OVERVIEW
Lockheed Martin is a global security and aerospace company that employs about 126,000 people worldwide, including the acquisition of 15,000 Sikorsky employees in November 2015.

WE CREATE SOLUTIONS TO GLOBAL CHALLENGES FOR A BETTER TOMORROW.
FROM DEEP SPACE TO DEEP SEA, WE INNOVATE PRODUCTS THAT SERVE INDUSTRIES AS DIVERSE AS AEROSPACE, MILITARY, UTILITIES, FINANCIAL SERVICES, OIL AND GAS, AND TELECOMMUNICATIONS.

ABOUT THE COVER
From spent rocket boosters and inactive satellites to stray hardware and paint flecks, there are hundreds of thousands of pieces of debris orbiting Earth at up to 17,500 mph. If orbital debris collides with functioning space technology, even the smallest piece could critically damage satellites that provide us with information we rely on, such as weather forecasts, GPS navigation, defense intelligence, banking security and more.

Lockheed Martin is building Space Fence, shown on cover, a ground-based radar system that will provide the U.S. Air Force with uncued surveillance, detection, and tracking of space objects. Compared to its predecessor, Space Fence will quicken response times with improved accuracy and expanded surveillance coverage. Space Fence can track objects down to the size of a marble, bringing unprecedented situational awareness of our critical space-based communication and security infrastructure.

FIND OUT MORE ABOUT THE 2015 SUSTAINABILITY REPORT ONLINE
Our Approach

It is our responsibility to uphold the national safety, economic security, and public health of society. Our sustainability mission is to foster innovation, integrity and security to protect the environment, strengthen communities and propel responsible growth. We do this through our responsible business approach. We call this the Science of Citizenship.

With operations in over 70 countries, Lockheed Martin is a global leader in the advanced security and aerospace industries. We and our government customers know firsthand the pressing challenges facing society and international development. Together, we play a key role in developing solutions.

At Lockheed Martin, we’re used to facing complex challenges head-on and pursuing breakthrough solutions to the world’s most difficult problems. We approach sustainability the same way and are helping to engineer a better future.

— Marillyn A. Hewson
Lockheed Martin Chairman, President and Chief Executive Officer

Addressing Global Megatrends

Businesses today operate in a complex, fast-changing landscape. Resource constraints and skills shortages put pressure on growth and global supply chains, while growing public distrust tests the confidence in business held by society. These challenges have far-reaching effects on companies, communities and the environment.

Lockheed Martin tracks global megatrends to identify future needs, and guide our sustainability and business strategy. Below are several key megatrends that have an impact on our business today and present long-term opportunities.

We Unlock Value for Society

Today’s global challenges require scalable solutions. The societies of tomorrow will depend on businesses like ours to provide the infrastructures of global security, communications and clean, reliable energy to ensure their resiliency and progress.

At the intersection of science and citizenship is where our advanced infrastructure solutions benefit society. We leverage our commitment to sustainability to meet these critical needs now and for decades to come through our important relationships with our government customers. We factor in social, environmental and economic considerations to deliver value to customers and citizens. To succeed, we balance stakeholder expectations with financial viability. This means achieving our sales goals and delivering high-performing products to help customers meet their own sustainability objectives.
The world relies on a collection of complex assets, systems and networks to enable a well-functioning and secure society. These advanced infrastructure not only contribute to our daily convenience and safety, they enable global sustainable development. The mission of Lockheed Martin’s customers and the technological capabilities of our products and services allow us to play a significant role in the advanced infrastructure of several countries.

**SPACE-BASED INFRASTRUCTURE**
From banking security to defense missions, society depends on space capabilities. Our spacecraft and other space-based technologies enable global communication, navigation, predictive weather analysis and national intelligence systems.

**GLOBAL SECURITY**
More than half the world’s population has no direct access to paved roads. Systems built for unmanned operation and remote landing ensure the safe completion of rescue and defense missions and humanitarian relief, regardless of the terrain.

**ENERGY RESILIENCE**
Global resource constraints and an increasingly diverse energy supply call for technological advances in energy generation, storage and consumption. We develop scalable solutions that optimize energy capacity and natural resources.

**ENERGY MANAGEMENT**
Our intelligent microgrids optimize energy management and distribution from diverse sources to deliver uninterrupted, high quality power in remote or campus locations.

**CLEAN ENERGY PRODUCTION**
Our advanced gasification system serves the dual purpose of reducing biowaste and producing clean energy, emitting less GHGs than conventional energy production methods.

