

# About This Report

#### Environmental, Social, Governance Reporting & Disclosure

Welcome to our second annual Corporate Responsibility (CR) Report. In this report, we share how we are building on our commitments and making progress in our communities, in our workplace, and for our planet. This report references frameworks such as the Global Reporting Initiative (GRI) and the Sustainability Accounting Standards Board (SASB).

View our GRI Index and SASB Index.



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# A Message from Our Founders

#### NIRAJ SHAH & STEVE CONINE

While the past few years have brought their fair share of twists and turns for all of us, we are committed to running Wayfair in a way that recognizes our role in the world and our impact on all of our stakeholders. After more than 20 years as a company, our sights are clearly focused on the next 20 years and the positive difference we can make.

Last year, we released our first Corporate Responsibility Report, and we're excited to build on that work this year. We've gone further in this report, including beginning to incorporate third-party reporting standards.

Internally, we have always been a company that values data and transparency. We use data to drive our decision–making, and we emphasize

transparency so that every employee can act like an owner at Wayfair, empowered to take smart actions that benefit the business. Extending that approach externally is simply a continuation of who we are.

In this second report, we are also guided by the materiality assessment that we completed in 2022. By listening to our stakeholders, we hope to apply our efforts in the most impactful ways possible. This year we're combining our diversity, equity, and inclusion (DEI) work into this report to make it easier for all our stakeholders to see an annual summary of our many efforts in one place.

We hope you'll take the time to read through all of the work happening across our organization, and we want to call out a few highlights from 2022. We're pleased to have launched our Shop Sustainably program to help customers choose products that meet best-in-class third-party certifications or standards. This is a great example of how our platform business model can help products that are better for the world reach more customers. We also established the Wayfair Emergency Relief Fund to support our employees in times of crisis, and we continued to develop our nonprofit partnerships with organizations focused on homelessness. We were proud to continue the work in DEI that is helping foster a culture of inclusion across our geographies.

Thank you for taking the time to read this report and for your continued interest in Wayfair.

WRAJ

**Niraj Shah** (he/him) CEO, Co-Chairman, and Co-Founder

Steve

**Steve Conine** (he/him)
Co-Chairman and
Co-Founder

# About Wayfair

# Our Business & Brands

Wayfair is the destination for all things home—helping everyone, anywhere, create their feeling of home. From expert customer service to tools that make shopping easier to carrying selections for every space, style, and budget, Wayfair gives everyone the power to create spaces that are just right for them.

Wayfair's family of brands includes:



Everything home—for a space that's all you



Edited mix of the most relevant styles in home



Just right for Pros



Classic style for joyful living

#### **PERIGOLD**

An undiscovered world of luxury design

#### **ALLMODERN**

Destination for all things modern

## Corporate Responsibility Strategy & Governance

Our corporate responsibility approach engages Wayfairians from across the company. Last year, through our Executive Impact Council and Committees, we introduced a strategic governance structure to drive progress. Read about our stakeholder engagement and materiality assessment process in the **How We Work** section.

## Our corporate responsibility approach centers around making a difference in three areas:



#### **Our Communities**

We believe everyone deserves a home to live in, which is why we focus our social impact efforts on supporting homeless populations.

15,000+
people housed through
Community Solutions
and Canadian Alliance to
End Homelessness Built
for Zero communities.



#### **Our Workplace**

We want our employees to feel supported and have a sense of belonging.

grants issued to Wayfairians
experiencing hardship
through our Wayfair
Emergency Relief Fund to
support our workplace.



#### **Our Planet**

We care about supporting and driving solutions that build an environmentally sustainable future for all.

15,000+
third-party certified
products included in
Shop Sustainably.

#### Corporate Responsibility Organizational Structure

#### **Nominating & Corporate Governance Committee**

The Board, through our Nominating and Corporate Governance Committee, oversees our environmental, social, and governance (ESG)–related strategy, initiatives, and risks. The Nominating and Corporate Governance Committee receives regular updates from senior management as well as our Executive Impact Council.

#### **Executive Impact Council**

This council of leaders from across the company oversees and advises our ESG efforts and is led by a member of our C-suite, currently our Chief Technology Officer.

# Diversity, Equity, & Inclusion and Corporate Responsibility Teams

These teams head up our day-to-day work to foster a welcoming and impactful Wayfair. They develop strategies and tools for business teams, drive innovation and best practices, and help manage risk throughout our business.

#### **Impact Committees**

Our Executive Impact Council is supported by the committees designed to address key pillars of corporate responsibility and sustainability.

These groups are responsible for developing strategy, setting goals, driving execution, and tracking progress across the business.

Additional details about our corporate governance, including our policies, can be found on our **Investor Relations webpage**.

# Our Communities

SUPPORTING HOUSING & A SENSE OF HOME FOR ALL



## **Our Social** Impact Strategy

We believe everyone deserves to have the feeling of home. That's why we invest in support for unhoused populations and those who have lost their homes due to natural and human-caused disasters.

\$3.9 million

**USD** of in-kind product donations to support Habitat for Humanity affiliates nationwide.

1,200+

employees matched for a total of \$689,000 USD in giving through our Employee Match Program.

key nonprofit partnerships and support provided to 21 nonprofits focused on housing in 2022.

injured U.S. veterans brought out of unfit housing and provided new, ADA-compliant homes by Homes For Our Troops.

853

home move-ins by **Team Rubicon to support** refugee resettlement.

