



Throughout Intel's history, we have pushed the boundaries of what's possible to improve how people work, live, and play. Our vision for the next decade is even more ambitious: to create and extend computing technology to connect and enrich the lives of every person on earth. A key determinant of our success will be our ability to innovate and advance our leadership in corporate responsibility.

At Intel, we don't separate corporate responsibility from our business. One of the four objectives in our global strategy is, "Care for our people and our planet, and inspire the next generation." Every person at Intel has a role in achieving this objective, whether they design our products, work in our factories, or interface directly with our customers or suppliers. Our employees' ongoing focus and achievements create value for Intel and for society.

Care for our people. We work to cultivate a safe, respectful, and ethical work environment that enables employees to thrive both on the job and in their communities. We invest heavily in mentoring, training, and leadership development programs, including targeted initiatives aimed at increasing the number of women and under-represented minorities in our managerial ranks. By investing in our employees, we empower them to build stronger communities; in 2010, close to half of Intel's workforce donated more than 1 million hours of service in schools and nonprofit organizations globally.

Care for the planet. Development of energy-efficient computing technologies is a key part of our efforts to help our customers conserve energy and address the issue of climate change. Our new Intel® Xeon® processor 5600 series for servers, for example, can increase performance by up to 40% while also saving power compared to the previous-generation Intel® Xeon® processor 5500 series. For the past three years, Intel has been the largest voluntary purchaser of green power in the U.S., according to the U.S. Environmental Protection Agency. In 2010, we also opened our first Leadership in Energy and Environmental Design (LEED)-certified building, a design center in Israel.

Inspire the next generation. We believe that a solid math and science foundation coupled with key skills such as problem-solving, critical thinking, and collaboration are the foundation for innovation. Over the past decade, Intel and the Intel Foundation have invested more than

\$1 billion to improve education globally, partnering with educators, governments, and other companies to develop a range of transformative programs and technology solutions. In 2010, in conjunction with U.S. President Barack Obama's "Educate to Innovate" campaign, Intel announced a \$200 million commitment to advance math and science education in the U.S. In February 2011, I was honored to host President Obama on a visit to our Oregon site, where we discussed our shared commitment to improving education, and its critical importance to fueling innovation and sustainable economic development.

Looking ahead, we will continue to address challenges in reducing water use and chemical waste in our operations as we grow, and to drive leadership in supply chain responsibility. As part of our effort to operate with the gentlest environmental footprint possible, we will explore new ways that we can apply our technology—along with the considerable energy and talents of our employees—to improve economic and environmental sustainability, and to transform education and technology access around the world.

While the world faces huge social and environmental challenges, I am proud to be part of a company that can—and is—making a difference. I encourage you to read this report and give us your feedback and ideas. Working together, we can make our world a better place for everyone.

A handwritten signature in dark ink that reads "Paul S. Otellini". The signature is fluid and cursive, written in a professional style.

Paul S. Otellini

President and Chief Executive Officer