**SECURE NAVIGATION**
GPS III satellites provide superior security, accuracy and reliability to keep security personnel more informed and bring first responders faster to areas of need.

**WEATHER FORECASTING**
The GOES-R satellite will aid lifesaving efforts and shelter local economies by providing more accurate real-time weather forecasts and earlier storm warnings.

**REMOTE CARGO DELIVERY**
The C-130J aircraft lands in remote, low-infrastructure areas carrying more than 40,000 pounds of supplies to the harshest environments, including disaster relief areas.

**UNMANNED AERIAL SYSTEMS**
The K-Max helicopter completes unmanned precision tasks, reducing the possibility of casualties when delivering cargo to high risk areas or abating wild fires.

**2015 SUSTAINABILITY EXECUTIVE SUMMARY**
MANAGING SUSTAINABILITY

STRATEGIC SUSTAINABILITY

The Lockheed Martin Sustainability Management Plan (SMP) manages and measures performance of our six core issues. Established in 2013, it outlines approximately 40 short- and long-term indicators of sustainability in our business decisions and practices.

Our CEO and Executive Leadership Team review our mid-year and full-year performance. The Ethics and Sustainability Committee of the Board of Directors reviews the implementation process. The following sections describe our SMP strategies, goals and performance for each core issue.

GOVERNANCE

Continually enhance efforts to uphold high standards and controls for ethical business conduct, compliance and transparency.

PRODUCT PERFORMANCE

Innovate to deliver optimal economic and performance value over the lifecycle of our products.

TALENT COMPETITIVENESS

Foster a high-performance, inclusive culture that attracts, engages, and develops talent to excel in our marketplace.

RESOURCE EFFICIENCY

Optimize the use of natural resources in our operations to reduce carbon emissions through improved energy management.

INFORMATION SECURITY

Minimize the probability and impact of undesirable events associated with security incidents in our operations and for our customers’ missions.

SUPPLIER SUSTAINABILITY

Partner with at least 90% of active suppliers to advance responsible sourcing practices and improve transparency.

HOW WE CHOSE OUR CORE SUSTAINABILITY ISSUES

CORE ISSUES ASSESSMENT

In 2013, we conducted a formal, four-step assessment of sustainability factors based on their importance to our business and stakeholders. We also looked for ways to improve related information disclosure. The six core issues we ultimately identified were reviewed by our Board of Directors. Our process:

1. Convened diverse internal and external stakeholders to collect viewpoints.
2. Plotted 41 factors by multiple dimensions of importance to stakeholders and business success.
3. Evaluated 20 factors that stakeholders deemed high priorities.
4. Agreed to cluster closely correlated factors.
GOVERNANCE

OVERVIEW
2015 marked 20 years of excellence in ethical governance at Lockheed Martin.

Ethics is a cornerstone of our business strategy and we're proud of the trust we've earned from customers, partners, suppliers and shareholders. We act with integrity to positively impact society and the environment.

CORE ISSUE FACTORS
- Bribery and corruption control
- Responsible sales
- Stakeholder engagement
- Import and export controls
- Lawful lobbying and political engagement
- Respect for human rights

OBJECTIVE
CONTINUALLY ENHANCE EFFORTS TO UPHOLD HIGH STANDARDS AND CONTROLS FOR ETHICAL BUSINESS CONDUCT, COMPLIANCE AND TRANSPARENCY