#### How We Give

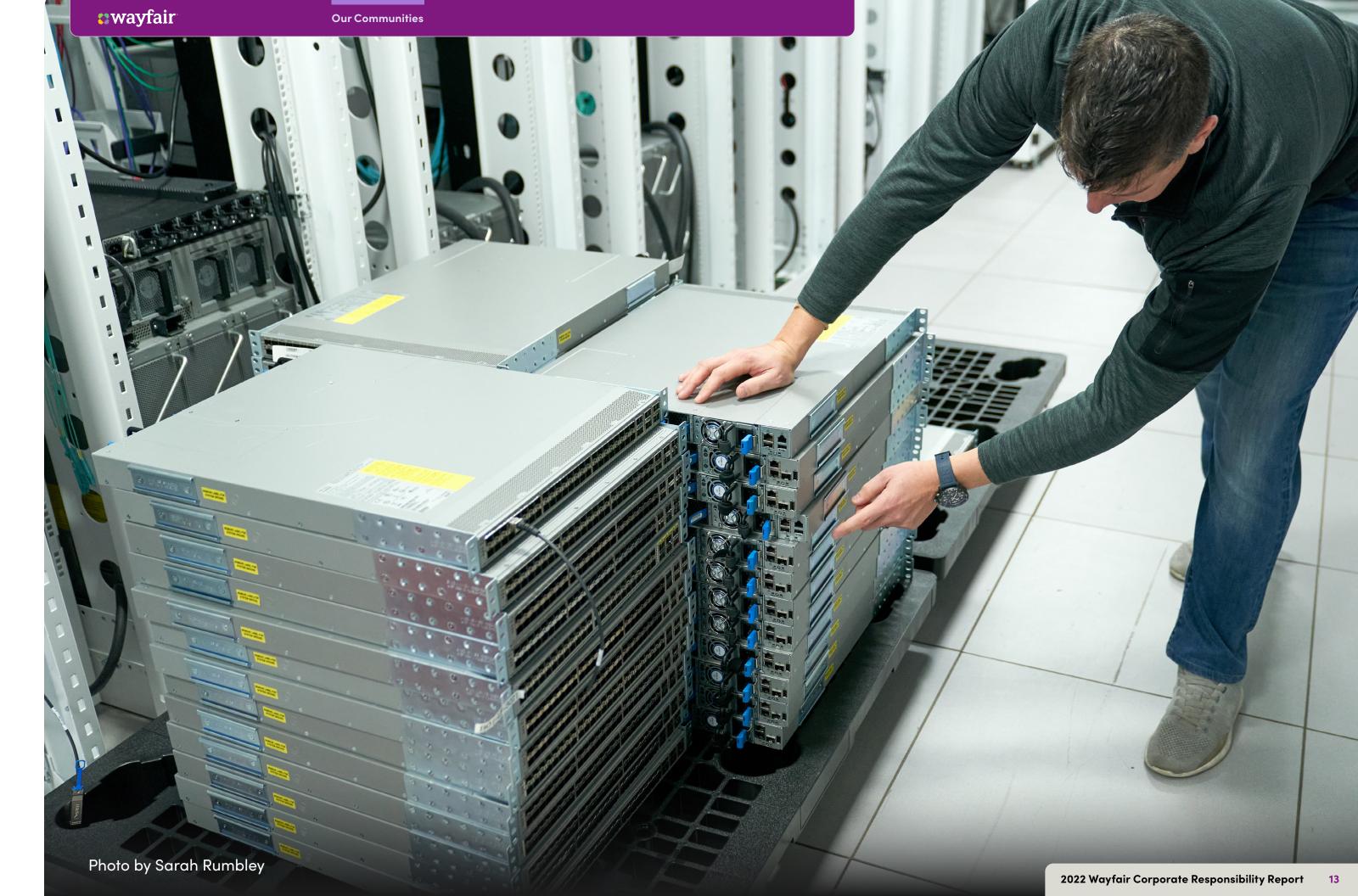
#### **In-Kind & Community Giving**

We partner with leading nonprofit partners who understand community needs and create systemic change in the areas of housing and homelessness. Through these partnerships in 2022, Wayfair provided nearly \$7.8 million USD of in-kind product donations. We also provided over \$1.25 million USD in financial support. Our customers donated more than \$1 million USD to our partners through our donate-at-checkout program.

After completing our migration to Google Cloud for our digital operations, we had a unique opportunity to be creative with unneeded servers that were still functional. Upon a suggestion by one of our engineers, we donated 2,000 servers to the Rochester Institute of Technology's Computer Science House and the Mass Open Cloud Alliance to encourage and support the next generation of entrepreneurs and innovators, at an estimated value of \$3.1 million USD. Read more about this collaboration on the Google Cloud Blog.

#### **Disaster Relief**

When disaster strikes, we strive to support affected communities. In 2022, Wayfair partnered with organizations in North America and Europe to provide financial donations, rally contributions from our employee base, and make in-kind product donations where feasible. This included a \$100,000 USD donation to the International Rescue Committee and offering virtual volunteering opportunities through Generus—a Boston-based, woman-owned virtual volunteering company—where items were donated to the Ukraine border after the war broke out. From refugee support for Ukranians to hurricane relief, Wayfair was there to support those in need.



# Employee Impact & Volunteerism

Wayfairians are passionate about supporting their local communities and making an impact. Every year, our team members receive paid volunteer time off—a full day for full-time employees and a half day for part-time employees—and the opportunity to request financial matches for nonprofits they donate to. In 2022, the number of paid service hours taken by employees increased by 63%, and the number of global employees using this benefit increased by 68%. Additionally, Wayfair hosted employee volunteer events with key partners, including sponsoring 13 home builds for Habitat for Humanity and hosting a Community Solutions volunteer day, where employees gathered together and assembled bags of linens for residents at The John and Jill Ker Conway Residence in Washington, D.C.

In 2022, the number of paid service hours taken by employees increased by 63%, and the number of employees using this benefit increased by 68%.

We continued to partner with Generus to host events for National Volunteer Week in April 2022 as well as several other events throughout the year where teams could join together and volunteer. In total, 876 Wayfair employees spent over 1,300 hours volunteering with Generus in 2022 and created 1,800+ homemade items that were donated to nonprofits across the world. Among the activities, Wayfairians came together to create handmade blankets and soaps for Ukrainian refugees and sent more than 250 products directly to the Poland-Ukraine border. A few examples of other events included creating no-sew blankets for refugees and displaced persons, making educational kits for children and adults with neurodivergent learning styles, and planting microgreen and herb gardens for families in underserved communities.

Through Wayfair's Employee Match Program, we match a portion of employees' personal donations to the nonprofits of their choice, up to \$500 USD per employee per calendar year. In 2022, we modernized our Employee Match Program with a new online platform, Fidelity Workplace Giving, that allows employees to donate directly to the nonprofits they care about and search for volunteer opportunities near them. In 2022, we saw a 27% increase in the total amount employees donated and a 15% increase in the number of unique employees who made a donation. Last year, we also matched over \$290,000 USD in employee donations

to nonprofits through our Employee Match Program, resulting in \$689,000 USD of combined impact across 500+ nonprofit organizations.

In 2022, we established the Wayfair Emergency Relief Fund to help support employees in times of crisis.

Read more about this fund in the Talent Development, Benefits, & Employee Wellbeing section.

provides essential hygiene products to school-aged children and young adults in the Greater Boston area facing hygiene and, in many cases, housing insecurity.

Employees in our Berlin, Germany, office put together over 80 hygiene kits and donated sleeping mats and sleeping bags to the Rise

Foundation for distribution at the start of 2023 to individuals experiencing homelessness. In Galway, Ireland, employees gathered to assemble over 500 kits with items such as soap, shampoo, and lotion. These hygiene kits were donated to Galway Simon Community.

Across our North America supply chain and customer service sites, employees collected canned and nonperishable items that were donated to local food banks.

Holiday Campaigns for Good

For people experiencing homelessness, hygiene is a complicated issue. Lack of access to stable housing and warm running water poses a risk to physical wellbeing and can also greatly affect mental health, lowering self-confidence and leaving individuals experiencing homelessness feeling left behind by society.

