



Supplier Diversity Policy

Related Policies and Processes

[Supplier Standard of Conduct](#)

Scope

Cognizant is committed to providing opportunities for qualified businesses owned by people of diverse backgrounds to participate as suppliers of products and services to our company. This Policy outlines the principles under which Cognizant will engage Diversity Suppliers.

This Policy applies to all directors, officers, and employees of all Cognizant entities, subsidiaries, affiliates, and joint ventures over which Cognizant has operational control (collectively "Associates") and all Suppliers based in countries listed as in-scope in the Appendix A of this policy.

Cognizant's Supplier Diversity Program will be administered and managed by the Cognizant's Vendor Management Organization (VMO), with oversight from the Global Head, Diversity & Inclusion. Our leadership and employees are committed to adopting procurement processes and practices that will enhance opportunities for Diverse Suppliers, as defined in Appendix A, to fairly compete to be engaged by Cognizant.

Guiding Principles

- The primary goals of Cognizant's Supplier Diversity Program are to:
 - Provide opportunities to Diverse Suppliers who may otherwise be excluded from sourcing opportunities due to physical, social or cultural reasons, while also:
 - Satisfying our procurement standards;
 - Creating long-term value for our clients and our communities;
 - Providing competitively priced and reliable goods and services;
 - Helping us remain agile, disruptive and ahead of the market; and
 - Complying with Cognizant's [Supplier Standards of Conduct](#)
 - Communicate the value of supplier diversity both internally and externally to all stakeholders.
 - Leverage our supplier diversity to meet our corporate customers' supplier diversity requirements.

- Cognizant's sourcing departments must include one diverse supplier in all sourcing events exceeding USD \$150,000, including RFx, Reverse Auctions, and Transactional Sourcing.
- Cognizant's commitment to supplier diversity is not philanthropic, nor does it contradict the application of existing purchasing goals, policies and procedures. The award of opportunities to Diverse Suppliers will be based on criteria established as part of the sourcing request or other criteria that may arise from time to time, including, but not limited to their relative competitiveness, the value of their offerings, and their demonstrated performance.
- All Diverse Suppliers must be so certified by a third-party agency (or commit to obtaining such certification within the first year of engagement).
- To be characterized or defined as a Diverse Supplier, a business must meet one or more criteria that differ by country and may be found in the appendix to this policy.
- Cognizant will report Diverse Supplier spend quarterly to our clients on a requested in the format displayed in Appendix B to this policy.

Version History

Revision Date	Description of Change
Feb 17, 2021	Policy Drafted
July 1, 2021	Policy draft modified with Legal team input
June 15, 2022	Modify policy from having encouragement of sourcing teams to include diverse suppliers in sourcing events to a requirement under certain circumstances
August 23, 2023	Modify definitions for diverse suppliers in US and add Canada into policy scope

Policy Control Information

Policy Name: Supplier Diversity Policy

Department: Vendor Management Organization

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Appendix A: Countries in scope

United States

To be characterized or defined as a Diverse Supplier in the United States, a business must meet one or more of the following criteria:

