

The Philips logo, consisting of the word "PHILIPS" in a bold, blue, sans-serif font, is positioned in the top left corner of the slide. The background of the slide is a dark blue gradient with abstract, overlapping shapes in various shades of blue and green, creating a sense of movement and depth.

**PHILIPS**

[www.philips.com](http://www.philips.com)

# Making the world **healthier** and **more sustainable**

innovation  you



Philips today:  
a health-tech company.

# Global challenges make action an **urgent necessity**



**Rising cost of healthcare**



**~50% of global population** lacks access to full coverage of essential healthcare services<sup>1</sup>



**1.5x overconsumption** of Earth's resources



**Substantial carbon reduction** needed to achieve global 2°C temperature rise target

<sup>1</sup> World Bank (2017) Tracking universal health coverage: 2017 global monitoring report (English). Washington, D.C.: World Bank Group



We strive to make the world  
**healthier and more sustainable**  
through innovation

Our goal is to improve  
the lives of **3 billion people**  
per year by 2030

1.54 billion Lives Improved in 2018





# Our action plan supports the UN's global goals

Make the world healthier and more sustainable through innovation  
Improve the lives of 3 billion people a year by 2030

Healthy people, Sustainable planet

Health and well-being for all (SDG 3)

Sustainable consumption and production (SDG 12)  
Climate action (SDG 13)

**Financially sustainable care**

- Value-based care
- Prevention
- Move to digital
- From products to solutions

**Access to care for the underserved**

- Locally relevant innovations
- CLC roll-out
- Prove impact to local governments

**Sustainable use of materials**

- Circular product and service design
- Green portfolio
- Close loops
- No landfill

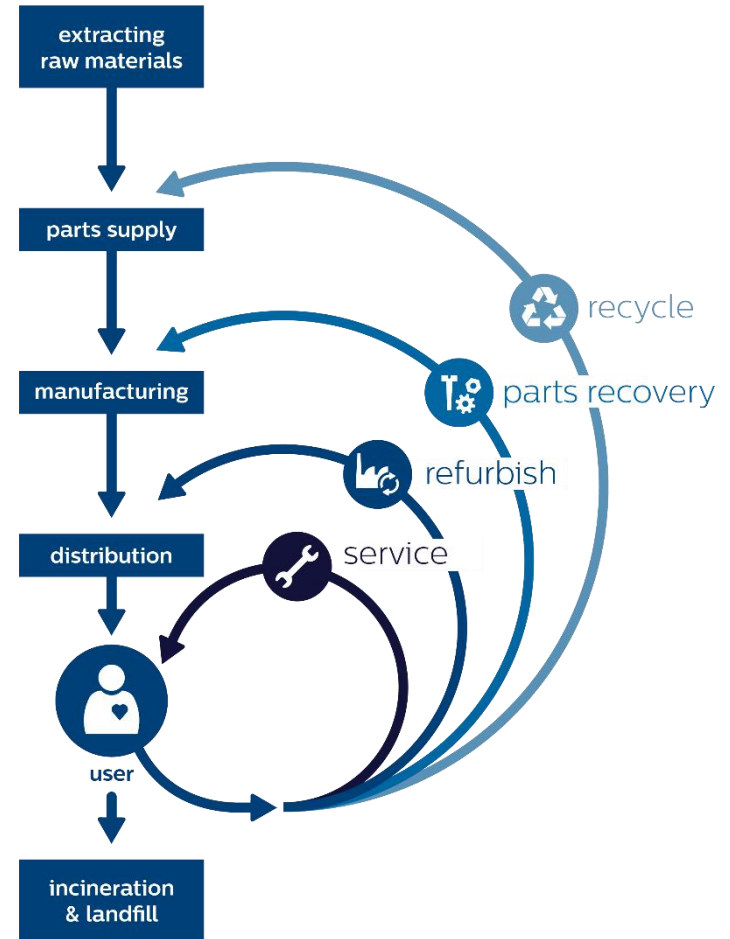
**Sustainable use of energy**

- Reduce emissions (logistics and travel)
- Energy efficiency
- Green electricity
- Carbon offsetting



# Driving towards a circular and green portfolio (SDG 12)

To drive the transition to a **circular economy**, we are adopting innovative business models and maximizing the lifetime value of our products and solutions.



# Our ambitious **circular economy objectives**



**15%**

of sales from circular products and services

**90%**

of operational waste recycled

**zero**

waste to landfill

## Close the loop

on large medical systems equipment that becomes available to us, and **extend circular practices to *all* medical equipment by 2025**



# We offer a variety of **circular propositions**

## Helium-free RM technology



The world's first MR system to enable helium-free operations<sup>1</sup>, reducing the chance of lengthy and costly disruptions, and eliminating dependency on a commodity with an unpredictable supply.

## Refurbished\* products and systems



The **Diamond Select program** offers refurbished healthcare systems where customers can benefit from state-of-the-art technology at a more affordable price.

## Refurbished\* components



**RAPID\*\*** program reuses 50-70% parts / materials from returned X-ray tubes.

## On-site or remote upgrades



**Philips SmartPath** is an economical way to enhance existing Philips systems to current technology or increased capacities. Key components are upgraded so that the system is like new.

## Products with recycled plastics content



**Performer Ultimate vacuum cleaner** contains 36% recycled plastics\*\*\*



# Supporting climate action (SDG 13)

# Our carbon targets

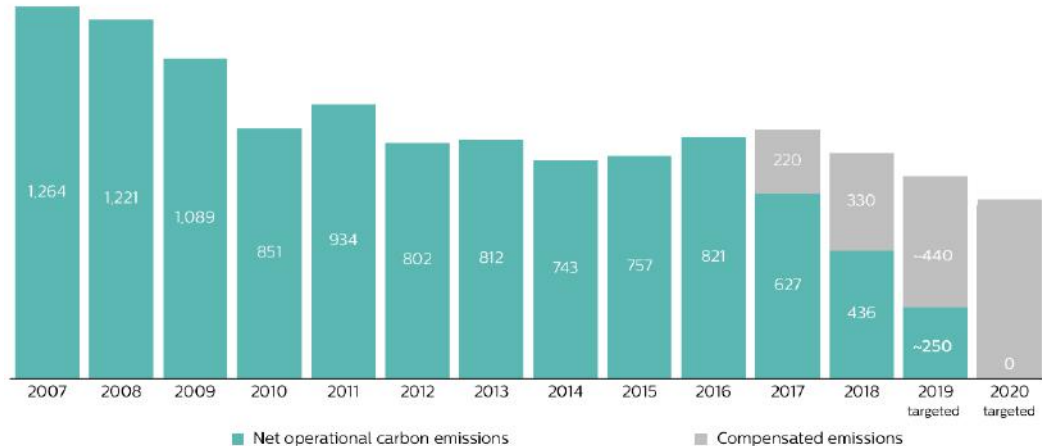
approved by Science-Based Targets initiative

- **75% reduction in total CO<sub>2</sub>-equivalent emissions** from our industrial and non-industrial sites by 2025, and 90% reduction by 2040, compared to 2015 baseline
- **4% reduction in indirect greenhouse gas emissions** across our entire value chain by 2025, and 11% reduction by 2040, compared to 2017 baseline

## Becoming carbon neutral by 2020



Operational carbon footprint in kilotonnes CO<sub>2</sub>e



# A shared commitment

By **working together**,  
we can drive global  
action on sustainability

