The background of the page is a vibrant blue with a series of curved, overlapping lines that create a sense of motion and depth. The lines vary in opacity and direction, some curving upwards and others downwards, giving the overall effect a dynamic, almost organic feel.

# Environmental Impact

“We believe it is our responsibility to ensure that our operations and the products that deploy our technology are as green as possible. That is why we provide award-winning commuter resources for our employees and integrate state-of-the-art, energy-saving technology whenever possible. We also continue to find new ways to ensure our environmental footprint has the least amount of negative impact as possible.”

- Dr. Irwin Mark Jacobs, Chairman of the Board

## Environmental Impact

### Environmental Policy

QUALCOMM is committed to protecting and enhancing the local and global environment. The Company works continuously to minimize use of hazardous materials and reduce consumption of natural resources. Using education and administrative controls, we continuously assess our processes and practices to identify areas for reduction in energy, waste and emissions.

QUALCOMM strives to:

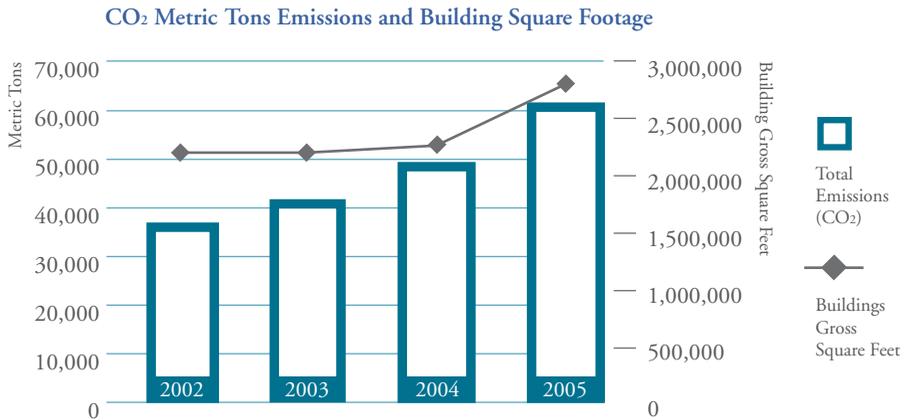
- > Minimize generated waste through reduction, reuse and recycling;
- > Use energy more efficiently through management controls and routine practices;
- > Conserve water through management controls and routine practices;
- > Minimize and, where possible, eliminate noise and odor pollution; and
- > Minimize, substitute and, where possible, eliminate the use of hazardous chemicals in processes and operations.

It is consistent with QUALCOMM's environmental policy to comply with all applicable federal, state and local laws and regulations. QUALCOMM is committed to meeting or exceeding environmental laws, standards and regulations.

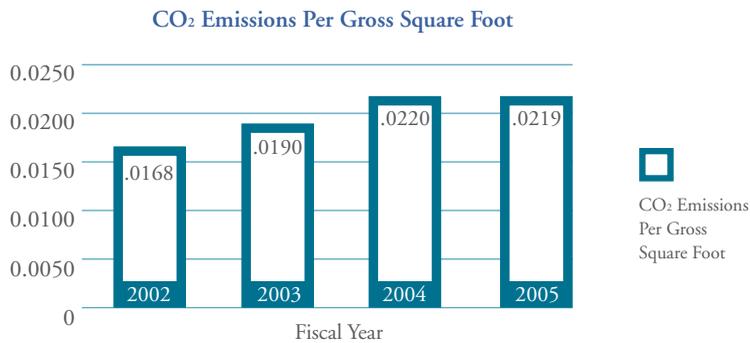
### Climate

QUALCOMM has been a long-time innovator and early adopter of energy efficiency systems and environmental sustainability planning. Since 1993, QUALCOMM has completed more than 110 projects to improve energy efficiency and reduce greenhouse gases from our operations. These projects include capture and use of thermal energy to manage two cogeneration systems, which generate electricity to increase efficiency and reduce emissions through solar generation.

In 2005 and 2006, QUALCOMM expanded our facilities by 29% to accommodate our rapid growth. The increase in total emissions over this period reflects this expansion.



As seen in the chart below, emissions on a “per building gross square footage” basis have slightly decreased due to continuous investments in energy-efficient equipment and technologies.