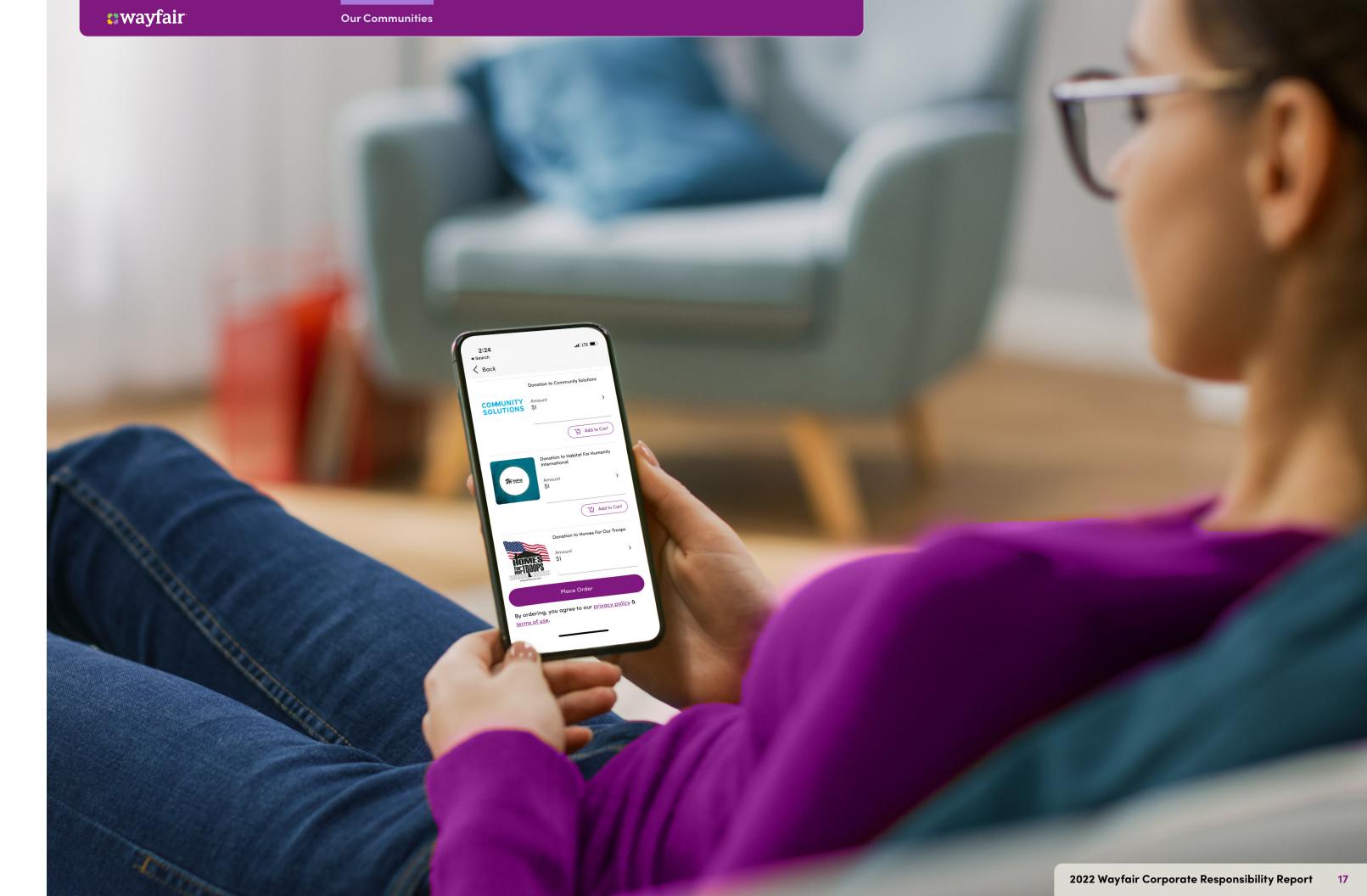
This past holiday season, our employees across the globe came together to give back. Boston employees volunteered in partnership with <u>Good360</u> to assemble over 5,300 hygiene kits that were donated to <u>Hope & Comfort</u>. Hope & Comfort is a local Boston nonprofit that



# Customer Impact in Communities

Our customers also care about helping their communities, so we've created platforms like our donate-at-checkout program, enabling customers to give directly to our nonprofit partners at their time of purchase. We've supported Habitat for Humanity's mission through our donate-at-checkout program since 2012 and have added partners over the years. Customers are able to add a donation amount to their online order to support our nonprofit partners' work.

In 2022, we hosted the 5 Days of Deals global giving event October 7-11, where customers shopped deals across our family of brands, generating more than \$1 million USD in donations. For the sale, we designated a partner for each geography— **Community Solutions** in the U.S., **The Canadian** Alliance to End Homelessness, Habitat for Humanity **Deutschland, Shelter U.K.**, and **Focus Ireland**. Donations came through three separate strategies, including the company donating a percentage of sales, customers using the donate-at-checkout program, and employees making donations to their preferred causes. As part of 5 Days of Deals, we also hosted a global speaker series, bringing together executives from each featured nonprofit to discuss challenges around housing and homelessness in their respective countries.



# Key Partnerships & **Community Investing**

#### Habitat for Humanity International



Wayfair is proud to have a long-standing partnership since 2012 with **Habitat for Humanity International**, a global nonprofit housing organization that envisions a world where everyone has a decent place to live. We've partnered with Habitat for Humanity through a variety of initiatives, including large-scale product donations from our warehouses, employee volunteerism, customer engagement through our donate-at-checkout program, and global humanitarian support and disaster relief. In 2022 alone, we donated over \$6 million USD retail value worth of product and sponsored and hosted 13 Habitat for Humanity volunteer home builds, engaging a wide breadth of employees, from supply chain associates to customer service employees to folks in our newly launched Tech Development Centers. We look forward to lending a helping hand and sponsoring many more builds in the future.

#### Habitat for Humanity Deutschland

Following the devastating floods in the Ahr Valley in Germany in 2021, Wayfair partnered with **Habitat for Humanity Deutschland** to completely restore and fully furnish a house for a family of 11. Our interior design experts helped every family member select furniture and decor to ensure all nine children and their parents got their feeling of home back. The family was able to move into their newly refurbished home just before the start of the school year in the fall of 2022.

#### Community Solutions

#### COMMUNITY **SOLUTIONS**

We began working with Community Solutions in 2021, donating an initial \$1 million USD and offering ongoing support for its Built for Zero movement. With more than 100 communities participating in Built for Zero, Community Solutions leverages data to identify individuals in need of housing and helps local agencies accelerate their response time in housing those in need. Community Solutions helps communities measurably and equitably solve homelessness. Because of Community Solutions' work in the U.S. and Canada, 14 communities have functionally ended homelessness for their populations, which by definition means that homelessness in those populations is "rare and brief," lasting less than 72 hours.

Our customers are also able to give directly to Community Solutions as part of our donate-at-checkout program. Learn more about our partnership **here**.

Our 2022 collaboration with Community Solutions made an impact in its mission to ensure more people have a place to call home:

communities in the U.S and Canada have functionally ended homelessness.

communities achieved a downward shift in 2022. meaning the community made a measurable, meaningful reduction in homelessness and a major improvement in its housing support systems.

16

13,000+ individuals housed in 2022, with 155,000 people housed since 2015.

**500+** units of affordable housing acquired within Community Solutions' Built for Zero network in 2022.

# Homes For Our Troops



We continue to partner with Homes For Our Troops, a Massachusetts-based nonprofit that builds and donates specially adapted custom homes nationwide for severely injured U.S. veterans. Since 2018, we've provided more than \$1.2 million USD in product and monetary donations through our donate-at-checkout program. Wayfairians have logged countless volunteer hours in support of their mission, from landscaping, to designing, to assembling furnishing for veteran homes. The newest Homes For Our Troops home recipient is Army Specialist Michael S. Monthervil, who will receive his new, specially adapted custom home in Florida in mid-2023. You can read more about our continuing work with Homes For Our Troops.



#### Advancing Racial Equity

In 2021, we announced a \$30 million USD commitment in community impact investing, including a \$20 million USD investment in the Black Economic Development Fund (BEDF). Launched and managed by the Local Initiatives Support Corporation, the BEDF invests in Black-led financial institutions, anchor institutions, and businesses to improve access to capital and expand economic opportunity for Black communities. In 2022, over 30 investments in more than 20 communities have supported Black-led businesses, real estate developers, banks, and anchor institutions.

We also know that racial inequity and homelessness are inextricably linked. Our partner Community Solutions is guided by this knowledge in its work to measurably and equitably end homelessness in communities across the U.S. and Canada. Community Solutions provides transparent data that demonstrates this link and has also developed a <u>framework</u> to empower communities addressing homelessness to ensure they aren't leaving anyone behind.



# Our Workplace



# The Way We Work: Our People Principles

We're changing the future of home, starting with three key elements: great people, great ideas, and great ambition. Our **People Principles** describe what it means to be a Wayfairian and define how we operate as individuals, as teams, and as a company.



Relentless **Customer Focus** 



**Deliver Results** with Agility



**Use Good** Judgement



**Build the Best Team** 



Collaborate **Effectively** 



Respect Others



Be an Owner



Innovate & **Improve** 



Adapt & Grow

## Diversity, Equity, & Inclusion

Our vision is a Wayfair culture where every employee, present and future, is seen, valued, and invited to contribute to a thriving global community centered around the creation of home. We see this vision out through our continued commitment to infusing diversity, equity, and inclusion (DEI) across Wayfair's teams and geographies.