SUSTAINABILITY MANAGEMENT PLAN PROGRESS compared to 2013 baseline

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>ANTI-CORRUPTION CONTROLS</td>
<td></td>
</tr>
<tr>
<td>Monitor and measure anti-bribery and anti-corruption activities by maintaining or reducing deviations from corporate policies on international and domestic business conduct.</td>
<td></td>
</tr>
<tr>
<td>100% 2015</td>
<td></td>
</tr>
<tr>
<td>Trained 100% of international consultants</td>
<td></td>
</tr>
<tr>
<td>Anti-Corruption Policy Deviations</td>
<td></td>
</tr>
<tr>
<td>2013: 38</td>
<td></td>
</tr>
<tr>
<td>2014: 5</td>
<td></td>
</tr>
<tr>
<td>2015: <strong>22</strong></td>
<td></td>
</tr>
<tr>
<td>PRIVACY</td>
<td></td>
</tr>
<tr>
<td>Track the ratio of privacy observations to privacy impact assessments related to employees' personally identifiable information.</td>
<td></td>
</tr>
<tr>
<td>Privacy Assessments Ratio</td>
<td></td>
</tr>
<tr>
<td>2013: 3.23</td>
<td></td>
</tr>
<tr>
<td>2014: 1.33</td>
<td></td>
</tr>
<tr>
<td>2015: <strong>1.50</strong></td>
<td></td>
</tr>
<tr>
<td>2015 results exclude reassessed and renewed systems, which would change the ratio to 1.33.</td>
<td></td>
</tr>
<tr>
<td>STAKEHOLDER PARTICIPATION</td>
<td></td>
</tr>
<tr>
<td>Increase external stakeholder participation in our biennial sustainability core issues assessment.</td>
<td></td>
</tr>
<tr>
<td>External Stakeholders</td>
<td></td>
</tr>
<tr>
<td>2013: 9</td>
<td></td>
</tr>
<tr>
<td>2015: <strong>23</strong></td>
<td></td>
</tr>
<tr>
<td>SUPPLY CHAIN ETHICS</td>
<td></td>
</tr>
<tr>
<td>Increase ethics supplier mentoring relationships with small businesses.</td>
<td></td>
</tr>
<tr>
<td>Cumulative Totals</td>
<td></td>
</tr>
<tr>
<td>2013: 9</td>
<td></td>
</tr>
<tr>
<td>2014: 18</td>
<td></td>
</tr>
<tr>
<td>2015: <strong>29</strong></td>
<td></td>
</tr>
<tr>
<td>SUPPLY CHAIN MANAGEMENT</td>
<td></td>
</tr>
<tr>
<td>Increase participation rate for our Sustainable Supply Chain Management Voluntary Assessment, distributed in 2013 to suppliers that represented 46% of our supply chain spending.</td>
<td></td>
</tr>
<tr>
<td>Assessment Participation Rate</td>
<td></td>
</tr>
<tr>
<td>2013: 52%</td>
<td></td>
</tr>
<tr>
<td>2014: <strong>84%</strong></td>
<td></td>
</tr>
<tr>
<td>2015: <strong>84%</strong></td>
<td></td>
</tr>
</tbody>
</table>
PRODUCT PERFORMANCE

OVERVIEW
Embedding sustainability into our systems and products is both a challenge and an opportunity.

Customers measure our value through product quality, cost and reliability. We consider their needs first and foremost, and factor in our products’ impact on society and the environment. We build safety and sustainability into each phase of the product life cycle, from design to disposal.

CORE ISSUE FACTORS
- Product innovation
- Quality, safety and reliability
- Product portfolio composition
- Affordability

SUSTAINABILITY MANAGEMENT PLAN PROGRESS compared to 2013 baseline

SUPPLY CHAIN SAVINGS

Goal: Increase supply chain savings among key suppliers.

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>8.9%</td>
<td>Through collaboration and innovation we reduced by 8.9% spending commitments with the top 15 suppliers across the top 20 programs since 2013.</td>
</tr>
</tbody>
</table>

COST IMPROVEMENTS

Goal: Increase company realized savings and customer savings.

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>$2.1B</td>
<td>Based on internal assessments compared to a 2013 baseline.</td>
</tr>
</tbody>
</table>

IP MONETIZATION

Goal: Track monetization of sustainability-based intellectual property (IP).

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>We validated a need to track the rate at which our sustainability-related IP is licensed or sold for commercial use, but our efforts to adopt a process were superseded by a new corporate technology strategy in mid-2015.</td>
<td></td>
</tr>
</tbody>
</table>

MANUFACTURING EFFICIENCY

Goal: Decrease the rate of in-process defects, scrap, rework and repair in manufactured products.

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>Target achieved</td>
<td>For proprietary reasons, we do not disclose performance data.</td>
</tr>
</tbody>
</table>

LIFECYCLE ANALYSES

Goal: Increase investment in lifecycle analysis (LCA)-based methodology, as measured by completed LCA projects.

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>6</td>
<td>Target achieved</td>
</tr>
</tbody>
</table>

PRODUCT QUALITY

Goal: Decrease frequency of repeat corrective actions to remedy quality escapes.

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>Target achieved</td>
<td>For proprietary reasons, we do not disclose performance data.</td>
</tr>
</tbody>
</table>
Investing in employee development is an investment in our business success. Healthy, engaged employees are integral to growth and innovation. We rely on them to design and build infrastructure we need today and solutions we imagine for tomorrow.