QUALCOMM is committed to sustainable and renewable energy resources to offset greenhouse gases and decrease the speed of global warming. The Company continues to make significant investments in photovoltaic solar power. To date, QUALCOMM has installed almost 500 kilowatts of solar generation in multiple building systems using both rooftop and parking structure sites, which now provide 60% of the building lighting loads at those locations.

QUALCOMM has been a member of the California Action Registry since 2002, a non-profit, voluntary registry for greenhouse gas emissions and has earned the distinction of “Climate Action Leader” for our early and voluntary participation in reporting greenhouse gas emissions in California.

## Energy Conservation

QUALCOMM annually saves more than 13.9 million kilowatt hours valued at \$2.5 million in avoided costs through use of energy-efficient equipment, practices and employee education. QUALCOMM continues to install equipment that is on the leading edge of technology, thereby reducing energy demand and improving overall operating system efficiency.

QUALCOMM is an active participant in the SDG&E (San Diego Gas & Electric) Savings By Design Program, a California utilities program encouraging high-performance, non-residential design and construction.

In 2006, QUALCOMM completed construction projects geared toward improving energy efficiency that cover more than 537,000 square feet of Leadership in Energy and Environmental Design (LEED)-certified space and another 458,000 square feet of LEED-compliant space – nearly one million square feet of “green” improvements in the 12-month period. These buildings have been designed to perform 15.4% better than required under California’s Title 24 standards. QUALCOMM owns and operates two combined heat and power (CHP) generation facilities providing more than seven megawatts of baseload, reliable, ultra-high-efficiency energy to mission-critical applications. Since CHP is highly efficient, it reduces traditional air pollutants and carbon dioxide (CO<sub>2</sub>), the leading greenhouse gas associated with climate change. Our newest cogeneration facility alone saves 3,086 tons per year in CO<sub>2</sub> emissions, equivalent to removing the annual emissions of 526 cars. This facility also significantly reduces environmental pollutants by saving a total of 36 tons per year of nitrogen oxide (NO<sub>x</sub>) and sulfur dioxide (SO<sub>2</sub>) emissions, representing a 91% annual reduction.

QUALCOMM facilities procurement staff assesses sustainability, energy efficiency and alternate solutions in determining total cost of ownership and awarding facilities business. Additionally, QUALCOMM consciously aligns itself with responsibly engaged entities to support legislation and regulation, industry standards and prudent business practices that contribute to greater energy efficiencies, greenhouse gas emissions reductions and sustainable business practices.

## Water Conservation

QUALCOMM is committed to water conservation. The Company utilizes reclaimed water for irrigation and drought-resistant native plants in landscaping. Buildings are outfitted with water-saving faucets and showerheads. Preparing for the future, QUALCOMM has plumbed for reclaimed water use in our newest central plant and 12-story office building. Also, by actively managing our cooling tower cycles and water treatment program, QUALCOMM saves a total 59,075,525 gallons of water annually.

### Commuter Resources

QUALCOMM's commuter resources include transit subsidies, a hybrid vehicle fleet, electric vehicle charging stations, shuttle services, bike lockers, motorcycle parking and many on-site amenities. QUALCOMM was the first company outside of downtown San Diego to implement the Flexcar car-sharing service.

In 2006:

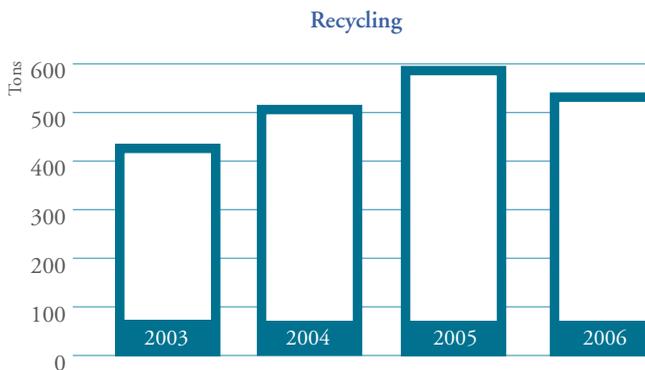
- > 239 QUALCOMM employees received subsidies through the Company's Mass Transit Subsidy program.
- > 151 employees signed-up for the Flexcar program.
- > QUALCOMM was named #5 on the U.S. Environmental Protection Agency's "The Best Workplace For Commuters."

