

About this Report



Our 2018 Corporate Social Responsibility (CSR) Data Update highlights our performance for calendar year 2018 (January 1, 2018 - December 31, 2018). This supplements Hasbro's 2016 Corporate Social Responsibility Report, which should be referenced for any specific details on our programs outside of this 2018 CSR Data Update. Reporting and performance data include information on Hasbro owned and operated facilities (offices and distribution centers) unless stated otherwise. We verify our greenhouse gas emissions data on an annual basis using a third-party provider and disclose their assurance statement in our annual CDP report. Also, please note there are GRI indicators set forth in this report and, if applicable, the relevant GRI standard is also noted.

To find out more about CSR at Hasbro visit <u>www.hasbro.</u> <u>com/csr</u> or to provide feedback on our reporting please contact us at csr@hasbro.com.

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2018

| CORPORATE GOVERNANCE | |
|--|-----|
| Number of members on Hasbro's board of directors | 13 |
| Number of independent members on the board | 11 |
| Number of female directors on the board | 5 |
| Percentage of female directors on the board | 38% |

| ETHICS AND COMPLIANCE | |
|---|---|
| Number of active employees who completed annual Code of Conduct training. | Approximately 5,000 employees |
| Complaints received through Hasbro's ethics helpline and mailboxes, and other sources. | 74 |
| Total number of incidents of discrimination and corrective actions taken. (GRI G4-HR3 / GRI 406) | In 2018, one charge of discrimination was filed against Hasbro with the United States Equal Employment Opportunity Commission (EEOC). We fully investigated and found no evidence of discrimination and therefore denied the claim. |
| Total number of legal actions for anti-competitive behavior, anti-trust, and monopoly practices. (GRI G4-SO7 / GRI 206-1) | 0 |
| Monetary value of significant fines and total number of non-monetary sanctions for non-compliance with laws and regulations. (GRI G4-SO8 / GRI 419-1) | 0 |



2018

PRODUCT SAFETY

Total number of incidents of non-compliance with regulations and voluntary codes concerning health and safety impacts of products and services during their life cycle. (GRI G4-PR2 / GRI 416-2)

Hasbro is proud of our product and material safety efforts and our record; we have had no consumer product recalls or product safety fines in the past decade.

Percentage of significant products and service categories for which health and safety impacts are assessed for improvement. (GRI G4-PR1 / GRI 416-1)

100%

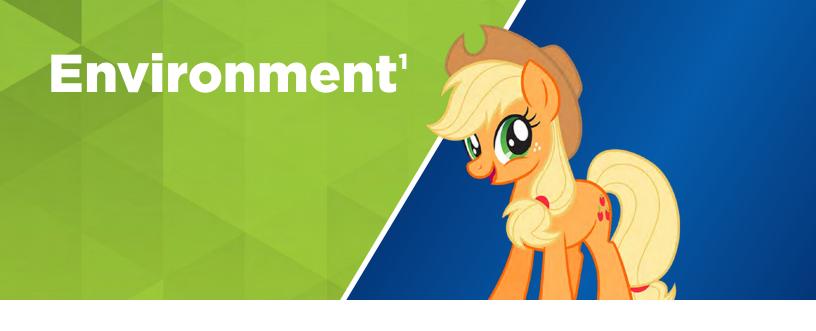
RESPONSIBLE MARKETING

Total number of incidents of non-compliance with regulations and voluntary codes concerning marketing communications, including advertising, promotion, and sponsorship by type of outcomes. (GRI G4-PR1 / GRI 417-3)

Hasbro globally had only one incident on non-compliance with regulations concerning marketing communications. This related to a long-running TV commercial broadcasted in the United Kingdom, where some of the products advertised sold out before the end of the advertising run. Hasbro withdrew the advertisement before the regulator's decision was delivered and adjusted its UK processes in line with the Advertising Standard Authority's recommendations.

