

P&G 2ND TIER PROGRAM



WE ARE UNIQUE AND WE ARE UNITED



OBJECTIVE

TO PROVIDE P&G PRIME SUPPLIERS WITH INFORMATION AND TOOLS TO BEGIN REPORTING 2ND TIER SPEND IN SUPPORT OF P&G'S SUPPLIER DIVERSITY STRATEGY.



CONTENT

P&G'S WIDEN THE SCREEN VIDEO

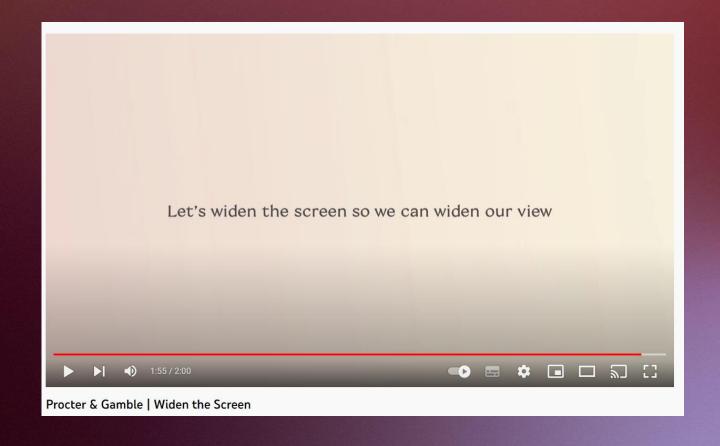
P&G'S SUPPLIER DIVERSITY STRATEGY

2ND TIER PROGRAM

SUPPLIER DIVERSITY EXTERNAL COUNCILS



CLICK HERE OR IN THE IMAGE BELOW TO WATCH ONE OF OUR WIDEN THE SCREEN VIDEOS





P&G's Supplier Diversity Ambition by 2030

INCREASE GLOBAL SPEND FROM <u>\$3</u>
BILLION TO \$5 BILLION

DOUBLE THE NUMBER OF PRIME SUPPLIERS REPORTING 2ND TIER

DOUBLE SPEND WITH BLACK OWNED BUSINESSES

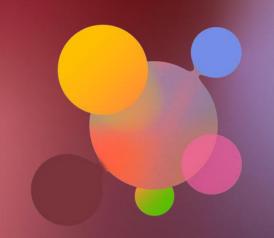
REACH \$10BILLION ACCUMULATIVE SPEND WITH WOMEN OWNED AND LED SINESSES BY 2025



WE ARE UNIQUE AND WE ARE UNITED

P&G'S SUPPLIER DIVERSITY STRATEGY

- WORK WITH OUR BUSINESS LEADERS TO ESTABLISH SPECIFIC TARGETS
- MODIFY OUR SOURCING SYSTEMS
- LEVERAGE OUR WORLD-CLASS SUPPLY CHAIN FINANCING PROGRAM
- INCREASE 2ND TIER SPEND WITH ALL PRIME SUPPLIERS





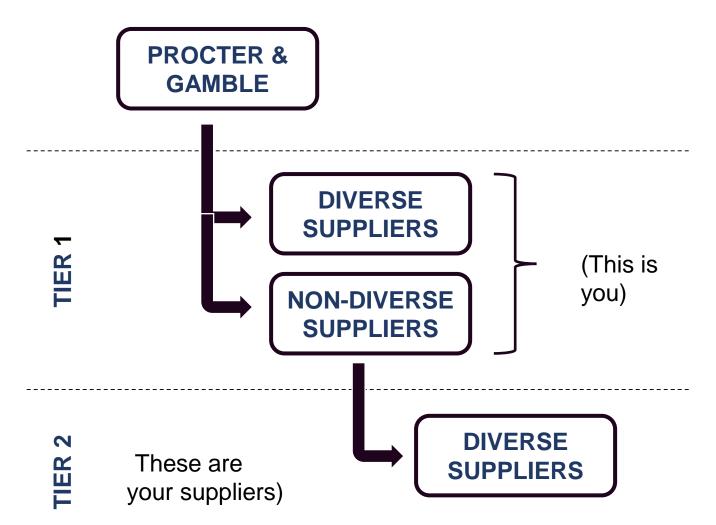




WHAT IS 2ND
TIER
SPEND?

