

Principle 2	
1 List up to 3 of your products or services whose design has incorporated social or environmental concerns, risks and/or opportunities	(a) Gas insulated switch gear (b) Ester filled transformers (c) Dry type distribution transformers
2 For each such product, provide the following details in respect of resource use (energy, water, raw material etc.) per unit of product (optional):	Life Cycle Analysis (LCAs) have been conducted for products such as power transformers, breakers, gas insulated switchgears, current relays, etc. and these also have environmental product declarations (EPD)
(a) Reduction during sourcing/production/distribution achieved since the previous year throughout the value chain?	Not available
(b) Reduction during usage by consumers (energy, water) has been achieved since the previous year?	Not available
3 Does the Company have procedures in place for -sustainable sourcing (including transportation)?	<p>Yes. The Company has set procedures to select suppliers, contractors and service providers based on their competence and capability to undertake tasks and in compliance with the Hitachi ABB Power Grids Supplier Code of Conduct which includes health & safety, environment, ethics & integrity, human rights, working conditions among others. As a guiding principle the Company prefers to do business with compliant and sustainable suppliers. The Company has set procedures in place for sustainable transportation as well. At the time of qualification to become Company's supplier, the vendor is assessed across sustainability matrix.</p> <p>The Company has implemented a Supplier Sustainability Development Program (SSDP) as part of a comprehensive sustainable sourcing initiative. The goal of the SSDP is to ensure compliance with the Supplier Code of Conduct, to support continual improvement of the sustainability performance of suppliers and to provide customers with a highly competitive and sustainable supply chain. In the scope of this program, the Company trained both suppliers and Company employees, and carried out supplier audits to identify improvement in the areas of general management, working hours, remuneration, social benefits, health and safety, environmental protection etc.</p> <p>Yes. The Group directive specifically for Sourcing Transport & Logistics service is a guidance document that the Company follows. Among many other stringent criteria that the supplier is evaluated upon, key sustainability aspects that are reviewed for selection include: HSE policy and training programmes of the vendor, compliance to internal and external certification of the operations staff of the vendor for HSE training to ensure their HSE competencies prior to commencement of work, compliance to PPE requirement, certification of all safety tools, equipment by third party and to check if the vendor is in compliance with all the governmental environmental regulations, energy performance improvement and Carbon footprint initiatives. There are also stringent qualifications across Hitachi ABB Power Grids' Human Rights policy, training, and adherence to Hitachi ABB Power Grids' RoHS, REACH compliance and to Hitachi ABB Power Grids List of Restricted and Prohibited Substances for supplier qualification.</p>
(a) If yes, what percentage of your inputs was sourced sustainably? Also, provide details thereof, in about 50 words or so.	All of the Company's suppliers mandatorily go through a stringent evaluation and qualification criteria before they are registered with the Company. The qualification procedures include all aspects of sustainability performance.
4 Has the Company taken any steps to procure goods and services from local & small producers, including communities surrounding their place of work	Yes. Businesses do have their list of local suppliers. However, the Company has moved towards a centralized procurement team and all of its supplier's and suppliers need to meet with the set of qualification requirements of the Company.
(a) If yes, what steps have been taken to improve their capacity and capability of local and small vendors?	The Company has analysed and identified the most common issue of its suppliers as "limited knowledge in legal requirements related to factory" during sustainability assessments. Training materials on relevant local laws and information has been made available to the participants of the SSDP.
5 Does the Company have a mechanism to recycle products and waste? If yes what is the percentage of recycling of products and waste (separately as <5%, 5-10%, >10%). Also, provide details thereof, in about 50 words or so	Yes. Greater than 10%