
Supplier Environmental Sustainability Guidelines

Updated January 2023

I. Introduction

JPMorgan Chase & Co. (“JPMC”, the “Firm” or “we”) believes that responsible and sustainable business practices are important to the long-term interests and stability of the Firm and its clients, customers and other stakeholders. To support and advance our Firm’s commitment to sustainability, including our goal of achieving and maintaining carbon neutrality across our operations, we are enhancing our sustainability strategy to consider the policies and practices of our suppliers.

These Supplier Environmental Sustainability Guidelines (“Guidelines”) are intended to establish a framework for our Firm to further incorporate environmental considerations into our procurement process, and to encourage JPMC suppliers to integrate positive environmental practices within their own organizations. The Guidelines are also intended to assist suppliers in preparing for compliance with future mandatory standards, including those that may be required by regulators, JPMC and/or their other customers.

II. Establish and Report on Sustainability Goals and Policies

Developing and implementing robust environmental policies and practices, and reporting on progress, is central to managing organizations’ key environmental impacts, risks and opportunities, and to being publicly accountable for their performance. Key recommendations:

- **Implement and report environmental policies and practices.** JPMC encourages suppliers to implement and report on their short-term and long-term efforts to address environmental impacts, including but not limited to reducing GHG emissions, increasing energy efficiency, reducing water consumption and increasing waste diversion from landfills. Reporting may be submitted directly to JPMC or into any third-party supplier sustainability platform that JPMC may select to manage such data collection.
- **Set public goals to reduce environmental impacts.** JPMC encourages suppliers to publish public goals to reduce the environmental impact of their operations, products and services - including science-based climate targets, such as GHG emissions reduction or percentage of renewable energy - and to publicly report progress relative to these goals. JPMC further requests suppliers’ cooperation in contributing such information to any sustainability platform that we may select to manage reporting for our supply chain.
- **Manage own supply chain.** JPMC encourages suppliers to establish similar expectations for their first-tier suppliers to set long-term environmental sustainability goals and to review second-tier suppliers as part of their overall sustainability strategies.

III. Measure and Disclose Key Environmental Impacts

Measuring and disclosing key environmental impacts – such as energy and water consumption, greenhouse gas (GHG) emissions, waste, air and water pollution, erosion and hazardous materials – helps organizations identify related risks and opportunities, design and implement more effective environmental policies and practices, and track their progress over time. Key recommendations:

- **Calculate and disclose GHG footprint.** JPMC encourages suppliers to calculate and disclose their GHG footprint, including both direct and indirect emissions and related climate impacts, in accordance with standard GHG accounting protocols. JPMC further requests suppliers' cooperation in providing this information to support calculation of GHG emissions in our supply chain.
- **Evaluate and mitigate climate change risks.** JPMC encourages suppliers to evaluate the potential adverse impacts of climate change on their operations and the related potential financial impacts to their businesses, and to disclose their findings. Suppliers are further encouraged to actively mitigate those risks to minimize the potential impact to their operations and potential impacts to JPMC.

IV. Promote a Culture of Environmental Sustainability

Promoting a culture of environmental sustainability and corporate responsibility is important for the successful integration and continuous improvement of related policies and practices. Key recommendations:

- **Train employees on environmental sustainability.** JPMC encourages suppliers to implement programs to train current employees and new hires on their companies' sustainability policies and practices.
- **Establish oversight and management of environmental sustainability.** JPMC encourages suppliers to establish clear structures for oversight and management of their sustainability programs and to hold senior leaders accountable for their programs' success.