Monetary value of significant fines for non-compliance with laws and regulations concerning the provision and use of products and services. (GRI G4-PR9 / GRI 419-1)

0



| | 2014 | 2015 | 2016 | 2017 | 2018 |
|--|-----------------------|--------|--------|--------|--------|
| EMISSIONS AND ENERGY | | | | | |
| Greenhouse Gas Emissions ² (metric to | ns CO ₂ e) | | | | |
| SCOPE 1 (DIRECT) | | | | | |
| Asia Pacific | 0 | 0 | 0 | 0 | 17 |
| Europe | 2,691 | 1,773 | 1,649 | 2,704 | 1,677 |
| Latin America | 923 | 144 | 129 | 121 | 75 |
| U.S./Canada | 3,668 | 3,380 | 3,443 | 3,761 | 3,678 |
| Total Direct | 7,282 | 5,297 | 5,221 | 6,586 | 5,447 |
| Normalized (metric tons/\$million of revenue) | 1.70 | 1.19 | 1.04 | 1.26 | 1.19 |
| SCOPE 2 (INDIRECT) | | | | | |
| Asia Pacific | 2,168 | 1,840 | 1,675 | 1,733 | 1,500 |
| Europe | 4,229 | 2,944 | 1,794 | 1,434 | 1,387 |
| Latin America | 467 | 448 | 466 | 518 | 612 |
| U.S./Canada | 8,220 | 4,234 | 4,606 | 4,272 | 4,130 |
| Total Indirect | 15,084 | 9,466 | 8,541 | 7,957 | 7,629 |
| Normalized (metric tons/\$million of revenue) | 3.53 | 2.13 | 1.70 | 1.53 | 1.67 |
| Total GHG Emissions (direct and indirect) | 22,366 | 14,763 | 13,762 | 14,543 | 13,076 |
| Total Normalized (metric tons/\$millions of revenue) | 5.23 | 3.32 | 2.74 | 2.79 | 2.86 |
| | | | | | |

| 2014 | 2015 | 2016 | 2017 | 2018 |
|------|------|------|------|------|

CO_2 Emissions (metric tons CO_2)

SCOPE 1 (DIRECT)

| Asia Pacific | 0 | 0 | 0 | 0 | 17 |
|---|-------|-------|-------|-------|-------|
| Europe | 2,688 | 1,771 | 1,647 | 2,704 | 1,676 |
| Latin America | 888 | 144 | 129 | 121 | 75 |
| U.S./Canada | 3,602 | 3,314 | 3,437 | 3,761 | 3,675 |
| Total Direct | 7,178 | 5,229 | 5,213 | 6,586 | 5,446 |
| Normalized (metric tons/\$million of revenue) | 1.68 | 1.18 | 1.04 | 1.26 | 1.19 |

SCOPE 2 (INDIRECT)

| Asia Pacific | 2,155 | 1,829 | 1,665 | 1,733 | 1,497 |
|---|--------|--------|--------|--------|--------|
| Europe | 4,212 | 2,930 | 1,785 | 1,434 | 1,385 |
| Latin America | 466 | 447 | 465 | 518 | 611 |
| U.S./Canada | 8,156 | 4,206 | 4,576 | 4,272 | 4,125 |
| Total Indirect | 14,989 | 9,412 | 8,491 | 7,957 | 7,618 |
| Normalized (metric tons/\$million of revenue) | 3.50 | 2.12 | 1.69 | 1.53 | 1.66 |
| Total CO ₂ Emissions (direct and indirect) | 22,167 | 14,641 | 13,704 | 14,543 | 13,064 |
| Total Normalized | 5.18 | 3.29 | 2.73 | 2.79 | 2.85 |
| | | | | | |

| OTHER REPORTABLE EMISSIONS | | | | | |
|--|------------|------------|------------|------------|------------|
| VOC EMISSIONS ³ | 7.10 | 0 | 0 | 0 | 0 |
| NO _x EMISSIONS ⁴ | 0 | 0 | 0 | 0 | 0 |
| SO _x EMISSIONS⁵ | 0 | 0 | 0 | 0 | 0 |
| TRI EMISSIONS ⁵ | De minimis |



