Environmental Policy Statement

Arm recognises that its day-to-day activities have an impact on the environment and considers environmental management to be an integral part of good business practice. The company is committed to a program of continuous environmental improvement to conserve natural resources, address climate change, and minimise any adverse environmental impact from its operations including preventing pollution.

Arm regards environmental regulations, laws, and other codes of practice as minimum standards for environmental performance and endeavours to exceed these standards whenever practical.

In response to the climate crisis, Arm is decarbonising its business. It is reducing its own Greenhouse Gas (GHG) emissions and is also committed to driving increased power efficiency for the products it designs.

Arm has committed to reducing its absolute GHG emissions by FYE30 in line with a 1.5°C climate pathway and the Paris Agreement (versus a FYE20 baseline). The organization has set individual absolute GHG reduction targets across key impact areas of all emissions sources (scopes) to deliver this ambition. As the company transitions to its 2030 target it has also committed to balancing some emissions (scopes 1 & 2 (energy use) and scope 3 category 6 (business travel)) using accredited carbon offsets from 2023 onwards. This use of offsets is additional, and secondary to the company's commitment to absolute emissions reduction by 2030.

Regarding Arm's estate, it is committed to sourcing renewable energy for its sites wherever possible[1] (or low carbon energy in some locations) and to support its people to save energy and other natural resources when in its buildings or working on the company's behalf.

Arm is committed to:

Compliance with environmental legislation

- Complying with or exceeding all relevant legislation and regulatory requirements

Efficient resource use, prevention of pollution, and emissions reduction

- Efficiently managing and reducing the use of resources across all company locations. This includes:
    - Reducing energy consumption through power management and use of energy efficient products.
    - Switching/purchasing 100% renewable/zero-carbon electricity for all offices and data centres.
    - Reducing waste generated by business activities through - reduction and recycling of general office waste and responsible disposal of computer hardware.
    - Minimising the risk of pollution by responsibly managing materials, equipment, and waste streams to prevent harm to air, water, or land.

[1] Where renewable electricity tariffs are not available we purchase EACs (Energy Attribute Certificates) in the relevant local geography to achieve 100% renewable electricity sourcing.

- Improving collection of data for its water footprint and exploring options to increase water efficiency and minimise wastewater.
- Engaging with its supply chain to understand and reduce their carbon emissions.
- Reducing emissions generated by travel to work by supporting and promoting low carbon options including public transport, car sharing, EVs, and walking or cycling - wherever safe.
- Managing emissions relating to business travel through efficient travel planning, pre-trip travel approval process, carbon budgets for travel, and supporting and promoting virtual meetings and webinars wherever possible.
- Supporting local and global biodiversity initiatives.

Responsible Offsetting of GHG emissions

- Prioritising carbon reduction over carbon offsetting.
- Offsetting using only accredited voluntary carbon market offsets.
- Investing in nature-based and/or technology-based offset projects.
- Arm will consider emissions avoidance offsets as well as removal offsets to deliver its offsetting commitment between 2023 - 2030.

Engaging with stakeholders

- Increasing awareness of its environmental policy and environmental policy statement with employees and contractors and provide guidance to enable them to contribute effectively.
- Increasing awareness of its environmental policy statement with external suppliers and customers and encouraging their adoption of environmental best practice.
- Participating in local, national, and international discussions about environmental issues where its voice can make a difference.

Target setting and performance reporting

- Setting environmental targets and reporting publicly on progress annually.

Policy and performance review

- Regularly monitoring and reviewing its environmental performance to ensure the ongoing effectiveness of environmental management.
- Reviewing this Environmental Policy Statement annually and following any significant changes in legislation or operational activities, to ensure it continually strives to improve performance.

Contact:

Please contact sustainability@arm.com if you have any questions regarding this Environmental Policy Statement.