Wayfair has laid the foundation and continues to build an inclusive culture through progress framed by three strategic pillars:

#### Leadership **Commitment &** Collaboration

We engage our executive leadership team to align on strategic direction, ensure adequate and consistent support, and implement accountability measures.

#### **Education &** Awareness

We partner across business units and teams to create programs and share materials that help Wayfairians establish good baseline behaviors, deepen their understanding of DEI, and engage in proactive discussions regarding DEI.

#### Building Infrastructure

We build and advocate for systems, processes, and policies that support and enhance a culture of inclusion and recognition. We look and invest beyond Wayfair to bolster community organizations and partners that help create a more equitable society.

As we look to 2023, we will continue to drive DEI impact through our working model and processes. We plan to create systems that further improve how we support employees, managers, and leaders in delivering equitable and effective career development experiences.

#### Our DEI Governance

Our Global Head of DEI reports to our Chief People Officer. Our Board of Directors receives DEI updates on a regular basis, which increases transparency and accountability across Wayfair on DEI programming and key performance metrics. Our DEI team fosters a culture that promotes an inclusive and engaged global community by developing our DEI strategy and leading daily efforts.

#### **DEI Center of Excellence**

The DEI team acts as the Center of Excellence for Wayfair's DEI strategy, leveraging Talent Business Partners to execute the work of DEI in the people space. We adopted this model in late 2022 to define best practices and provide tips, insights, training, research, consulting, and resources. The Center of Excellence standardizes best practices for company-wide adoption and offers advice on strategic planning, decision-making, and execution. As we move into 2023, the Center of Excellence model will enable teams across the organization to apply an inclusive lens to their work while scaling DEI principles to be our global standard.

#### **Black Leaders Summit**

In November 2022, our second Black Leaders Summit brought together Wayfair's Black Associate Directors and Directors in Boston to build community and discuss the biggest opportunities for Black Wayfairians to drive impact across the business. The summit provided an opportunity for this diverse group of leaders to connect directly with Wayfair's cofounders, Niraj Shah and Steve Conine, as well as the Vice President group, and included working sessions around supplier diversity and recruiting Black talent. The three-day summit also included a mixer with local members of the WayBlack ERG, creating visibility and connection for the broader Black community at Wayfair.

Part of the summit included a partnership with our local Junior Achievement of Greater Boston, where we hosted a Q&A session with approximately 40 predominantly Black and Latinx students from Fenway High School in Boston.

"The Black Leaders Summit guided me in thinking about what initiatives and pathways I would need to take to continue on in my trajectory at Wayfair. It also equipped me with resources and introductions to other leaders that could serve as mentors in this space."

**—Black Leaders Summit participant** 

#### Employee Resource & Affinity Groups

More than 4,500 Wayfairians have come together through Employee Resource Groups (ERGs) and Affinity Groups (AGs) to celebrate their shared cultures and experiences. Our employees created our ERGs to build community and allyship, creating a space for meaningful dialogue and collaboration. The groups also offer professional development and provide insights to leadership on business decisions affecting demographic groups.

In September 2022, Wayfair implemented a new infrastructure to support the development and growth of our ERG program. This new structure streamlines processes and provides simplicity, creating consistency and increasing alignment across ERGs and chapters. Our new model increases engagement and improves culture in a hybrid work environment while providing opportunities for leadership development and cross-functional collaboration.

Read more about our ERGs on our Diversity, Equity, & Inclusion webpage.

#### 2022 ERG & AG Highlights

Sobriety Network: This year, Wayfair launched our Sobriety Network to create a community of people who share histories of achieving sobriety. This network brings visibility to organizations, events, and other sober networks outside of Wayfair.

Women@Work: The Women's History Month global theme of #BreakTheBias led to engaging events throughout March. Our Women@Work and Asian Community ERGs cohosted a fireside chat where more than 800 attendees listened to a discussion about workplace gender equity. Later in March, the Latinx ERG partnered with Women@Work to organize a panel of Wayfair Latinas for an impactful discussion attended by 75 Wayfairians.































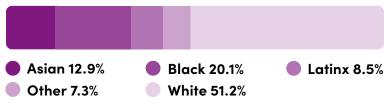


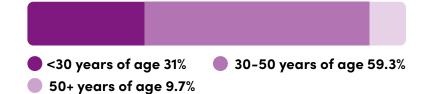


#### Who Makes Up Our Community?\*

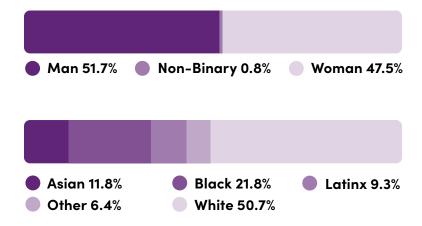
#### Global



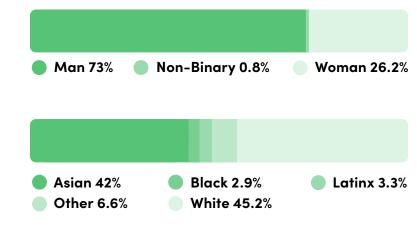




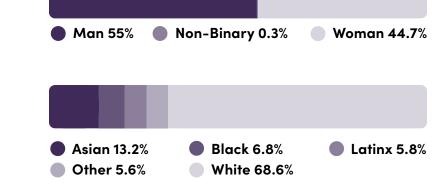
#### U.S.



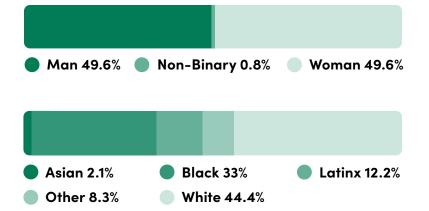
#### Tech



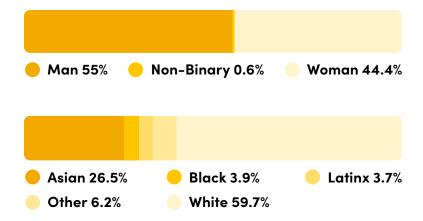
#### **People Managers**



#### **Front Line**

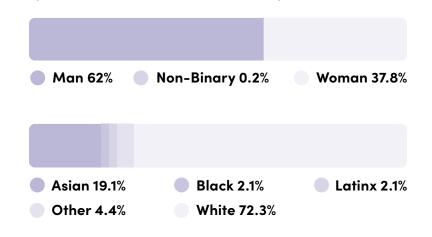


#### Corporate

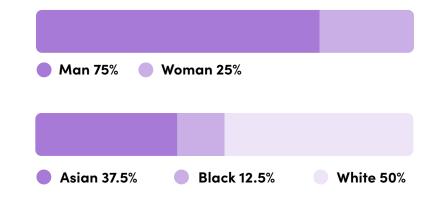


\* Percentages are derived entirely from self-reported data and do not reflect demographic information for individuals who have declined to self-identify. One Director declined to disclose demographic background information.

#### Leadership (Associate Director+)



#### **Board of Directors**



#### Awareness & Education

We strengthen our culture through knowledge and resources that inform a better understanding of each other and invite all to grow together. We hold space for authentic conversations through Change Starts at Home, our flagship education and awareness campaign. We focus on ensuring all parts of the organization have the resources they need to embed DEI content into new and existing training, like our Culture and Inclusion 201 series, and by maintaining a centralized learning content repository with approved DEI training resources. Our approach to equity continues to be data-informed, especially as we work to remove unconscious bias from our talent performance evaluation and compensation process. Learn more about these initiatives and our DEI infrastructure on our **Diversity**, **Equity**, & **Inclusion** webpage.

#### Mitigating **Unconscious Bias** in Performance **Evaluations**

Removing unconscious bias while evaluating and developing talent remains a high priority. We believe that a performance-driven, formula-based approach to compensation drives pay equity, defined as equal pay for equal work.