| | 2014 | 2015 | 2016 | 2017 | 2018 |
|--|---------|---------|------------|------------|------------|
| ENERGY | | | | | |
| Energy Consumption (gigajoules) | | | | | |
| Asia Pacific | 9,685 | 8,274 | 7,384 | 7,597 | 6,624 |
| Europe | 25,793 | 26,162 | 21,467 | 17,817 | 17,834 |
| Latin America | 3,207 | 3,047 | 3,132 | 3,433 | 4,000 |
| U.S./Canada | 93,638 | 55,723 | 60,980 | 61,122 | 56,441 |
| Total Electricity | 132,322 | 93,206 | 92,963 | 89,968 | 84,901 |
| Normalized (gigajoules/\$million of revenue) | 31 | 21 | 19 | 17 | 19 |
| Fuel | 77,263 | 65,552 | 68,159 | 71,425 | 70,574 |
| Total | 209,585 | 158,759 | 161,122 | 161,393 | 155,475 |
| Total Normalized (gigajoules/\$millions of revenue) | 49.00 | 35.70 | 32.10 | 30.98 | 33.95 |
| SCOPE 36 | | | | | |
| Energy consumption outside the organization. (GRI G4-EN4 / GRI 302-2) | | | 52,876,674 | 52,156,523 | 45,758,269 |

| WATER | | | | | |
|---|------|------|------|------|------|
| Water Consumption ⁷ (U.S. million gallons) | | | | | |
| Asia Pacific | 2.2 | 2.1 | 1.7 | 1.9 | 2.1 |
| Europe | 2.3 | 1.9 | 2.0 | 2.1 | 2.0 |
| Latin America | 0.1 | 0.1 | 0.3 | 0.4 | 0.4 |
| U.S./Canada | 9.1 | 9.1 | 13.8 | 12.4 | 12.0 |
| Total | 13.7 | 13.2 | 17.8 | 16.8 | 16.5 |
| Normalized (U.S. million gallons/thousand employees) | 2.63 | 2.64 | 3.30 | 3.11 | 3.12 |



| | 2014 | 2015 | 2016 | 2017 | 2018 |
|--|---------------------------|---|--------------------------------------|--|-------|
| WASTE | | | | | |
| Non-Hazardous Waste ⁷ (U.S. short tons) | | | | | |
| Recycling | 5,074 | 1,128 | 1,589 | 2,448 | 2,270 |
| Disposal | 1,830 | 1,796 | 1,658 | 2,238 | 2,480 |
| Total | 6,904 | 2,924 | 3,247 | 4,686 | 4,750 |
| Recycled % | 73% | 39% | 49% | 52% | 48% |
| Hazardous Wasto8 | | | | | |
| Hazardous Waste ⁸ (U.S. short tons) U.S./Canada | 31 | 15 | 10 | 12 | 11 |
| <u> </u> | | | 10 | | 11 |
| Total | 31 | 15 | 10 | 12 | 11 |
| Normalized (U.S. short tons/million square feet) | 6.22 | 4.77 | 2.93 | 3.76 | 3.53 |
| Total Significant Spills | 0 | 0 | 0 | 0 | 0 |
| ENVIRONMENTAL COMPLIANCE | | | | | |
| Monetary value of significant fines and total number of non-monetary sanctions for non-compliance with environmental laws and regulations. (GRI G4-EN29 / GRI 307-1) | | | | | 0 |
| Total environmental protection expenditures and investments by type. (GRI G4-EN31 / N/A) | Hasbro inc remediation | an ongoing rem curred approxim on expenses as p avironmental ren | nately \$800,000 part of an ongoi |) in investigative ng activity asso | and |
| Number of grievances about environmental impacts filed, addressed, and resolved through formal grievance mechanisms. (GRI G4-EN34 / GRI 103-2) | | | | | 0 |

