

Cabot Microelectronics Corporation EHS Performance Report- 4Q FY'12

CMC is committed to conducting its business operations in a manner that preserves the environment, which includes minimizing waste, conserving energy and preventing pollution. Our commitment goes beyond regulatory compliance and ISO certifications. The following charts shows our overall progress over the last three years.

Additionally, we are partnering with our customers to help them achieve their environmental goals. As we look to the future, we plan to further reduce the environmental impact of doing business by strongly encouraging our suppliers to share our environmental vision, and we plan to measure the progress of these preferred suppliers. Through our own initiatives, as well as through joint programs with our customers and suppliers, we strive to continue to be a trusted business partner and model corporate citizen with respect to the environment.

As part of our Fiscal Year '08 environmental activity, CMC set five year reduction targets related to the use of electricity, the generation of landfill waste and water (Set in FY'09). The following tables show our performance to date:

CMC 5 Year Landfill Waste Reduction Goal				
Fiscal Year	Target Goal (Lbs.)	Actual Volume Disposed (Lbs.)	Percent Reduction to Baseline	% Reduction Goal-Cumulative
'08	1,009,260	Baseline	Baseline	Baseline
'09	908,334	285,675	72%	10%
'10	807,408	581,140	43%	20%
'11	706,482	341,590	66%	30%
'12	605,556	343,090	66%	40%
'13	504,630			50%

Goal: Reduce overall landfill waste in pounds by 50% over a 5 year period ending in FY'13.

CMC 5 Year Electrical Usage Reduction Goal				
Fiscal Year	Target Goal (KwH.)	Actual Amount Used (KwH)	Percent Reduction to Baseline	% Reduction Goal-Cumulative
'08	21,607,051	Baseline	Baseline	Baseline
'09	20,958,839	20,058,135	7%	3%
'10	20,310,628	20,879,034	3.4%	6%
'11	19,662,416	19,537,659	9.6%	9%
'12	19,014,205	19,202,766	11.1%	12%
'13	18,365,993			15%

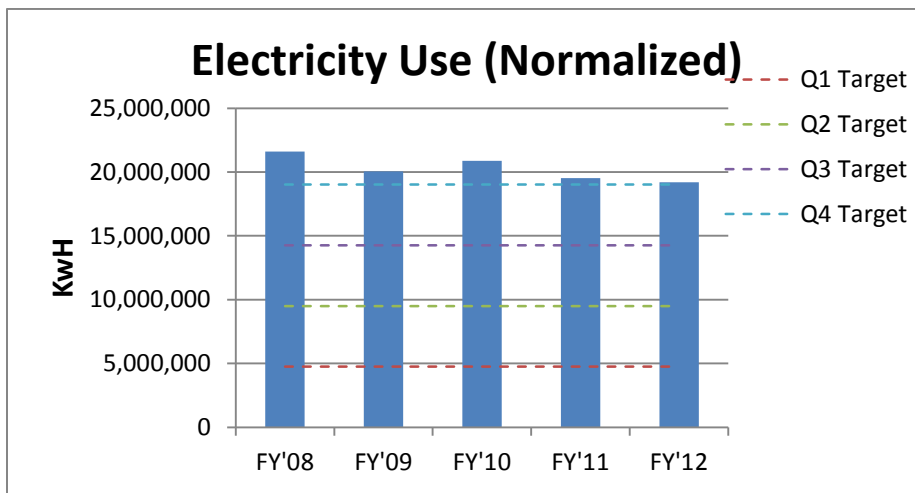
Goal: Reduce overall electricity usage in KwH by 15% over a 5 year period ending in FY'13.