We run our compensation cycle annually, and employees are eligible for raises based on their performance ratings. Throughout the process, we monitor for potential differences in pay across voluntarily self-disclosed employee demographics, controlling for a range of factors, such as role, level, and performance. We also conduct performance equity analyses each cycle to help leaders identify and address performance equity gaps, and we continue to test mechanisms to help drive a more equitable performance review process, such as third-party reviews and a homegrown bias analyzer tool that flags use of potentially biased words in manager evaluations.

Our approach is paying off. We have repeatedly achieved pay equity for each employment level across gender, race, and age for all U.S. employees participating in the annual review cycle. Read about our roster of employee benefits in the Benefits & Compensation section.



#### Human Rights Campaign Corporate **Equality Index**

Our practices, policies, benefits, and culture of inclusion earned us a perfect score in the **Human** Rights Campaign's Corporate Equality Index in 2022, reflecting our insistence on inclusivity for our teammates who identify as part of the LGBTQIA+ community. We support our employees' whole identities through inclusive benefits, including domestic partner benefits, transgender-inclusive health care benefits, and supportive policies for gender affirmation.

#### **Building Our** Infrastructure

As Wayfair looks within to create programs that foster a culture of inclusion, we also look beyond our four walls to partner with organizations that propel equity in our hometown of Boston and society more broadly.

#### **Partnering for Inclusion in Boston**

We continue to invest in the future of Black professionals through Boston While Black. In 2022, Wayfair served as a platinum sponsor of Boston While Black's How To Boston While Black Tech



syndrome and how the Boston tech and life sciences ecosystem can better create inclusive workplaces that welcome, encourage, and support diverse talent. In March 2022, Wayfair joined the Massachusetts

**Apprentice Network** in its commitment to creating 1,000 apprenticeships in five years across all employer partners. As an employer in Massachusetts, we highlight how apprenticeships are a sustainable way to expand and diversify talent strategy by hosting opportunities that encourage and support new career paths.

## Talent Development, Benefits, & Employee Wellbeing



#### Employee Engagement

Our biannual Employee Engagement Survey, referred to internally as our Voice Survey, provides us with valuable insights that we use to inform initiatives that support Wayfairians in their professional growth and satisfaction. In 2022, we also created a framework for organizational health metrics and rolled out a dashboard for our leadership team. As part of this process, we began regularly reporting on organizational design metrics and DEI representation on a monthly cadence for increased leadership visibility.

This work was critical as we took difficult but necessary steps to right-size the company over the past year. We acknowledged the urgent need to engage with our employees, and we sought employee input through listening tours, surveys, and focus groups with Wayfairians.

Going forward, we see a continued opportunity to further strengthen how we measure employee engagement.

# Employee Training & Development

There is no one-size-fits-all approach when it comes to employee training and onboarding. In 2022, we deployed additional role-specific training in key departments. This training was particularly beneficial to our frontline warehouse and customer service teams.

In warehouses, we also implemented an appbased learning platform that can be accessed from employees' barcode scanners. Warehouse team members now partake in daily five-minute learning sessions, ranging from safety to DEI, during their start-of-shift briefing. This platform is supplemental to in-person training and serves as an accessible means for learning reinforcement. On average, more than 80% of our North American Supply Chain team members log in monthly.

We created a new Learning Center of Excellence in Athens, Georgia, for our Customer Service department. This center provides on-the-job training support remotely while employees in training manage live service contacts in real time. This model supports both proactive and reactive learning interventions during on-the-job skills applications.

We also focused on onboarding and additional training for Wayfair's Director-level positions, who play a key role in our operations. Specifically in 2022, we launched our first-ever onboarding program for

Directors: Leadership, Excellence, and Development. The first cohort welcomed 66 Directors who participated in this six-week program.

We integrated DEI training throughout nine existing leadership programs and also embedded it in the Certified Interviewer Program to further facilitate unbiased interviews. Our <u>People Principles</u> align with our manager behaviors to weave inclusion through our team dynamics.



#### Benefits & Compensation

Competitive compensation and benefits help us attract, retain, and develop top talent. Our Global Compensation and Benefits team works to ensure Wayfairians understand how they are compensated and what benefits and policies we offer. Drawing on internal and external data, we align Wayfair's offerings and policies to meet employee needs, industry benchmarks, and local regulations. Compensation and benefits are regularly reviewed by our CEO, Chief Financial Officer, and Chief People Officer, as well as the Board of Directors through its Compensation Committee.

#### In 2022, we continued expanding our comprehensive offering of benefits. Highlights included:

- Launching a partnership with a second opinion medical service to support employees with major medical decisions, including employees not enrolled in Wayfair medical benefits.
- Expanding backup child and elder care to all U.S. employees, including both hourly and salary wage earners, and increasing the number of days allowed to be used for backup care from six to ten per year. We also expanded backup care into Canada, the U.K., and Ireland.
- Increasing the Global Tuition Reimbursement program to provide a 100% reimbursement of eligible expenses, up to the maximum of \$5,250 USD (or local equivalent), an increase from the previous 66% reimbursement percentage.

- Introducing a basic life insurance benefit in the U.K.
- Granting paid time off for part-time workers across the U.S.
- · Additionally, we reached pay equity for each employment level across gender, race, and age for all U.S. employees participating in the annual review cycle in 2022. Read how we accomplished pay equity in the Mitigating Unconscious Bias in Performance **Evaluations** section.

#### In 2023, we will continue to expand benefits offerings. Planned offerings include:

- Onboarding a new global mental health provider to provide coaching and therapy to employees and their household members.
- Introducing a smoking cessation program in the U.S.
- Expanding eligibility to hourly employees in the U.K. for supplemental medical and dental plans.
- · Offering life insurance for employees in Poland, Ireland, and Germany.

- Expanding backup care and increasing pension plan contributions in Germany.
- Providing a short-term disability plan, increasing maternity leave and parental leave to 100% of pay for six weeks each, increasing paid time off, and expanding health care coverage to include orthodontia and gender-affirming care in Canada.

#### Wayfair Emergency Relief Fund: Supporting Our Own in Times of Need

Over the years, as team members have been impacted by hardships, we have seen our Wayfair community step up to help one another. In 2022, we officially launched the **Wayfair Emergency** Relief Fund to help eligible\* Wayfairians in need of immediate financial assistance following an unforeseen disaster or personal hardship. The fund relies on support from Wayfair and individual donations made by our employees. Wayfair partners with the **Emergency Assistance Foundation** to manage decision-making on employee applications based on Wayfair's eligibility criteria, grantmaking, and communication with applicants.

The Wayfair Emergency Relief Fund was seeded by donations from Wayfair and its co-founders, and allows for an equitable and immediate way to help our colleagues in the hardest of times. Since its launch in August 2022, we have been able to issue over 90 grants totaling \$100,000 USD to employees in need, such as those recovering from the devastation of Hurricane Ian, which hit Florida and other Southern states in September 2022, or those who need support covering medical bills from unforeseen medical expenses or illnesses.

"The day before yet another surgery, I found out I was pregnant! I was so worried about everything—the baby, the surgery, the bills! I found out about the Wayfair Emergency Relief Fund while in the hospital, and it was nice to know that I was able to turn to my job. They came to the rescue, allowing me and my husband to not worry so much and enjoy being first-time parents!"

-Wayfair B2B Customer Service team member

## **Employee Health & Safety**

Our "safety always" philosophy drives us to regularly review our safety programs, strategies, and roadmaps. In 2022, we evolved how we measure our safety programs, using updated safety industry standards by moving away from the lagging indicator of Recordable Incident Rate and toward a leading indicator approach, a Weighted Safety Score. The Safety Score consists of eight key performance indicators (KPIs) and includes two newly launched modules: the Inspection Tool and the Compliance Calendar. All KPIs contribute to a weighted score, driving consistency, compliance, and actionable recommendations to improve behavior and culture.