### Recycling

QUALCOMM strives to reduce the amount of waste we produce in all of our operations. We continually look for opportunities to increase material re-use and recycling.

- > Over the last four years QUALCOMM headquarter offices recycled 4.15 million pounds of materials.
- > In 2005, QUALCOMM conducted a recycling awareness campaign resulting in a 55% increase in aluminum and plastic recycling.
- > In 2006, QUALCOMM recycled more than 93,000 pounds in computer equipment.
- > In 2006, QUALCOMM began tracking quantities of recycled construction materials. More than 16 million pounds of materials from our construction projects were recycled in 2006, representing over 77% of generated waste being diverted from landfills.

The graph below represents tons of recycled office and manufacturing materials including metals, cardboard, paper, plastics, electronics and furniture.



## Sustainable Chip Design

QUALCOMM CDMA Technologies' (QCT) Environmental Management System is dedicated to developing environmentally friendly chip designs. Since 1999, QUALCOMM has been committed to minimizing adverse environmental impacts that may be caused by QUALCOMM's chip-related products.

## Lead Elimination Program

The Lead Elimination Program targets eliminating lead usage in the manufacture of QUALCOMM's integrated circuit (IC) packaging. The Lead Elimination Program has shown remarkable progress and success. By 2003, when the European Union announced the Restriction on Hazardous Substance Directive (RoHS), which targets lead and five other hazardous substance uses in electronics, 75% of QCT's product portfolio was already "lead free." By December 2004, over 85% of the entire product portfolio became lead free. Today, QCT's entire Value, Multimedia, Enhanced Multimedia and Convergence chipset platform portfolios are 100% EU RoHS compliant.

## Bromine Reduction Program

Launched in 1999, the Bromine Reduction Program replaces brominated flame retardant uses in the IC package encapsulant material with an alternate material. By 2004, all packages were produced with bromine-free mold compounds. Additionally, all radio frequency (RF) products are now bromine-free packages, and the bromine used in Mobile Station Modem™ (MSM™) products has been reduced by 70%.

## Controlled Substance Elimination Program

Launched in 2003, the Controlled Substance Elimination Program identified 14 hazardous substances that were not allowed to be intentionally added to the IC packages and plastic IC carrier systems. Through collaboration with our suppliers, we now provide products free of these hazardous substances.

## What's Next

- > Develop a comprehensive system to measure the environmental impact of the Company's global offices.
- > Ensure that the Company's U.S. new-building construction continues to adopt the most environmentally friendly solutions to energy consumption and greenhouse gas emissions.

## **Awards and Honors**

### **Best of 2006 Southern California Green Building Award**

Presented by: The McGraw-Hill Companies

### **2006 - Director's Recycling Award**

Presented by: City of San Diego Environmental Services Department

### **2006 - #5 of Best Workplace for Commuters**

Presented by: U.S. Environmental Protection Agency

### **2002 - 2006 - Climate Action Leader**

Presented by: California Climate Action Registry

### **2006 - Flex Your Power Award**

Presented by : Flex Your Power Organization

### **2005 - Director's Recycling Award**

Presented by: City of San Diego Environmental Services Department

### **SANDAG 2004 Diamond Award Recipient**

Presented by: San Diego Association of Governments (SANDAG)

### **2004 - Recycler of the Year**

Presented by: City of San Diego, Environmental Services Department

### **2003 - Directors Award, Waste Reduction and Recycling Award**

Presented by: City of San Diego, Environmental Services Department

### **2002 - Outstanding Contributor Award for Safer Communities**

Presented by: Pacific Safety Council

### **2001 - Excellence Award For Energy Management**

Presented by: San Diego Business Journal

### **2000 - Improving San Diego's Environment**

Presented by: City of San Diego, Environmental Services Department

### **1999 - Climate Wise Energy Star Partner of the Year**

Presented by: U.S. Environmental Protection Agency

### **1997 - Waste Reduction and Recycling Award**

Presented by: City of San Diego, Environmental Services Department

### **1996 - Waste Reduction and Recycling Award**

Presented by: City of San Diego, Environmental Services Department