CMC 5 Year Water Usage Reduction Goal

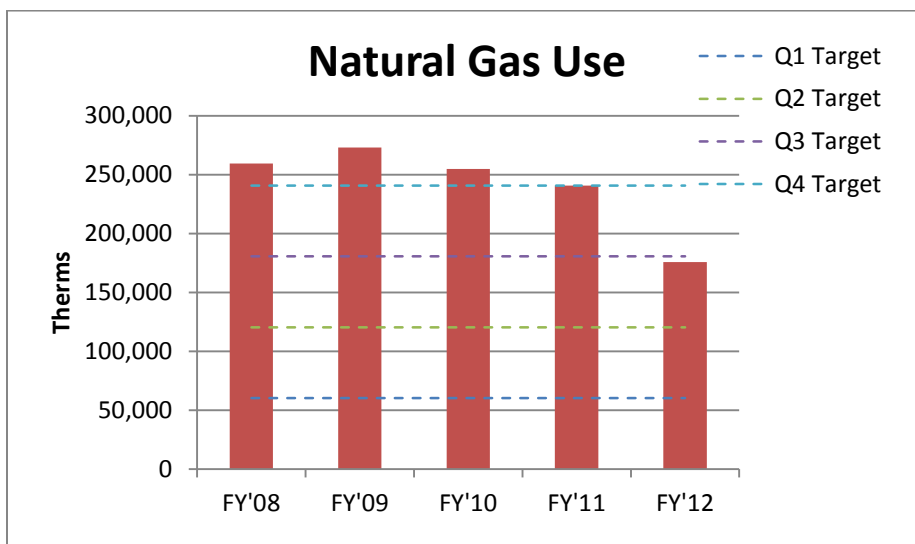
Fiscal Year	Target Goal (Gal.)	Actual Amount Used (Gal.)	Percent Reduction to Baseline	% Reduction Goal-Cumulative
'09	24,826,892	Baseline	Baseline	Baseline
'10	24,330,354	23,393,468	5.8%	2%
'11	23,833,816	23,869,370	3.9%	4%
'12	23,337,278	21,830,363	12.1%	6%
'13	22,840,740			8%
'14	22,344,202			10%

Goal: Reduce overall water usage in Gallons by 10% over a 5 year period ending in FY'14.

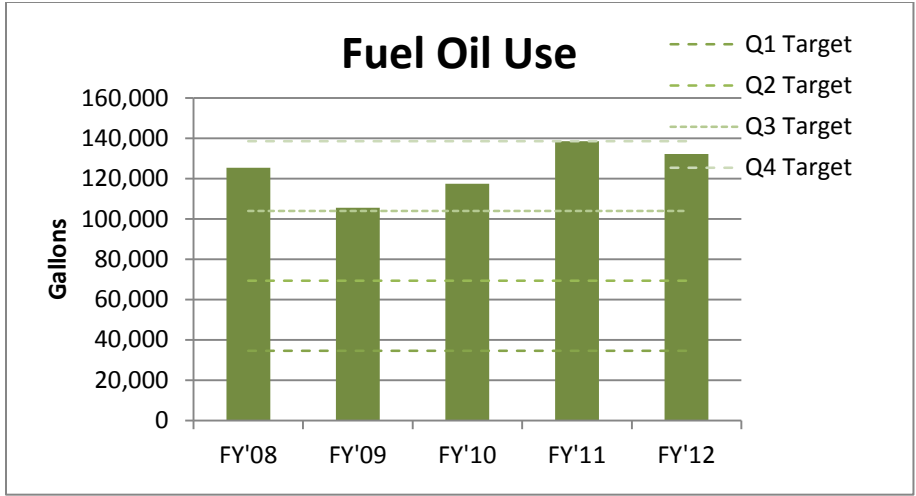
Additionally, the following tables show our current fiscal year quarterly performance.