In 2022, we also launched a Return-to-Work Program for injured employees that matches essential functions with restrictions. This program will allow us to make more consistent accommodations going forward. At the same time, we are working on a Vulnerable Risk Group Program to better anticipate and prevent potential injuries for different risk groups, beginning with new hires in their first 90 days.

Wayfair is also proud to have been one of the first 100 companies to sign the National Safety Council's (NSC) MSD Pledge to reduce musculoskeletal disorder injuries by 25% by 2025. At this time, we along with other companies are submitting data to a database that will allow NSC to create an index of information for companies to reference and benchmark against. As an added benefit, we're also updating our written Ergonomics program to include elements recommended via a sample program offered as part of this NSC initiative.



<sup>\*</sup> Eligible employees are employed by Wayfair LLC or its full-time or part-time affiliates on the date of the application, or those on approved medical leave or approved leave of absence.

# Our Planet

PROTECTING OUR SHARED HOME

We are working to address the environmental impacts of our value chain and do our part to protect the planet for future generations. Although we're early in our journey, we have taken key steps to measure our impacts, partner with third-party experts, and collaborate with essential stakeholders including within our own operations and with suppliers, vendors, and customers.

## Climate Action

Climate change threatens our planet and communities, and Wayfair takes seriously our responsibility to act. Last year, we set a science-aligned<sup>1</sup> goal to reduce our Scope 1 and 2 greenhouse gas (GHG) emissions by 63% by 2035 (compared to our 2020 baseline).

Our carbon reduction goal guides our strategy for reducing the emissions associated with the buildings and fleet that we directly manage. We continue to evaluate and identify pathways to address and minimize Scope 3 emissions.

Additionally, we're establishing cross-functional working groups that are helping to identify reduction pathways and building near- and long-term roadmaps for achieving our GHG targets.



#### Wayfair Greenhouse Gas Emissions

Measured in metric tons carbon dioxide equivalent [CO <sub>2</sub> e] <sup>2</sup>	2020³	2021³	2022
Scope 1	18,458	18,484	21,343
Scope 2	20,905	20,292	20,299
Scope 3⁴	6,887,114	5,554,572	6,883,714
- Products & Services	6,094,575	4,850,235	6,123,857
- Transportation & Distribution	760,626	665,604	692,499
- Other	31,913	38,733	67,358
Total GHG Emissions	6,926,477	5,593,348	6,925,356

<sup>1</sup> Please find more information in the **Reducing Wayfair's Greenhouse Gas Emissions** article.

<sup>2</sup> Please find more information in the **2022 GHG Inventory Methodology**.

<sup>3</sup> We adjusted the 2020 and 2021 emission values in alignment with our methodology and recalculation policy. This was done to ensure accuracy and transparency, as data quality improvements and updates to our assumptions have since been implemented.

4 "Products & Services" includes the following Scope 3 categories: Purchased Goods & Services, End of Life Treatment of Sold Products; "Transportation & Distribution" includes both Upstream and Downstream Transportation & Distribution; "Other" includes Capital Goods, Fuel & Energy-Related Activities, Waste, Business Travel, and Employee Commuting. The yearly changes in Scope 3 GHG emissions are influenced by the calculation methodology update to more accurately reflect the material composition of each product, types of product sold, and services spent.

#### Renewable Energy

**Our Planet** 

Wayfair supports high-quality renewable energy opportunities globally, including new, expanding, or developing renewable generation sources. In 2022, Wayfair evaluated numerous Virtual Power Purchase Agreements (VPPAs). Pursuant to one VPPA, announced in 2023, Wayfair has contracted to participate in a 15 megawatt solar energy project located in eastern Texas that is expected to be operational by the end of 2024. This VPPA, and others we are continuously evaluating, will help scale new renewable energy through partnerships with other leading companies to finance the development and construction of solar energy projects.

In Europe, we continued to procure renewable energy in 2022, and nine of our eleven European sites have negotiated renewable energy contracts.

#### Wayfair Energy Use (gigajoules)

	20215	2022
Total energy consumption	551,244	618,886
Renewable energy purchased and power purchase agreements	38,472	32,346
Percentage renewable energy of total energy	6.98%	5.23%

<sup>5</sup> We adjusted the 2021 energy consumption values in alignment with our methodology and recalculation policy. This was done to ensure accuracy and transparency, as data quality improvements and updates to our assumptions have since been implemented.

#### Pathway to Energy Efficiency

In 2022, we conducted energy-efficiency audits at several fulfillment centers in North America and the U.K., and developed roadmaps for lighting and air conditioning retrofits, submetering, and solar implementation. These efficiency audits allowed us to identify energy-saving features across our network that we can incorporate into existing and future buildings.

In the EU and U.K., we launched an energy-efficiency project in the second half of the year and achieved a 34% electricity and 68% gas consumption reduction across two main fulfillment centers between September and December (as compared to 2021).

## Circular Economy

#### Waste Management

Waste and packaging are notable environmental impacts of our business. To reduce these impacts, we are implementing waste management strategies across our global operations. These programs help keep usable products and materials out of landfills and incineration.

Partnerships with trusted waste vendors are helping us make progress. In North America, Germany, and the U.K., our partners are introducing new processes and waste collection equipment across our facilities to improve diversion rates and reduce costs.



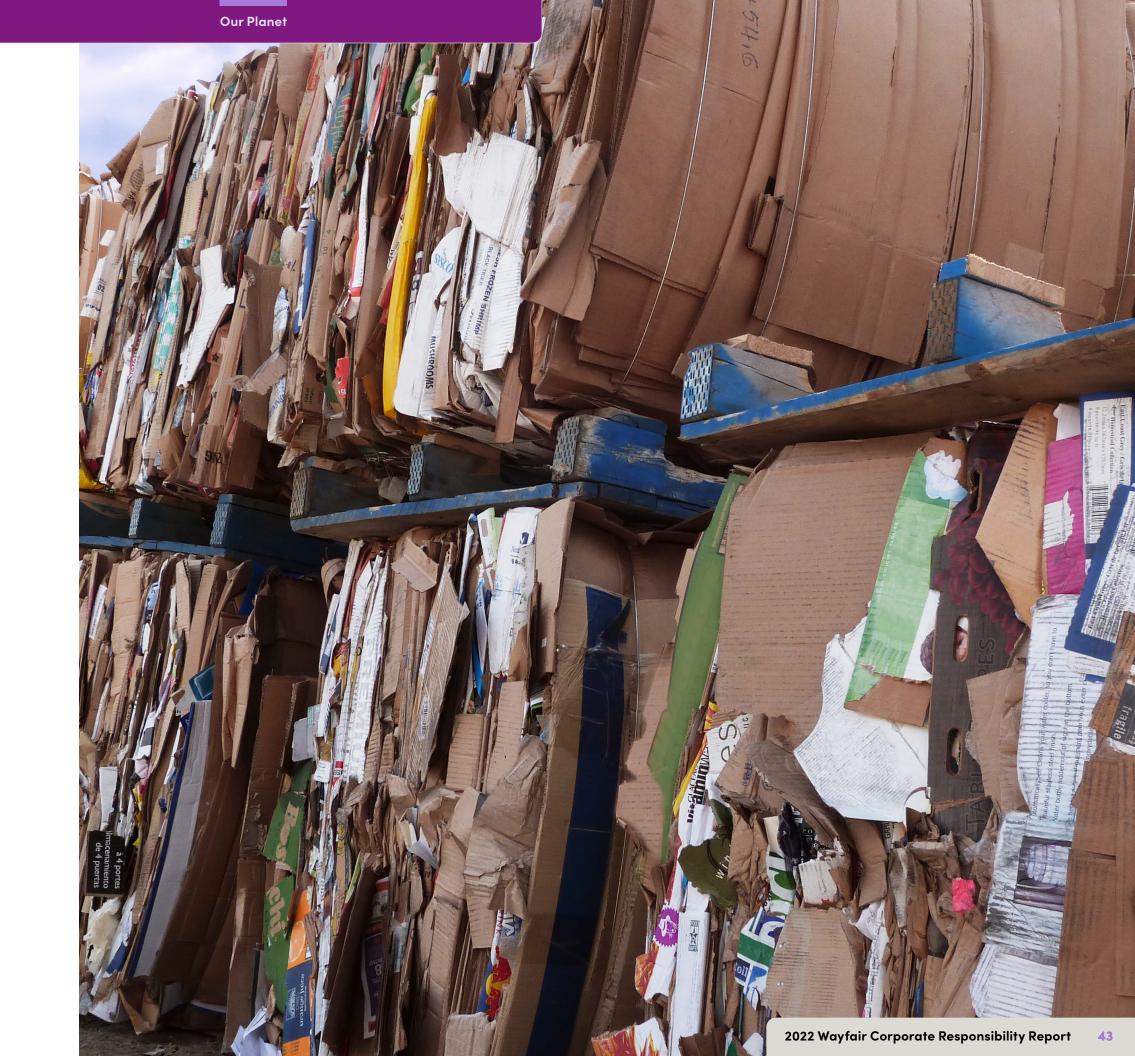
#### 2022 highlights include:

In North America, we implemented cost-saving initiatives such as slowing hauling pickups, which reduces truck trips and improves diversion rates.

In Germany, we implemented new recycling programs for returned materials, cardboard, and wood waste. We also trialed manual sorting methods for returns in an effort to increase recycling rates.

In the EU and U.K., operational teams developed a comprehensive baseline of waste management volumes and costs to support the region's Zero Waste program.

In the U.K., we implemented a new process to separate and dispose of waste containing potential persistent organic pollutants to ensure compliance with new regulations.



# wayfair

#### Sustainable, **Effective Packaging**

We're working to improve the sustainability of our packaging and to reduce product damage and return rates. Several groups across the company are involved in this critical effort. Our new Global Returns and Incident Prevention team targets the root causes of returns—such as damages due to inefficient packaging, product defects, or missing parts—and builds preventative solutions across our organization. Our Packaging team works to improve Wayfair's packaging and engages suppliers on best practices for damage prevention, minimizing use of unnecessary or excessive materials, and utilizing materials that are curbside recyclable and from recycled content. Through both direct engagement and supplier education workshops, we're moving the needle.

In 2022, we achieved a global 83%\* recyclability rate for Wayfair's purchased packaging, including boxes, wrap, fillers, and mailers. To reduce our use of plastic-based materials, we tested and deployed alternative materials, including swapping out plastic polythene bags for paper bags, using honeycomb paper instead of bubble wrap, and switching to paper-based box fill materials versus plastic in both Germany and the U.K. This led to a reduction of more than 26,600 pounds of plastic in 2022. In North America, we introduced 100% recycled content curbside recyclable paper mailers.

\*Excludes German packaging data for 2022.

#### Reducing Single-Use **Plastics**

We actively engage with our suppliers to recommend packaging adjustments that help to reduce damages and shift to more sustainable materials. In response to a recommended improvement, one of our U.K. dinnerware suppliers was able to remove 11 single-use plastic components from their previously utilized packaging design. In addition to reducing single-use plastic, the new design also resulted in a 42% reduction in post-shipment damages across three products.







## Sustainable Products

We're empowering our customers to select sustainable product offerings and encouraging suppliers to adopt third-party sustainability certifications and standards.

As part of our sustainable product strategy, we participate in various industry forums and roundtables to collaborate with peers and share knowledge and findings on industry best practices. We also actively engage with our suppliers on sustainable products and have outlined a distinct preference for Forest Stewardship Council® (FSC®)-certified wood in our Sustainable Wood Sourcing Policy.



Our Sustainable Wood Sourcing Policy outlines our expectations for the responsible use of forest resources. The policy specifically covers the wood used in our furniture and includes our preference for FSC®-certified wood products. In 2022, we again achieved a high score on the 2022 Wood Furniture Scorecard, a joint initiative between the Sustainable Furnishings Council and the National Wildlife Federation. The scorecard annually ranks leading North American retailers on their wood sourcing policies and practices, and helps consumers determine which companies they can buy from to protect the world's forests and the species that call them home.

#### **Product Safety** & Quality

We take steps to ensure that our products are safe and of high quality for all of our customers outfitting their homes. Through packaging innovation and supplier engagement, we aim to avoid product damage and reduce the need for returns. We work across fulfillment centers to proactively identify damages to both inbound and outbound shipments, allowing us to provide feedback to suppliers when incidents occur. We've also implemented a Rapid Incident Containment Program, which enables a quick response to address products that exhibit high incidence rates from breakage or quality-related metrics.

In 2023, we will be bolstering our supplier diligence efforts and will continue to invest in supplier engagement and adherence to standards for safety and quality in the products we offer. Read about our Supplier Code of Conduct in the Supply Chain Oversight section.

Read more about the great work our supplier partners are doing in our Sustainable Supplier blog series.

#### **Shop Sustainably**

Our recently expanded Shop Sustainably program features more than 15,000 products and enables suppliers to showcase products that meet one or more of the 50+ third-party certifications included in the program. These industry-leading certifications promote product-level attributes such as energy or water efficiency, sustainably sourced wood, minimization or elimination of chemicals, or Fair Trade Certified™ production. Through our Shop Sustainably filter and icon, customers can search for and easily identify verified third-party-certified products from international nonprofits, independent laboratories, and global government agencies, such as CERTIFIED asthma & allergy friendly®, BIFMA LEVEL®, GREENGUARD by UL Solutions, MAS Certified Green®, and Indoor Advantage Gold by SCS Global Services. All third-party certifications are clearly listed in the product description of each certified product, and we frequently evaluate and expand our certification partners as part of our efforts to enable any product on our site to achieve some type of third-party sustainability certification. Working with a diverse selection of certification and standards bodies also offers customers a robust selection so they're able to select products that best align with their priorities and values.



