- **Minority Business Enterprise (MBE)** – A business that is at least 51% owned, controlled and operated by a person or persons in a recognized minority group (African American, Hispanic American, Asian Pacific American, South Asian Indian American, Native American) and certified by a national minority-owned business affinity group, such as the National Minority Supplier Development Council (NMSDC), or by a federal, state or local government agency as having met all of the government standards that award eligibility. Controlled and operated in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Woman Business Enterprise (WBE)** – A business that is at least 51% owned, controlled, and operated by a woman or group of women and certified by a national woman-owned business affinity group, such as the Women's Business Enterprise National Council (WBENC), or by a federal, state or local government agency as having met all of the government standards that award eligibility. Controlled and operated in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Veteran Business Enterprise (VBE)** – a business that is at least 51% owned, controlled, and operated by a veteran or group of veterans and certified by a national veteran-owned business affinity group, such as the National Veteran Owned Business Association (NaVOBA), or by a federal, state or local government agency as having met all of the government standards that award eligibility. Controlled and operated in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Disabled Veteran Business Enterprise (DVBE)** – A business that is at least 51% owned, controlled, and operated by one or more disabled veterans and recognized by a federal, state or local government agency as having met all of the government standards that award eligibility. The home office cannot be a branch or subsidiary of a foreign corporation, foreign firm or other foreign-based business. Controlled and operated in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Disabled Owned (DBE)**– A business that is a least 51% owned by one or more disabled persons who control and operate the business and recognized by a national disability-owned business affinity group, such as Disability:in, or by a federal, state or local government agency as having met all of the government standards that award eligibility. Control and operate in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **LGBTQ Owned** - A business that is a least 51% owned, controlled, and operated by one or more LGBTQ persons and recognized by a national LGBTQ-owned business affinity group, such as the National Gay and Lesbian Chamber of Commerce (NGLCC), or a federal, state or local government agency as having met all of the government standards that award eligibility.

Controlled and operated in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.

Canada

To be characterized or defined as a Diverse Supplier in Canada, a business must meet one or more of the following criteria:

- **Lesbian, Gay, Bisexual, Transgender, Queer, Two-spirit -Owned Business (LGBTQ2+):** A business that is at least 51% owned, managed, and controlled by an LGBTQ2+ person or persons and certified by a national LGBTQ+ owned business affinity group, such as the Canada Gay and Lesbian Chamber of Commerce (CGLCC). Control in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Visible Minority-Owned Business:** A business that is at least 51% by owned, managed, and controlled by person or persons of a visible minority group in Canada and certified by a national visible minority-owned business affinity group such as the Canadian Aboriginal and Minority Supplier Council (CAMSC). Control in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Indigenous-Owned Business:** A business that is at least 51% owned, managed, and controlled by one or more Aboriginal person(s) in Canada and certified by a national Aboriginal-owned business affinity group such as the Canadian Aboriginal and Minority Supplier Council (CAMSC).. Control in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Women-Owned Business Enterprise (WOBE):** A business that is at least 51% owned, managed, and controlled by one or more women and certified by a national woman-owned business affinity group such as the Women Business Enterprises Canada Council (WBE Canada). Control in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.
- **Disability-Owned Business (DOBE):** A business that is at least 51% owned, managed, and controlled by one or more individuals with a disability and certified by a national disabled-owned business affinity group such as the Inclusive Workplace & Supply Council of Canada (IWSCC). Control in this context means exercising the power to make policy decisions and to be actively involved in the day-to-day management of the business.

Appendix B: Diverse Supplier Spend Report format (Quarterly)

QX 20XX - Sample Company					
Description	Specific Client Direct Diversity Spend	Direct Diversity Spend other companies	Total Direct Diversity Spend	Indirect Diversity Spend	Total Diversity Spend
Disabled Business Enterprise		\$ -	\$ -	\$ -	\$ -
Veteran Owned Business		\$ 43,095.68	\$ 43,095.68	\$ -	\$ 43,095.68
LGBTQ-owned Business Enterprise		\$ 227,227.65	\$ 227,227.65	\$ 187,390.77	\$ 414,618.42
Minority and Woman-owned Business Enterprise		\$ 16,049,122.78	\$ 16,049,122.78	\$ 1,247,921.34	\$ 17,297,044.12
Minority-owned Business Enterprise	\$ 125,372.00	\$ 110,662,571.78	\$ 110,662,571.78	\$ 2,950,927.75	\$ 113,613,499.53
Minority-owned Business Enterprise and Disabled	\$ 38,220.00	\$ 142,020.00	\$ 142,020.00	\$ -	\$ 142,020.00
Woman-owned Business Enterprise		\$ 12,935,392.54	\$ 12,935,392.54	\$ 12,124,274.83	\$ 25,059,667.37
Grand Total	\$ 163,592.00	\$ 139,895,838.43	\$ 140,059,430.43	\$ 16,510,514.69	\$ 156,569,945.12