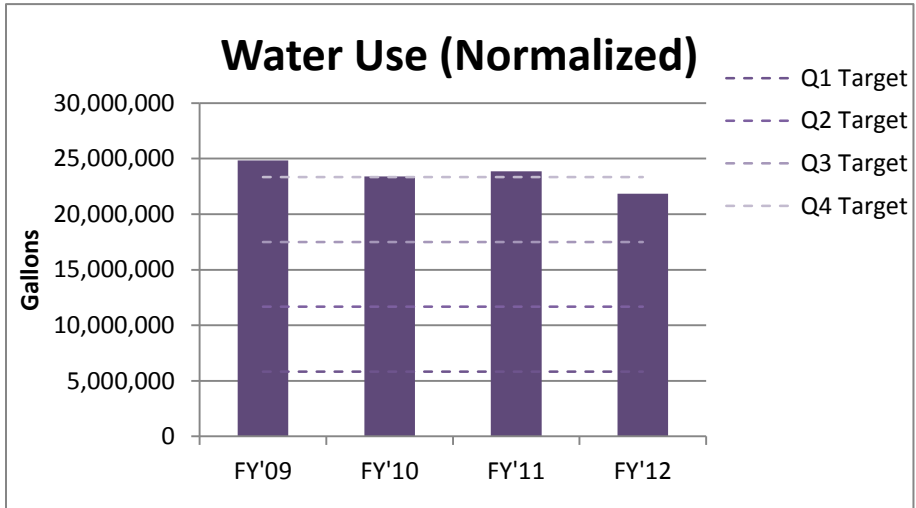
Note: Data normalized for production volumes.



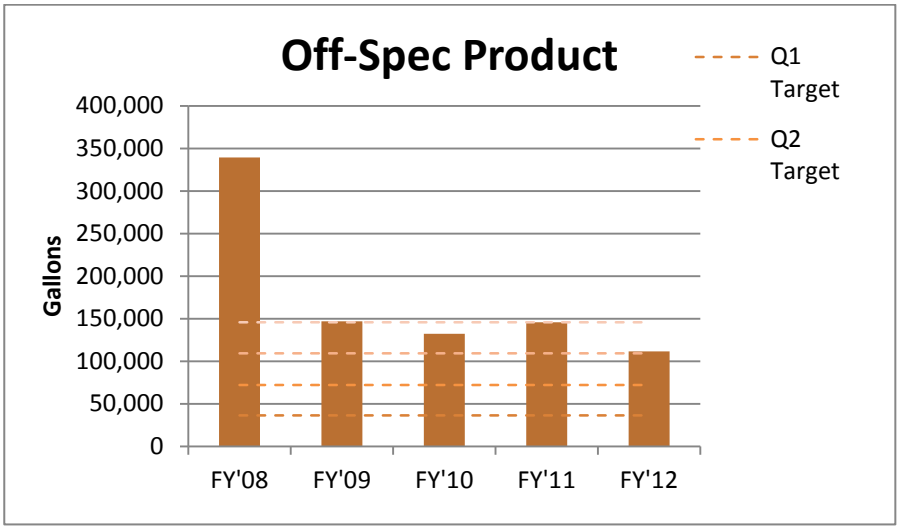
FY'12 Goal: Maintain consumption to FY'11 use.



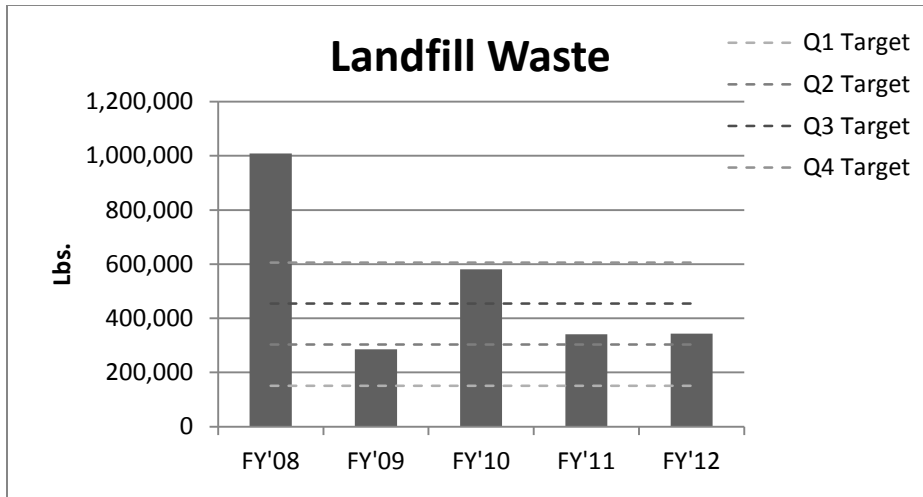
FY'12 Goal: Maintain consumption to FY'11 use.



