EICC® and GeSI Reporting Template Update

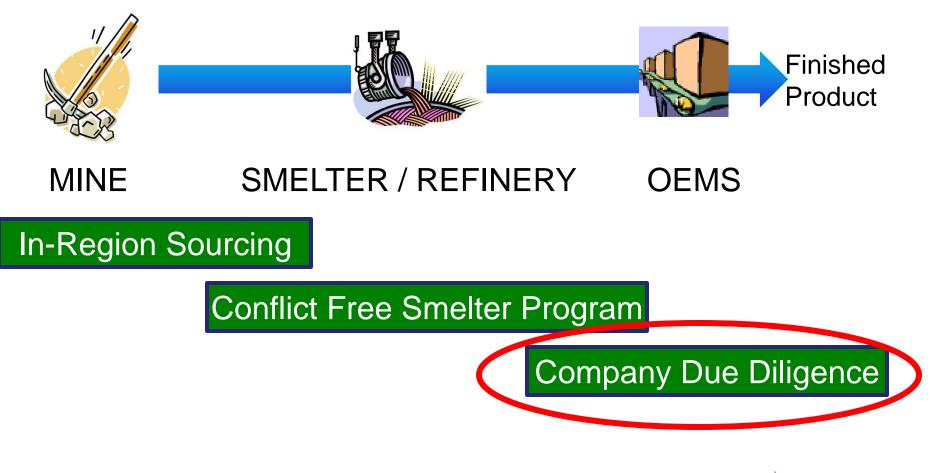May 3, 2012

Components of Responsible Sourcing: EICC-GeSI Approach

MINE SMELTER / REFINERY OEMS Finished Product

In-Region Sourcing

Conflict Free Smelter Program

Company Due Diligence

Conflict Minerals Reporting Template: Philosophy

Define a common industry approach supporting the downstream Due Diligence requirements of the SEC, consistent with the OECD Guidance

- Preserve customer-supplier relationship
- Reduce burden on suppliers and customers
- Preserve confidentiality, enable sharing
- Encourage broad adoption through flexibility

Conflict Minerals Reporting Template: Purpose

1. Identify Conflict Minerals status relative to CFS program
2. Collect Supplier Due Diligence program information
3. Obtain Smelter names

Results**

- 67% of the Pilot Survey Respondents are using the EICC and GeSI Reporting Template as one of their data collection tools for conflict minerals due diligence

- 30% indicated they were relying on this as the primary mechanism

- Non-EICC and GeSI members are using the tool in addition to members

**Based on the OECD Guidance Implementation Pilot

Rev 1.0 Key Learnings

- Low value and low quality data fields should be removed
- Data consistency and quality of certain fields could be improved greatly by providing reference lists
- Not all required data is provided consistently
- Language barriers could be reduced by simplification of wording, improved definitions, and increased language options
- Without an explicit specification for or clarification of the scope of the declaration, suppliers are reporting in an inconsistent and inadequately recorded manner
- Identified reporting approaches not supported

Rev 2.0 Objectives

1. Address identified weaknesses in the template
2. Increase flexibility to support a wider range of interests and needs
3. Encompass any SEC final rule considerations

Proposed Changes

- Addition of Scope and Scope Description Fields
    A. Company level
    B. Division (or sub–company level)
    C. Product Category
    D. Product List

- Addition of Product List tab

Proposed Changes

- Simplification of Smelter List
  - Removal of mine identification
  - Location fields have been segregated
  - Smelter reference lists have been made readily available

- Declaration questions have been simplified / better clarified

- Misc changes

Due Diligence Sub Team Schedule

- Nov 2011 – Compiled input / suggestions for template revisions

- Dec 2011 to March 2012 – Reviewed changes

- April 2012 – Created final draft template

- April 16 to 30 – Solicit comments from Extractives Work group

- May 2012 – Finalize changes and Translate

- June 2012 - Publish final version of Rev 2.0

For More Information

- www.conflictfreesmelter.org

BACKUP

Use Cases

Declaration Choices for a Customer of "Acme, Inc."

Scope [Field]	Description of Scope [Field]	Product List [Tab]
Company Level	NA	NA
Division Level	Acme Electronic Devices Division	NA
Product Category Level	Capacitors	NA
Specific List of Products	NA	CF-CAP-001 CF-CAP-002 CF-CAP-003 CF-CAP-004 CF-CAP-005

Rev 2.0 Mock-up: Scope Declaration

Rev 2.0 Mock-up: Product List

Supplier to list specific product(s) which define the scope of the declaration when declaration scope choice "D" is selected

Definitions

Definitions:

Division: A defined unit of a business which performs a specific service or produces a specific category of products

Category of Products: A group of products which can be described by a industry recognized generic term

Products: A company's Products or Finished goods are those materials or items which have completed the final stage of manufacturing and/or processing and are available for distribution or sale to customers