HOW DO YOU REPORT TO P&G?

WHAT IS A 2ND TIER SPEND?





TYPES OF 2ND TIER SPEND

DIRECT versus INDIRECT

REASON FOR YOUR DIVERSE SPENDING:

CUSTOMER RELATED SUBCONTRACTS

ACTIVITIES

OPERATIONAL

CATEGORY OF DIVERSE SPENDING:

DIRECT TIER 2
SPENDING

INDIRECT TIER 2
SPENDING



CRITERIA OF 2ND TIER SUPPLIERS

U.S:

- Suppliers from multiple diversity categories including:
 - MBE*, WBE, SDVET, VET, LGBT, PwD

Countries outside of the U.S:

- WBE suppliers only
- Certified by WeConnect (agency) or supplierSelf-registered

*Black, Hispanic, Native American, Asian-Pacific, Asian-Indian.

For more detailed description, visit NMSDC website

WAYS YOU CAN IMPACT 2ND TIER

WORK WITH THE P&G BUYER/SRO TO DEVELOP A 2ND TIER PLAN

ENROLL/TRAIN ON THE SUPPLIER.IO TOOL

LEVERAGE SUPPLIER DIVERSITY EXTERNAL COUNCILS





GETTING STARTED – BASIC INFORMATION

- **☐** Report online every quarter
- Have your total company's sales to P&G in the US and overall company's sales in US available
- Submit spend by diversity category for Indirect Spend
- Submit company name and spend amount for each supplier for Direct spend
 - You can report Direct spend for Outside the US in the tool



WHEN TO REPORT?

Q1 – JAS Due by October 31st

Q2 - OND Due by January 31st

Q3 – JFM Due by April 30th

Q4 – AMJ Due by July 31st



TOOLS & RESOURCES

INFORMATION: HTTPS://PGSUPPLIER.COM/SUPPLIER-CITIZENSHIP#SUPPLIER-DIVERSITY - THIS IS WHERE YOU'LL FIND MORE INFORMATION ABOUT OUR SUPPLIER DIVERSITY EFFORTS.

REPORTING ACCESS - TO ENROLL IN TIER 2 REPORTING, FOLLOW THIS LINK AND SELECT P&G.

ENROLL: HTTPS://WWW.UNIFIEDTIER2.COM/REQUEST-REPORTING-ACCESS.HTML



SUPPLIER DIVERSITY EXTERNAL COUNCILS





WHAT IS THE ROLE OF AN EXTERNAL SUPPLIER DEVELOPMENT COUNCIL?

- **CERTIFY DIVERSE OWNED SUPPLIERS**
- PROVIDE DEVELOPMENT OPPORTUNITIES
 THROUGH CAPABILITY AND LEARNING
- **CONNECT MBES WITH CORPORATE MEMBERS**



EXTERNAL COUNCILS & AFFILIATES

NATIONAL MINORITY SUPPLIER DEVELOPMENT COUNCIL (NMSDC): HTTP://WWW.NMSDC.ORG/NMSDC/

WOMEN'S BUSINESS ENTERPRISE NATIONAL COUNCIL (WBENC): HTTP://WWW.WBENC.ORG/REGIONAL-PARTNER-ORGANIZATIONS2

NATIONAL GAY & LESBIAN CHAMBER OF COMMERCE (NGLCC): HTTP://WWW.NGLCC.ORG/AFFILIATE-CHAMBERS

DEPARTMENT OF VETERAN AFFAIRS: HTTP://WWW.VA.GOV/

WECONNECT INTERNATIONAL:
HTTPS://WECONNECTINTERNATIONAL.ORG/EN/



DISABILITY:IN: HTTPS://DISABILITYIN.ORG/

WE HOPE THAT YOU ARE ABLE TO JOIN US ON OUR JOURNEY TO INCREASE 2ND TIER SPEND TO HELP US REACH \$5B BY 2030.

IF YOU ARE INTERESTED IN LEARNING MORE FROM OUR DIVERSE SUPPLIERS FROM TODAY, PLEASE REACH OUT DIRECTLY TO THEM OR SEND A NOTE TO:

CITIZENSHIP.IM.1@PG.COM

IF YOU WANT TO FIND OUT MORE ABOUT P&G'S SUPPLIER CITIZENSHIP PROGRAM, PLEASE GO TO: WWW.PGSUPPLIER.COM