Note: Data normalized for production volumes.



FY'12 Goal: Maintain level to FY'11 amount.



Note: Data is not normalized for production volumes.

Material	FY'10	FY'11
Office Paper	47,813 lbs.	55,204 lbs.
Cardboard	258,237 lbs.	384,264 lbs.
Aluminum	1,268 lbs.	620 lbs.
Batteries	223 lbs.	203 lbs.
Plastic (Containers)	606,802 lbs.	151,091 lbs.
Pallets	15,346	17,131
Drums Reconditioned	3,216	1,381
Totes Reconditioned	1,547	3,288
Plastic Wrapping	204,299 lbs.	239,436 lbs.
Paper Bags	1,121,586 lbs.	1,447,516 lbs.
Ink Cartridges	405	380
Aluminum Disks	1,175 lbs.	1,333 lbs.

ISO 14001

Since 2006, Cabot Microelectronics continues to maintain an Environmental Management System that meets the ISO 14001 requirements. Our Environmental Management System includes programs for identifying and managing the environmental input of our operations; the organizational structure and responsibilities for environmental management and control; the methods to measure, analyze and improve the environmental aspects of our operations; and for the management review process to ensure suitability, adequacy and effectiveness of the environmental management program.

These programs are enabled through consistent global business systems, thorough training and certification critical to environmental responsibilities, training in environmental awareness and well documented operating procedures. The goals of the Environmental Management System are prevention of injuries and pollution; regulatory compliance and improvement of performance.

ISO 14001 certification has been achieved for our United States, Japan, Singapore and Taiwan manufacturing sites and our Wales office.

In addition to the waste minimization, energy conservation and recycling activities described above, CMC is also actively involved in a number of environmentally related activities such as:

Electronic Industry Citizenship Coalition (EICC)

The EICC was established in 2004 and with a purpose to promote an industry code of conduct for global electronics supply chains to improve working and environmental conditions. EICC collaborates with member companies, their suppliers and stakeholders to ensure continuous improvement. As a critical supplier to the electronic industry, CMC actively participates in the EICC Code of Conduct surveys which are made available to key customers and reflect CMC's performance in the five main areas of Environment, Health & Safety, Labor, Management Systems and Ethics.

Carbon Disclosure Project (CDP)

The Carbon Disclosure Project is an independent not-for-profit organization holding the largest database of primary corporate climate change information in the world. It was launched in 2000 to accelerate solutions to climate change by putting relevant information at the heart of business, policy and investment decisions.

2,500 organizations in 60 countries around the world now measure and disclose their greenhouse gas emissions and climate change strategies through CDP in order to set reduction targets and make performance improvements. This data is made available for use by a wide audience including institutional investors, corporations, policymakers and their advisors, public sector organizations, government bodies, academics and the public.

In 2010, CMC participated in its first CDP survey in support of customer requirements to better analyze and measure greenhouse gas emissions along their supply chain. In 2011, CMC once again participated in this program.

Restriction of Hazardous Substance (RoHS)

RoHS originated in the European Union in 2006 and restricts the use of six hazardous materials- lead; mercury; cadmium; hexavalent chromium; polybrominated biphenyls (PBB's); polybrominated diphenyl Ethers (PBDE's)- found in electrical and electronic components.

As a supplier to the Electronic Industry, CMC is potentially subject to this regulation. All CMC products are free from these six restricted substances.