- ¹ 2014 figures include information on formerly owned and operated Hasbro manufacturing facilities which were sold in 2015.
- ² Direct emissions (Scope 1) include sources of stationary combustion, mobile combustion and refrigerants. Indirect emissions (Scope 2) include consumption of purchased electricity.
- ³ 2014 VOC emissions are from formerly owned and operated Hasbro manufacturing facilities in Massachusetts, U.S., and Waterford, Ireland. Additionally, Hasbro provided state level reporting per compliance requirements for the formerly owned and operating manufacturing facility located in Massachusetts, U.S.
- ⁴ Hasbro operates its facilities in accordance with all regulatory environmental requirements. Where applicable, Hasbro reports any wastes and emissions to the required local, state and federal regulatory bodies. Hasbro does not generate reportable quantities of NOx, SOx and TRI because our emissions are de minimis and below reporting thresholds, including when normalized.
- ⁵ Hasbro does provide Toxic Release Inventory (TRI) data to the U.S. Environmental Protection Agency (EPA) per federal guidelines. However, as a de minimis emitter, this reported data does not meet the threshold defined by the EPA in its public information system for the results to be presented in any query through its system.
- ⁶ Hasbro's Scope 3 energy consumption includes electricity and fuel usage for a significant portion of third-party manufacturing representing approximately 90% of China-based production, however, it is not verified as part of our annual third-party data verification process.
- ⁷ Data is not available for a small percentage of operated leased facilities where Hasbro waste and water was not segregated.
- ⁸ Primary hazardous waste materials generated include solvent and paint-related waste.



2018

| 100% of third-party agreements with vendors and licensees contain human rights clauses or are subject to human rights audits. |
|--|
| In 2018, we trained approximately 5,000 employees on Hasbro's Code of Conduct, which includes Hasbro's Human Rights policy |
| All of Hasbro's FTE security personnel are trained every 12 months. |
| 100% of our supply chain operations |
| 100% |
| Hasbro did not receive any grievances about human rights in 2018. Hasbro did not receive any fines for human rights issues in our supply chain from 2014-2018. |
| |

ETHICAL SOURCING

New Supplier Screening

| Percentage of new suppliers that were screened using labor practices criteria. (GRI G4-LA14 / GRI 414-1) | 100% |
|---|------|
| Percentage of new suppliers that were screened using criteria for impacts on society. (GRI G4-S09 / GRI 414-1) | 100% |
| Percentage of new suppliers that were screened using criteria for impacts on environment. (GRI G4-EN32 / GRI 308-1) | 100% |

| Vendor Social Compliance Management | |
|---|------|
| Percentage of third-party vendors required to undergo annual social compliance audit. | 100% |
| Operations and suppliers identified as having significant risk for incidents of child labor. (GRI G4-HR5 / GRI 408-1) | 0 |
| Operations and suppliers identified as having significant risk for incidents of forced or compulsory labor. (GRI G4-HR6 / GRI 409-1) | 0 |
| Number of third-party factories trained on Hasbro's ethical sourcing and social compliance requirements through both live in-person and online trainings. | 97% |
| Number of grievances about impacts on society filed, addressed, and resolved through formal grievance mechanisms. (GRI G4-SO11 / GRI 103-2) | 0 |





| | 2014 | 2015 | 2016 | 2017 | 2018 |
|---|------------|----------------------|-------|-------|---------|
| EMPLOYEES° | | | | | |
| Employees,10 New Hires10 and Vo | luntary Tu | rnover ¹⁰ | | | _ |
| TOTAL EMPLOYEES | 5,202 | 4,950 | 5,382 | 5,660 | 5,288 |
| Employees (Age Under 30 Years Old) | _ | _ | 750 | 829 | 751 |
| Employees (Ages 30-50 Years Old) | _ | _ | 3,589 | 3,682 | 3,526 |
| Employees (Ages 51+ Years Old) | _ | _ | 1,030 | 1,138 | 996 |
| Female Employees | 51% | 54% | 55% | 55% | 55% |
| TOTAL NEW HIRES | 710 | 720 | 933 | 1276 | 1,18711 |
| New Hires (Age Under 30 Years Old) | _ | _ | 422 | 582 | 499 |
| New Hires (Ages 30-50 Years Old) | _ | _ | 455 | 576 | 573 |
| New Hires (Ages 51+ Years Old) | _ | _ | 53 | 118 | 112 |
| % Female New Hires | 58% | 58% | 58% | 56% | 59% |
| % VOLUNTARY TURNOVER (BY RATE) | 8% | 7% | 7% | 8% | 11% |
| % Voluntary Turnover (Age Under 30 Years Old) | _ | _ | 9% | 12% | 14% |
| % Voluntary Turnover (Ages 30-50 Years Old) | _ | _ | 6% | 8% | 10% |
| % Voluntary Turnover (Ages 51+ Years Old) | _ | _ | 5% | 7% | 10% |
| % Female Voluntary Turnover ¹² | _ | _ | 8% | 9% | 11% |

