Corporate Responsibility @ AIAG

CORPORATE RESPONSIBILITY STEERING COMMITTEE

Global OEM Alignment Activities *

Deliverables: Global Guiding Principles, Practical Guidance Documents

Responsible Materials Work Group
- Smelter Engagement
- Global Requirements & Minerals Sensing
- Industry Best Practice
- Information Sharing

Human Rights
- Forced Labor (Supply Chain, Customs/Trade)

Environmental Sustainability Advisory
- GHG Reporting
- Water Security
- Health & Safety
- Waste Management

Global Chemical Management Advisory
- Globally Harmonized System (GHS)
- Recommendations & Documentation
- Supplier Alliance
  Deliverable: Global Regulatory Updates

Social

Environmental

• = OEM participation only; all other groups shown are open to suppliers and OEMs
Vision (‘North Star’)  
• The auto industry is an Environmental, Social, and Governance (ESG) leader

Mission  
• Align the ESG Core Values,  
• as stated in the Automotive Guiding Principles and cascade,  
• throughout the automotive industry and its supply chain.

Strategies (How)  
• Proactively identify/prioritize issues, needs and trends  
• Engage with other peer organizations to align activities, solutions and objectives  
• Promote and provide direction and alignment with the ESG Core Values
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
Social

 Responsible Materials
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
- Company engagement & Non-conformant smelter engagement

Global Requirements & Minerals Sensing
- Legislative requirements commonality
- EU Engagement (CLEPA)
- Trade sanctions and compliance concerns
- Other conflict areas 3TG, Cobalt, Mica
- Others

Industry Best Practices
- Harmonization
- Reporting/escalations challenges & responses
- Acceptable methods of reporting
- Broader uses of RMI
- Technical content

Information Sharing
- Human impact resulting from Due Diligence (NGO info)
- Reporting obstacles
- Communications/Events
- Training
Forced Labor / Human Rights Ad Hoc 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 Sustainability

Facilitates a common industry approach among members of the automotive industry 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** assists the supply chain with calculating and reporting GHG Emissions and to develop strategies to reduce carbon footprinting.

- **Water Security** assists with benchmarking water activities within manufacturing facilities and develops resources to reduce water usage.

- **Waste Management Workgroup** focuses on single use plastic reduction and increasing recycling.
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.

- **Global Harmonized System Workgroup** provides assistance in the development of GHS compliant SDS and labels within their organization and to monitor updates to GLAPS, GADSL, RoHS and REACH.

- **Recommendation & Documentation Workgroup** focuses on enhancements and testing updates to IMDS.
**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.

- **Supplier Alliance (SUAL)** gives supplier input on issues surrounding IMDS. Twice a year SUAL along with CLEPA and JAPIA meet and present to the IMDS SC.

- **IMDS Planning Committee** is responsible for planning the yearly IMDS & Product Chemical Compliance.
Health & Safety

H&S Adhoc
A new advisory committee for which all H&S topics/concerns can flow through.

- **Contractor** Safety Management is developing resources to reduce and eliminate fatalities and life-altering injuries at worksites and to improve current safety management systems.

- Optimum Shipping and Receiving Workgroup is updating the current handbook to meet new OSHA requirements on dock safety.
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