**Objective**

**Foster a high-performance, inclusive culture that attracts, engages and develops talent**

### Core Issue Factors

<table>
<thead>
<tr>
<th>Factor</th>
<th>Goal</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equitable talent management, development and retention</td>
<td>Maintain a lower voluntary attrition rate among top-performing exempt employees compared to exempt employees with lower ratings.</td>
</tr>
<tr>
<td>STEM outreach</td>
<td></td>
</tr>
<tr>
<td>Workplace safety</td>
<td></td>
</tr>
</tbody>
</table>

### Sustainability Management Plan Progress compared to 2013 baseline

#### Employee Retention

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>Voluntary Attrition Rate</td>
<td>4.16% &lt; 4.52%</td>
</tr>
<tr>
<td>Top performing employees</td>
<td>All other employees</td>
</tr>
</tbody>
</table>

#### Diversity and Inclusion Satisfaction

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>Diversity and Inclusion Score (of 100)</td>
<td>71.55 &lt; 72.45</td>
</tr>
<tr>
<td>2013</td>
<td>2015</td>
</tr>
</tbody>
</table>

#### Workforce Safety

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>a. Achieve or exceed day away case rate goals of &lt;0.18%</td>
<td>0.15 Day away case rate</td>
</tr>
<tr>
<td>b. Achieve or exceed recordable rate goals of &lt;1.18%</td>
<td>0.92 Recordable rate</td>
</tr>
<tr>
<td>c. Achieve or exceed severity (lost days) rate goals of &lt;4.40%</td>
<td>3.75 Severity (lost days) rate</td>
</tr>
</tbody>
</table>

#### Supervisor Engagement for Safety

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reduced average time to complete manager one-over-one discussions following a work-related injury</td>
<td>Reduced average time to complete manager discussion compared to our 2013 internal baseline.</td>
</tr>
</tbody>
</table>

#### Charitable Giving

<table>
<thead>
<tr>
<th>Goal</th>
<th>2015 Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>Allocate approximately half of Board of Directors-authorized charitable contributions to initiatives supporting STEM education with impact metrics for major grants by the end of 2015</td>
<td>$27M in Charitable Contributions 48%</td>
</tr>
</tbody>
</table>

#### STEM Volunteerism

<table>
<thead>
<tr>
<th>Total Volunteer Hours</th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>% of total volunteer hours that are dedicated to STEM education</td>
<td>11%</td>
<td>12%</td>
<td>12%</td>
</tr>
</tbody>
</table>
SUPPLIER SUSTAINABILITY

OVERVIEW
Among the biggest sustainability challenges for our industry is managing global supply chains.

A broadening set of stakeholders demand increased transparency into where and how products are made. This requires due diligence and strong partnerships across the value chain.

CORE ISSUE FACTORS
- Raising supplier standards
- Conflict minerals due diligence
- Preventing counterfeit components

OBJECTIVE
PARTNER WITH AT LEAST 90% OF ACTIVE SUPPLIERS TO ADVANCE RESPONSIBLE SOURCING PRACTICES AND IMPROVE TRANSPARENCY

SUSTAINABILITY MANAGEMENT PLAN PROGRESS compared to 2013 baseline

- **CODE OF CONDUCT**
  - Distribute Supplier Code of Conduct to active suppliers via open purchase orders, which are typically required for a supplier to receive payment.
  - **Goal**: Partner with at least 90% of active suppliers to advance responsible sourcing practices and improve transparency.
  - **2015 Results**:
    - Active suppliers who received Supplier Code of Conduct: 2013 - 18%, 2014 - 77%, 2015 - 100%

- **COUNTERFEIT TRAINING**
  - Ensure all eligible purchasing, quality and other affected employees complete Counterfeit Parts Awareness Training.
  - **Goal**: Partner with at least 90% of active suppliers to advance responsible sourcing practices and improve transparency.
  - **2015 Results**:
    - Counterfeit Parts Awareness Training: 2013 - 68%, 2014 - 99%, 2015 - 100%

- **COUNTERFEIT CONTROLS**
  - Increase percentage of suppliers with deliverable hardware with acceptable counterfeit work control plans, as assessed by the business segments.
  - **Goal**: Partner with at least 90% of active suppliers to advance responsible sourcing practices and improve transparency.
  - **2015 Results**:
    - Target achieved
    - For proprietary reasons, we do not disclose performance data.