| | 2014 | 2015 | 2016 | 2017 | 201 |
|-------------------------|-------------------|---------|--------|-------|------|
| Employees, New Hires ar | nd Voluntary Turn | over by | Region | | |
| u.s. | | | | | |
| Employees | 2,644 | 2,425 | 2,623 | 2,661 | 2,45 |
| New Hires | 434 | 376 | 631 | 749 | 70 |
| Voluntary Turnover | 9%13 | 7% | 7% | 6% | 8 |
| CANADA | | | | | |
| Employees | 153 | 152 | 177 | 172 | 18 |
| New Hires | 8 | 12 | 28 | 24 | 3 |
| Voluntary Turnover | 6% | 3% | 7% | 8% | 7' |
| ASIA PACIFIC | | | | | |
| Employees | 920 | 997 | 1,123 | 1,209 | 1,16 |
| New Hires | 128 | 166 | 196 | 208 | 22 |
| Voluntary Turnover | 8% | 8% | 10% | 11% | 16% |
| EUROPE | | | | | |
| Employees | 1,227 | 1,097 | 1,170 | 1,323 | 1,20 |
| New Hires | 93 | 121 | 39 | 235 | 17 |
| Voluntary Turnover | 5% | 6% | 3% | 9% | 11 |
| LATIN AMERICA | | | | | |
| Employees | 138 | 147 | 152 | 160 | 14 |
| New Hires | 28 | 27 | 24 | 33 | 3 |
| Voluntary Turnover | 6% | 8% | 9% | 8% | 15 |
| MEXICO | | | | | |
| Employees | 120 | 132 | 137 | 135 | 13 |
| New Hires | 19 | 18 | 15 | 27 | 1 |
| Voluntary Turnover | 7% | 8% | 4% | 12% | 7' |

Labor Relations¹⁵

Percentage of Hasbro employees covered by unions or collective bargaining agreements globally.

10.50%

| | 2014 | 2015 | 2016 | 2017 | 2018 |
|---|--------------------------|--------------------------------|------------------------|-----------------------|-------------------------|
| DIVERSITY AND INCLUSION | | | | | |
| Women in Our Workforce | | | | | |
| Female Employees | 51% | 54% | 55% | 55% | 55% |
| Female Leaders/Managers ¹⁶ | 33% | 35% | 37% | 38% | 41% |
| U.S. Female Employees | 49% | 53% | 54% | 54% | 55% |
| U.S. Female Leaders/Managers ¹⁶ | 34% | 36% | 37% | 38% | 41% |
| Minorities in Our Workforce (U.S.) | | | | | |
| Minority Employees | 16% | 16% | 17% | 17% | 18% |
| | | | | | |
| Minority Leaders/Managers ¹⁶ | 8% | 8% | 9% | 8% | 10% |
| Minority Leaders/Managers ¹⁶ Minority New Hires | 28% | 23% | 24% | 25% | 10% |
| Minority New Hires | | | | | |
| | | | | | |
| Minority New Hires | | | | | 26% |
| Minority New Hires Employees by Ethnic Group (U.S.) | 28% | 23% | 24% | 25% | 0.2% |
| Employees by Ethnic Group (U.S.) American Indian/Alaskan | 28% <0.1% | <0.1% | 0.1% | 0.2% | 0.2% |
| Minority New Hires Employees by Ethnic Group (U.S.) American Indian/Alaskan Asian | 28% <0.1% 6% | <0.1% 6% | 0.1% 6% | 25% 0.2% 6% | 0.2% 7% 2% |
| Minority New Hires Employees by Ethnic Group (U.S.) American Indian/Alaskan Asian Black or African American | 28% <0.1% 6% 3% | <0.1% 6% 2% | 0.1% 6% 2% | 0.2% 6% 2% | 26% 0.2% 7% 2% |
| Employees by Ethnic Group (U.S.) American Indian/Alaskan Asian Black or African American Hispanic/Latino | <0.1% 6% 3% 7% | 23% <0.1% 6% 2% 7% | 0.1% 6% 2% 7% | 25% 0.2% 6% 2% 8% | |

