human rights, labor, environment and anti-corruption.

In this annual Communication on Progress report, we describe our actions to integrate the Global Compact and its principles into our business strategy, culture and daily operations.

By enhancing policies and procedures, augmenting business partner due diligence, improving the efficiency of our Compliance and Ethics organization, and maintaining a focus on ethics in every meeting, Louis Berger has emerged as a truly progressive company with the highest ethical standards.

Louis Berger is committed to doing business with the highest integrity. Maintaining a reputation for integrity depends on all of us at Louis Berger. Our goal is to exceed minimum compliance levels and demonstrate, to ourselves, our industry and the world, how to do things the right way.

As we look to the future, we aim to share our knowledge and best practices with business partners to ensure that, together, we are leading the way.

Sincerely yours,

Jim Stamatis, Chief Executive Officer, Louis Berger

## UN Global Compact Communication on Progress 2018



GL	LOBAL COMPACT PRINCIPLES	LOUIS BERGER'S PROGRESS			
Ηι	Human Rights				
1.	Businesses should support and respect the protection of internationally proclaimed human rights.	<ul> <li>The Louis Berger Code of Business Conduct upholds the protection of human rights.</li> <li>We published the Louis Berger Anti-Slavery and Anti-Trafficking Statement on the Louis Berger public website.</li> <li>We adopted a Human Rights policy and published the policy on the corporate intranet.</li> <li>We participated in the International Development Ethics Professionals organization industry events as participant, host and presenter.</li> </ul>			
2.	Businesses should make sure they are not complicit in human rights abuses.	<ul> <li>We maintained an <u>Ethics Helpline</u> for reporting possible abuses. There were no helpline reports of human rights abuses during fiscal year 2018.</li> <li>We vetted all prospective business partners and intermediaries through a mandatory due diligence review process prior to establishing contractual business relationships.</li> </ul>			
La	Labor				
3.	Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining.	<ul> <li>The <u>Louis Berger Code of Business Conduct</u> states that the company respects employees' rights to free association and collective bargaining.</li> <li>We respected the terms of collective bargaining agreements with respect to training during fiscal year 2018.</li> </ul>			
4.	Businesses should uphold the elimination of all forms of forced and compulsory labor.	<ul> <li>The Louis Berger Anti-Slavery and Anti-Trafficking Statement and the Louis Berger Human Rights Policy uphold elimination of forced and compulsory labor.</li> <li>Our Global Anti-Corruption Policy includes a prohibition on coercive practices.</li> <li>Louis Berger complies with minimum wage standards.</li> </ul>			
5.	Businesses should uphold the effective abolition of child labor.	Louis Berger upholds the abolition of child labor under its Human Rights Policy and Code of Business Conduct.			
6.	Businesses should uphold the elimination of discrimination in respect of employment and occupation.	<ul> <li>We adopted a Respectful Workplace Anti-Harassment Policy.</li> <li>Our Code of Business Conduct maintains that all employees are responsible for creating and maintaining a harassment-free workplace.</li> <li>In 2018, we required all U.S. employees to take anti-harassment training and all supervisors to take additional related training, with a total of about 2,200 hours of training completed.</li> <li>Employees also completed a total of approximately 5,400 hours of online compliance and ethics training, in addition to the anti-harassment training.</li> <li>Louis Berger supports two employee resource networks focused on improving diversity and inclusion at Louis Berger—Women @ Louis Berger and Inclusion @ Louis Berger.</li> <li>For the past three years, Louis Berger has tracked and reported our workforce diversity within North America.</li> </ul>			

GLOBAL COMPACT PRINCIPLES	LOUIS BERGER'S PROGRESS			
Environment				
Businesses should support a precautionary approach to environmental challenges.	<ul> <li>As a professional services firm, we provide solutions to clients that seek to protect the environment and human health.</li> <li>We adopted a <u>Sustainability Commitment</u> in 2017, which the CEO distributed to all employees.</li> <li>We signed the Business Backs Low-Carbon USA Commitment in 2016, which encouraged the US administration and congress to honor the commitments made in the historic Paris Climate Agreement.</li> <li>We purchased Renewable Energy Credits (RECs) to offset 30% of our electricity usage in 2017.</li> </ul>			
Businesses should undertake initiatives to promote greater environmental responsibility.	<ul> <li>We adopted a <u>Sustainability Commitment</u> in 2017.</li> <li>We published a <u>Corporate Citizenship and Sustainability Report</u> in 2017, detailing our efforts to measure and reduce our environmental footprint.</li> <li>We maintained ISO 14001 certification in all of our international regions.</li> <li>We published Standard Operating Practices (SOPs) in 2018 to address waste management and recycling in our offices and on projects sites under our control.</li> <li>We implemented a print management tool in 2018 to reduce waste printing.</li> <li>In the U.S., we recycled over 7,700 pounds of e-waste and over 2,600 pounds of K-Cups in 2017 and 2018 to date.</li> <li>Over 100 employees throughout 20 offices participated in the Louis Berger Zero Waste Lunch challenge in 2018.</li> </ul>			
9. Businesses should encourage the development and diffusion of environmentally friendly technologies.  Output  Description:	<ul> <li>The Louis Berger <u>Sustainability Commitment</u> encourages integration of sustainability into projects and operations.</li> <li>Louis Berger is a member of the Zofnass Program for Sustainable Infrastructure at Harvard University, which focuses on developing and promoting methods, processes and tools that qualify sustainability for infrastructure.</li> <li>Louis Berger is a member of the Center for Integrated Facility Engineering at Stanford University, a research center working on issues relevant to the A/E/C industry.</li> <li>Louis Berger is part of the <u>HarborRock consortium</u>, which developed a sustainable and economical process to reuse the natural components found in dredged material.</li> <li>We trained over 130 employees in the <u>Envision Rating System for Sustainable Infrastructure</u>, with approximately 100 current employees certified as Envision Sustainability Professionals (ENV SPs).</li> <li>We partnered with Direct Energy Solar in 2017 to offer employees discounts on residential solar systems.</li> <li>We partnered with EZ-EV in 2018 to offer employees discounts on electric vehicles.</li> <li>We sponsored a <u>Global Innovation Challenge</u> during the summer of 2018 to identify solutions that would improve the sustainability and resilience of our disaster management practice.</li> <li>We started testing drones in different applications, which can potentially reduce environmental impacts and provide cost savings through more efficient data collection.</li> <li>We deployed pro-bono <u>hybrid solar-diesel generators</u> in two communities in Puerto Rico following Hurricane Maria to demonstrate distributed, solar hybrid power technologies while restoring residents' access to fundamental services that would otherwise not be available until full restoration of the central power grid.</li> </ul>			

GLOBAL COMPACT PRINCIPLES	LOUIS BERGER'S PROGRESS			
Anti-Corruption				
10. Businesses should work against	We maintain a Global Anti-Corruption Policy.			
corruption in all its forms,	The Louis Berger Code of Business Conduct describes our anti-corruption policies and practices.			
including extortion and bribery.	We vet all prospective business partners and intermediaries through a mandatory due diligence review process prior to establishing contractual business relationships.			
	We continued to improve our easy-to-use online Authority Matrix, which is a decision-making tool for business activities.			
	We completed approximately 1,500 hours of in-person anti-corruption training for all employees in overseas operations and 1,000 hours of online anti-corruption training.			
	We completed 1,600 hours of new hire and annual Code of Business Conduct training for all employees globally.			
	We completed 400 hours of annual consolidated code training (including anti-corruption) for select U.S. employees.			