- **SUPPLY CHAIN RISK MANAGEMENT**
  - Assess top 500 suppliers with low Dun & Bradstreet Supplier Stability Indicator scores and develop risk mitigation plans as necessary.
  - **Goal**: Partner with at least 90% of active suppliers to advance responsible sourcing practices and improve transparency.
  - **2015 Results**:
    - 100%

- **SUSTAINABILITY ASSESSMENT**
  - Increase participation rate for our Sustainable Supply Chain Management Voluntary Assessment, distributed in 2013 to suppliers that represented 46% of our supply chain spending.
  - **Goal**: Partner with at least 90% of active suppliers to advance responsible sourcing practices and improve transparency.
  - **2015 Results**:
    - Assessment Participation Rate: 2013 - 52%, 2014 - 84%, 2015 - 84%
RESOURCE EFFICIENCY

OVERVIEW
We look beyond compliance to reduce our environmental footprint by identifying resource efficiencies across our operations. As a result of our ambitious targets and robust management processes, we are a leader in energy efficiency and greenhouse gas (GHG) emissions reduction.

CORE ISSUE FACTORS
Optimizing energy use  Reducing GHG emissions

SUSTAINABILITY MANAGEMENT PLAN PROGRESS
Goal 2015 Results  Goal 2015 Results

- **REDUCTION TARGETS**
  - Achieve a 25% reduction in energy, a 30% reduction in water use and a 35% reduction in carbon emissions by 2020 from a 2010 baseline.
  - -18% Energy use  -25% Water use  -23% Carbon emissions

- **WASTE AND RECYCLING**
  - Suspend waste-to-landfill reduction focus to identify and establish total waste reduction and recycling targets.
  - Targets Set:
    - Reduce total waste from 2014 to 2020 by 7%
    - Increase recycling from 2014 to 2020 by 8%

- **DATA CENTER EFFICIENCY**
  - Achieve carbon usage effectiveness (CUE) and power usage effectiveness (PUE) targets for all enterprise-managed data centers, as measured by electricity consumption per IT load thresholds.
  - >1.65 CUE  >1.8 PUE
  - 100% of our enterprise-managed data centers are meeting CUE and PUE targets.

- **ENERGY INTENSITY**
  - Track energy usage to revenue.
  - 204 MMBTU/$1 Million Revenue  187 MMBTU/$1 Million Revenue

- **GREEN IT EFFICIENCY**
  - Identify and establish green information technology efficiency targets.
  - We assessed the top 12 data centers by energy consumption and identified PUE as the indicator for setting future targets. Due to projected costs and data center planning, we need to re-evaluate implementing future targets.

- **RISK-BASED WATER EFFICIENCY**
  - Identify and establish water reuse targets for Lockheed Martin operations in water-stressed regions.
  - We conducted water balances for our three largest California sites. Few water reuse opportunities exist, particularly for irrigation. We need to re-evaluate implementing future targets.

- **GREEN BUILDINGS**
  - Identify and establish green square footage footprint or green building targets.
  - Target Set: Increase Annually
    - 1.2 1.5 1.9 (Million sq. ft.) 2013 2014 2015
    - Adjusted for facility closures

- **ON-SITE RENEWABLE ENERGY**
  - Develop business case for on-site renewable energy generation for each Lockheed Martin business segment.
  - Total business cases completed by all business segments, with four approved for capital funding through the end of 2015.
INFORMATION SECURITY

OVERVIEW

Essential systems such as transportation, energy and finance depend heavily on the digital infrastructures behind them.

We secure these digital infrastructures by protecting customer mission-sensitive data, employees’ personally identifiable information and our intellectual property using our Intelligence Driven Defense® approach to cyber security.

CORE ISSUE FACTORS

- Securing customer and employee personal information
- Safeguarding intellectual property (IP) rights
- Mitigating data fraud, sabotage and theft

SUSTAINABILITY MANAGEMENT PLAN PROGRESS

We monitor eight indicators from a 2013 baseline related to information security-oriented business decisions and activities. These indicators include tracking and reporting internally in the following areas:

- Personal and identifiable information
- Insider and outsider threats
- Customer privacy
- Data fraud, sabotage and theft
- Intellectual property rights and protection

OBJECTIVE: Partially Met

For security reasons we do not publicly disclose performance data on individual SMP measures for this core issue. Based on 2015 performance, we did not meet our objective for one of eight measures, which individually does not reflect an overall assessment of the effectiveness of information security risk management efforts. We will continue to report performance to our executive leadership team and engage our Board of Directors to discuss cyber security risk and associated action plans.