| EMPLOYEE HEALTH AND SAFETY | | | | | |
|--|------|------|------|------|------|
| Incidence Rates ¹⁷ (per 200,000 hours worked) | | | | | |
| Recordable Injuries and Illness | 0.58 | 0.84 | 1.00 | 1.11 | 0.89 |
| Lost Time Injuries and Illness | 0.16 | 0.26 | 0.54 | 0.82 | 0.45 |
| Lost Work Days | 2.23 | 1.95 | 5.57 | 8.14 | 7.53 |
| Work-Related Fatalities | 0 | 0 | 0 | 0 | 0 |



| | 2014 | 2015 | 2016 | 2017 | 2018 |
|---------------------------------|-------------------------|------|-------|-------|-------|
| Incidence Rates by Region (g | per 200,000 hours worke | ed) | | | |
| AMERICAS | | | | | |
| Recordable Injuries and Illness | 0.86 | 1.15 | 1.11 | 1.98 | 1.21 |
| Lost Time Injuries and Illness | 0.14 | 0.40 | 0.32 | 1.50 | 0.60 |
| Lost Work Days | 1.07 | 3.20 | 3.53 | 17.13 | 10.72 |
| EUROPE | | | | | |
| Recordable Injuries and Illness | 1.51 | 0.76 | 1.44 | 0.49 | 0.63 |
| Lost Time Injuries and Illness | 0.34 | 0.09 | 1.36 | 0.30 | 0.11 |
| Lost Work Days | 7.74 | 0.26 | 14.53 | 0.57 | 0.54 |
| ASIA PACIFIC | | | | | |
| Recordable Injuries and Illness | 0 | 0 | 0.19 | 0.17 | 0.46 |
| Lost Time Injuries and Illness | 0 | 0 | 0.19 | 0.17 | 0.23 |
| Lost Work Days | 0 | 0 | 0.96 | 1.12 | 1.55 |

⁹ All reported employee data, excluding employee health and safety data, excludes employees at Boulder Media and BackFlip Studios.

¹⁰ Age data is not self-reported for Japan employees and is therefore not reflected in the breakdown by age.

¹¹ Age data not self-reported by some employees so age group breakdowns do not add up to total.

¹² To be consistent with the other voluntary turnover data we report, we are reporting female voluntary turnover by rate (versus as a percentage). Due to a change in Hasbro's HR reporting systems, female voluntary turnover data by rate is not available prior to 2016.

¹³ Includes a Voluntary Early Retirement Program that began in 2013 and concluded in 2014.

¹⁴ Includes a one-time Voluntary Termination Program.

¹⁵ This category includes certain groups of employees covered by collective bargaining agreements or works councils in Canada, France, Germany, Mexico and Spain.

¹⁶ Leaders/Managers are defined as director level and above.

¹⁷ Hasbro reports injury rates, lost days, absenteeism and fatality information by region; however, Hasbro does not track incidence rates information by gender.



| | 2014 | 2015 | 2016 | 2017 | 2018 |
|--|--------|--------|--------|--------|--------|
| COMMUNITY | | | | | |
| Employee Volunteer Hours | 42,627 | 52,230 | 67,245 | 75,051 | 68,870 |
| Total Philanthropic Support (\$ Millions) | | | | | |
| Financial Support ¹⁸ | 4.7 | 4.4 | 4.9 | 6.6 | 4.2 |
| Product Donations (estimated retail value) | 9.2 | 9.7 | 9.5 | 15.9 | 15.7 |
| Total Philanthropic Support ¹⁹ | 13.9 | 14.1 | 14.4 | 22.5 | 20.8 |
| Children Impacted (\$ Millions) | 3.2 | 3.4 | 3.8 | 4.7 | 4.3 |

¹⁸ Total financial support represents the combined total of charitable company sponsorships and cash grants made during the fiscal year. The company's grant making is done through the Hasbro Children's Fund, including all matching gift grants.

¹⁹ Total philanthropic support represents both financial contributions and the estimated retail value of product donations.