

## **Conflict Minerals Policy Statement**

On August 22, 2012, the U.S. Securities and Exchange Commission (SEC) adopted final rules to implement reporting and disclosure requirements relating to “conflict minerals,” as required by Section 1502 of the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 (the “Dodd-Frank Act”). The term “conflict minerals” refers to tungsten, tin, tantalum, and gold (often referred to as the “3TG minerals”), regardless of where they are sourced, processed or sold. The rules require SEC reporting companies to determine whether any conflict minerals are “necessary to the functionality or production” of a product manufactured by or on behalf of the company. These requirements are intended to further the humanitarian goal of ending violent conflict in the Democratic Republic of the Congo and surrounding countries (the “Conflict Region”), which has been financed, in part, by the exploitation and trade of conflict minerals.

As a leader in the pharmaceutical industry, Teva Pharmaceutical Industries Ltd. (Teva) is committed to developing and implementing a system designed to determine whether conflict minerals are used in any of its products.

Tin, tantalum, tungsten and gold may be essential to the functionality or production of certain medical devices or other pharmaceuticals products. Accordingly, Teva has begun implementing a program to comply with the disclosure requirements of the Dodd-Frank Act and related SEC rules. Specifically, Teva will:

- use the Due Diligence Guidance for Responsible Supply Chains of Minerals from Conflict-Affected and High-Risk Areas of the Organization for Economic Cooperation and Development (Second Edition, 2013) as a basis for creating a comprehensive due diligence program that will afford Teva the best opportunity to determine whether any of the 3TG minerals it uses in its products originate from the Conflict Region;
- not knowingly procure 3TG minerals that originate from the Conflict Region that are not certified as “conflict free”;
- enhance its due diligence capabilities, processes and activities in identifying the country of origin of any 3TG minerals used in its products, which includes obtaining the support of its suppliers in this process; and
- ensure that, over time, its due diligence program improves Teva’s ability to track and trace 3TG minerals to their original sources and evolves to account for changes in Teva’s business and industry.

Because Teva must rely on its suppliers to ensure adherence to this Conflicts Minerals Policy Statement, Teva expects that its suppliers will timely respond to queries about the use and origin of any 3TG minerals and continually update Teva on the supplier’s conflict status. Further, Teva expects that its suppliers will implement appropriate measures to determine whether they are using any 3TG minerals that originate from the Conflict Region. In the event that Teva determines that any supplier uses 3TG minerals that originate from the Conflict Region, Teva will work with the supplier to ensure that the minerals are certified as “conflict free” or to find alternate sourcing.