EVOLVING CYBER THREATS

INDUSTRY NEED

The 2013 Cost of Cyber Crime Study, by the Ponemon Institute, reveals:

- $23.3M
  The defense industry had the second highest cyber attack cost for fiscal year 2013 at $23.3 million
- $20.3M
  The four-year average annual cost of responding to cyber attacks for the defense industry was an estimated $20.3 million
- $250B
  In 2014, the Centre for Risk Studies at the University of Cambridge forecast that a cross-industry, system-wide information technology (IT) failure could cost more than $250 billion in lost global gross domestic product
RECOGNITION

SUSTAINABILITY
Dow Jones Sustainability World Index member
Ranked #10 on CR Magazine’s 100 Best Corporate Citizens
MSCI Intangible Value Assessment — sector leader

GOVERNANCE
Rated A by Transparency International-UK
Silver Stevie Award
Corporate Governance Award for Best Ethics and Compliance Program (Large Cap)

PRODUCT PERFORMANCE
Three Manufacturing Leadership Council Awards
Aviation Week Program Excellence Award, Sub-System Level Research & Development/ System Development and Demonstration
Aviation Week Program Excellence Award, System Level Sustainment

TALENT COMPETITIVENESS
Ranked third “Best for Vets” employer by Military Times Magazine
Rated 100% on Human Rights Campaign’s Corporate Equality Index
American Heart Association Fit Friendly Award
Best Employers for Healthy Lifestyles, Gold Award

SUPPLIER SUSTAINABILITY
DoD Nunn Perry Award
Women’s Business Enterprise National Council Small Business Awards
Ranked among National Veteran-Owned Business Association’s Military Friendly Supplier Diversity Programs
Sustainable Purchasing Leadership Council Five Outstanding Case Study Awards

RESOURCE EFFICIENCY
U.S. EPA Green Power Partner Award
Climate Change CDP Report 100/100
Arkansas Environmental Federation Diamond Award for Excellence

INFORMATION SECURITY
Selected #1 in Washington Technology’s Top 100
Awarded level 5 rating by Capability Maturity Model Integration (CMMI®) Institute

ABOUT REPORT
An independent third party letter of assurance is available for this report’s data.
Unless otherwise noted, this report includes global data and activities for the calendar year 2015 from Lockheed Martin corporate offices and five business segments, excluding Sikorsky and Sandia National Laboratories.

FORWARD-LOOKING STATEMENTS
This report contains statements which, to the extent not recitations of historical fact, constitute forward-looking statements within the meaning of the federal securities laws. The words “will,” “enable,” “expect,” “plan,” “forecast,” “anticipate,” “continue,” “achieve,” “scheduled,” “estimate,” “believe,” “intend,” “aim,” “orient” and similar expressions are intended to identify forward-looking statements. Statements and assumptions with respect to achievement of goals and objectives; anticipated actions to meet goals and objectives; allocation of resources; planned, encouraged or anticipated actions; planned performance of technology; or other efforts are also examples of forward-looking statements.

Forward-looking statements are based on our current expectations and assumptions, are not guarantees of future performance, and are subject to risks and uncertainties. Actual results could differ materially due to factors such as (i) the availability of funding for the programs described in this report; (ii) changes in our priorities as well as changes in the priorities of our customers and suppliers; (iii) the accuracy of our estimates and assumptions; (iv) the future effect of legislation, rule-making and changes in policy; (v) the impact of acquisitions or divestitures or other changes in our employee or product and service base; (vi) the competitive environment; (vii) the ability to attract and retain personnel and suppliers with technical and other skills; (viii) the success of technologically developed solutions; (ix) the willingness of suppliers to adopt and comply with our programs; and (x) global economic, business, political and climate conditions.

These are only some of the factors that may affect the forward-looking statements contained in this report. For further information regarding risks and uncertainties associated with our business, please refer to our U.S. Securities and Exchange Commission filings including our Annual Report on Form 10-K for the year ended Dec. 31, 2015 and our 2016 Quarterly Reports on Form 10-Q, which may be obtained at the Corporation’s website http://www.lockheedmartin.com/investor or through the website maintained by the SEC http://www.sec.gov

The forward looking statements in this report are intended to be subject to the safe harbor protection provided by federal securities laws.