

Title: Ethical and Environmental Policy
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Policy Statement

SiTel Semiconductor B.V. (hereinafter: SiTel) is dedicated supplying high quality products which meet the requirements of its customers in a manner consistent with high environmental and ethical standards.

As a fables semiconductor company, based in the Netherlands and serving a global customer base, SiTel is committed to stimulate and to ensure, as a matter of policy, that all products supplied to its customers are manufactured by world-class sub-contractors and suppliers and are compliant with internationally recognized ethical and environmental standards and laws.

Ethical Policy

SiTel's ethical policy is based upon the respect for the diversity of local legislations. As a baseline, SiTel is committed to comply with its ethical code of conduct in line with the Ethical Trade Initiative (ETI) base code. SiTel's ethical code of conduct is attached to this policy.

Environmental Policy

SiTel is fully committed to behave in an environmentally responsible manner. SiTel's goal is to enable its customers to be compliant with the relevant environmental national and international legislation. A process is in place to evaluate and continual improve the environmental aspects of it products and processes. Where possible we prevent any emissions to the environment. The emphasis on our environmental targets will be the reduction of the power consumption of our products.

For that reason SiTel has set up working programs together with its sub-contractors and suppliers to comply with relevant international legislation. As a standard SiTel requires that all its key sub-contractors and suppliers conform to the requirements of ISO14001:2004, the Reach (Registration, Evaluation and Authorization and restriction of Chemicals) legislation, and the Directive on the Restriction of the Use of Certain Hazardous Substances in Electrical and Electronic Equipment (RoHS) 2002/95/EC to ensure control and elimination of materials recognized as hazardous.



Asmund Tielens
CEO
SiTel Semiconductor B.V.

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1 EMPLOYMENT IS FREELY CHOSEN

- 1.1 There is no forced, bonded or involuntary prison labour.
- 1.2 Workers are not required to lodge "deposits" or their identity papers with their employer and are free to leave their employer after reasonable notice.

2. FREEDOM OF ASSOCIATION AND THE RIGHT TO COLLECTIVE BARGAINING ARE RESPECTED

- 2.1 Workers, without distinction, have the right to join or form trade unions of their own choosing and to bargain collectively.
- 2.2 The employer adopts an open attitude towards the activities of trade unions and their organisational activities.
- 2.3 Workers representatives are not discriminated against and have access to carry out their representative functions in the workplace.
- 2.4 Where the right to freedom of association and collective bargaining is restricted under law, the employer facilitates, and does not hinder, the development of parallel means for independent and free association and bargaining.

3. WORKING CONDITIONS ARE SAFE AND HYGIENIC

- 3.1 A safe and hygienic working environment shall be provided, bearing in mind the prevailing knowledge of the industry and of any specific hazards. Adequate steps shall be taken to prevent accidents and injury to health arising out of, associated with, or occurring in the course of work, by minimising, so far as is reasonably practicable, the causes of hazards inherent in the working environment.
- 3.2 Workers shall receive regular and recorded health and safety training, and such training shall be repeated for new or reassigned workers.
- 3.3 Access to clean toilet facilities and to potable water, and, if appropriate, sanitary facilities for food storage shall be provided.
- 3.4 Accommodation, where provided, shall be clean, safe, and meet the basic needs of the workers.
- 3.5 The company observing the code shall assign responsibility for health and safety to a senior management representative.

4. CHILD LABOUR SHALL NOT BE USED

- 4.1 There shall be no new recruitment of child labour.
- 4.2 Companies shall develop or participate in and contribute to policies and programmes which provide for the transition of any child found to be performing child labour to enable her or him to attend and remain in quality education until no longer a child; "child" and "child labour" being defined in the United Nations Supplier Code of Conduct.
- 4.3 Children and young persons under 18 shall not be employed at night or in hazardous conditions.
- 4.4 These policies and procedures shall conform to the provisions of the relevant International Labour Organisation standards.

5. LIVING WAGES ARE PAID

- 5.1 Wages and benefits paid for a standard working week meet, at a minimum, national legal standards or industry benchmark standards, whichever is higher. In any event wages should always be enough to meet basic needs and to provide some discretionary income.
- 5.2 All workers shall be provided with written and understandable Information about their employment conditions in respect to wages before they enter employment and about the particulars of their wages for the pay period concerned each time that they are paid.
- 5.3 Deductions from wages as a disciplinary measure shall not be permitted nor shall any deductions from wages not provided for by national law be permitted without the expressed permission of the worker concerned. All disciplinary measures should be recorded.

6. WORKING HOURS ARE NOT EXCESSIVE

- 6.1 Working hours comply with national laws and benchmark industry standards, whichever affords greater protection.
- 6.2 In any event, workers shall not on a regular basis be required to work in excess of 48 hours per week and shall be provided with at least one day off for every 7 day period on average. Overtime shall be voluntary, shall not exceed 12 hours per week, shall not be demanded on a regular basis and shall always be compensated at a premium rate.

7. NO DISCRIMINATION IS PRACTISED

- 7.1 There is no discrimination in hiring, compensation, access to training, promotion, termination or retirement based on race, caste, national origin, religion, age, disability, gender, marital status, sexual orientation, union membership or political affiliation.

8. REGULAR EMPLOYMENT IS PROVIDED

- 8.1 To every extent possible work performed must be on the basis of recognised employment relationship established through national law and practice.
- 8.2 Obligations to employees under labour or social security laws and regulations arising from the regular employment relationship shall not be avoided through the use of labour-only contracting, sub- contracting, or home-working arrangements, or through apprenticeship schemes where there is no real intent to impart skills or provide regular employment, nor shall any such obligations be avoided through the excessive use of fixed-term contracts of employment.

9. NO HARSH OR INHUMANE TREATMENT IS ALLOWED

- 9.1 Physical abuse or discipline, the threat of physical abuse, sexual or other harassment and verbal abuse or other forms of intimidation shall be prohibited.

For more information check; *The Ethical Trading Initiative*

All SiTel sites and offices comply with these rules of conduct.

SiTel is committed to set up working programmes with its subcontractors and suppliers worldwide in order to stimulate the compliancy of its subcontractors and suppliers to these rules of conduct. This policy is part of Quality audits, SiTel performs at her subcontractors

This code of conduct is subject to modification.

A handwritten signature in black ink, appearing to read "Frank van den Dungen".

Frank van den Dungen
Quality Systems Manager