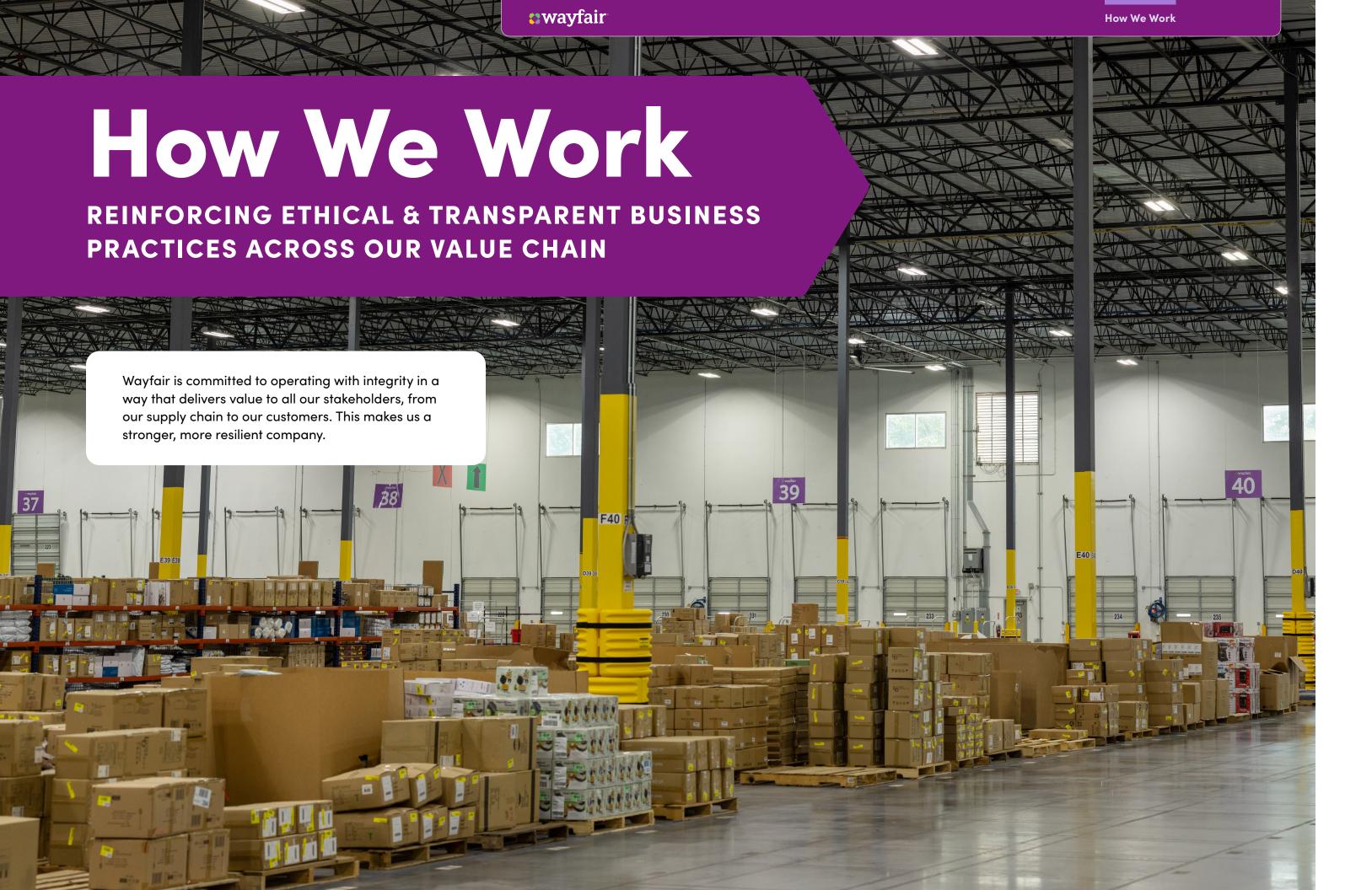












# **Business Resilience**

Wayfair's Enterprise Risk Management (ERM) team is tasked with anticipating and understanding risks that could disrupt any part of the business. This team reviews documentation and other plans put forth by each of Wayfair's business units and synthesizes its findings in reports presented to management and the Audit Committee of the Board of Directors. The ERM team focus is primarily on risks that are new or not well understood. The team's work also informs Wayfair's published Risk Factors in our 10-K and other Securities and Exchange Commission filings, and serves as a complement to our many highly developed and sophisticated teams whose role is to mitigate against potential disruption. For example, the teams who manage our supply chain and technical infrastructure have robust business continuity plans designed to prevent and recover from disruptions in those areas.

# Stakeholder Engagement

In 2022, we published our first Corporate Responsibility Report, outlining our approach to our environmental, social, and governance (ESG) disclosures. We also conducted our first ESG materiality assessment by engaging more than 1,300 stakeholders, including company leadership, to further understand what issues are most important for our business to focus on—and, ultimately, to identify areas where we can have the most impact.

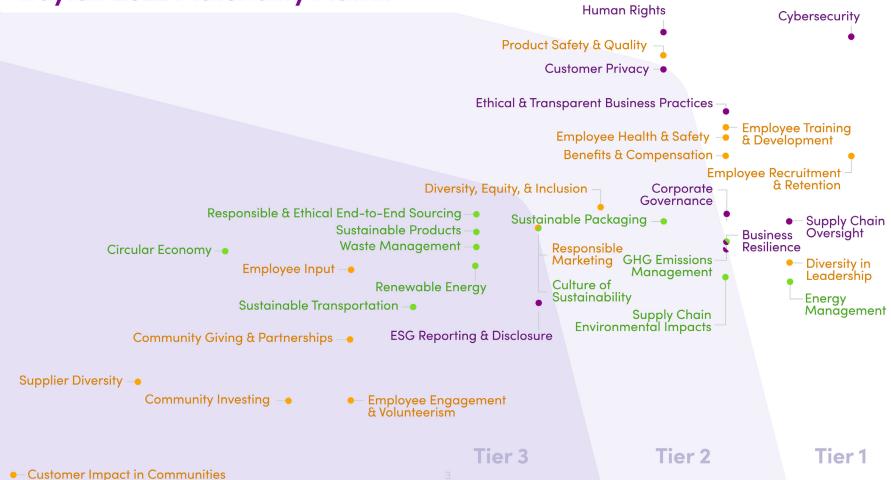
Respondents came from five stakeholder categories: communities and nongovernmental organizations, consumers, employees, investors, and suppliers.



#### **Wayfair 2022 Materiality Matrix**

Stakeholders

Importance to



## Code of **Business** Conduct & Ethics

We aim for the highest level of conduct in all of our business activities, including our relationships with our customers, suppliers, and shareholders. Our ethics and human rights expectations are outlined in our Code of Business Conduct and Ethics (Code). The Code is approved by our Board of Directors, and we require annual acknowledgment by every employee. It also provides guidance and outlines expectations on key areas, including insider trading, conflicts of interest, and reporting illegal or unethical behavior.

All employees receive annual ethics and compliance training based on content from our Code and employee handbook. Depending on their role, certain Wayfairians also receive additional ethics and compliance training unique to their position, including training on our anti-bribery and anti-corruption policy. All Wayfairians are responsible for speaking up in situations that may violate our Code, other Wayfair policies, or the law. We offer our employees and external parties multiple avenues to share concerns, including anonymous reporting tools, whistleblower channels, quarterly Voice surveys, and other organizational resources.

Read about our conduct policies within our value chain in the Supply Chain Oversight section.

# Human Rights

Wayfair has zero tolerance for forced labor and other violations of human rights. Our Slavery and **Human Trafficking Statement** explains our firm commitment to combating modern slavery and human trafficking within our business operations and supply chain.



# **Supply Chain** Oversight

We believe it is our responsibility to engage with Wayfairians, our value chain, and our customers in an equitable, inclusive, honest, nondiscriminatory, and professional manner.

Our supplier agreements and Supplier Code of **Conduct (SCOC)** establish standards to ensure our suppliers share in our commitments, and our Supply Chain Transparency Statement outlines the steps we take to verify their compliance.

We take a risk-based approach to auditing our supply chain, focusing our attention first on certain product types and suppliers in certain geographies. If an audit demonstrates a violation of our SCOC, we may require the supplier prepare and implement a detailed corrective action plan, or we may suspend or remove the supplier from our platform. As part of our action plan, we also may conduct follow-up audits to ensure that violations are appropriately addressed.

Our Partner Home portal also provides Wayfair's suppliers with access to training and support for logistics, merchandising, product compliance, and advertising.

#### Responsible and Ethical End-to-End Sourcing

As part of our commitment to responsible and ethical end-to-end product sourcing, we require that suppliers responsibly source their materials according to our Supplier Code of Conduct. We continually look for additional ways to communicate Wayfair's strategy and expectations to our suppliers and plan to expand upon our work with supply chain partners in the future.

Through our Shop Sustainably program, customers are able to easily identify product offerings that have been independently certified to third-party sustainability standards. Read more in the Sustainable Products section.

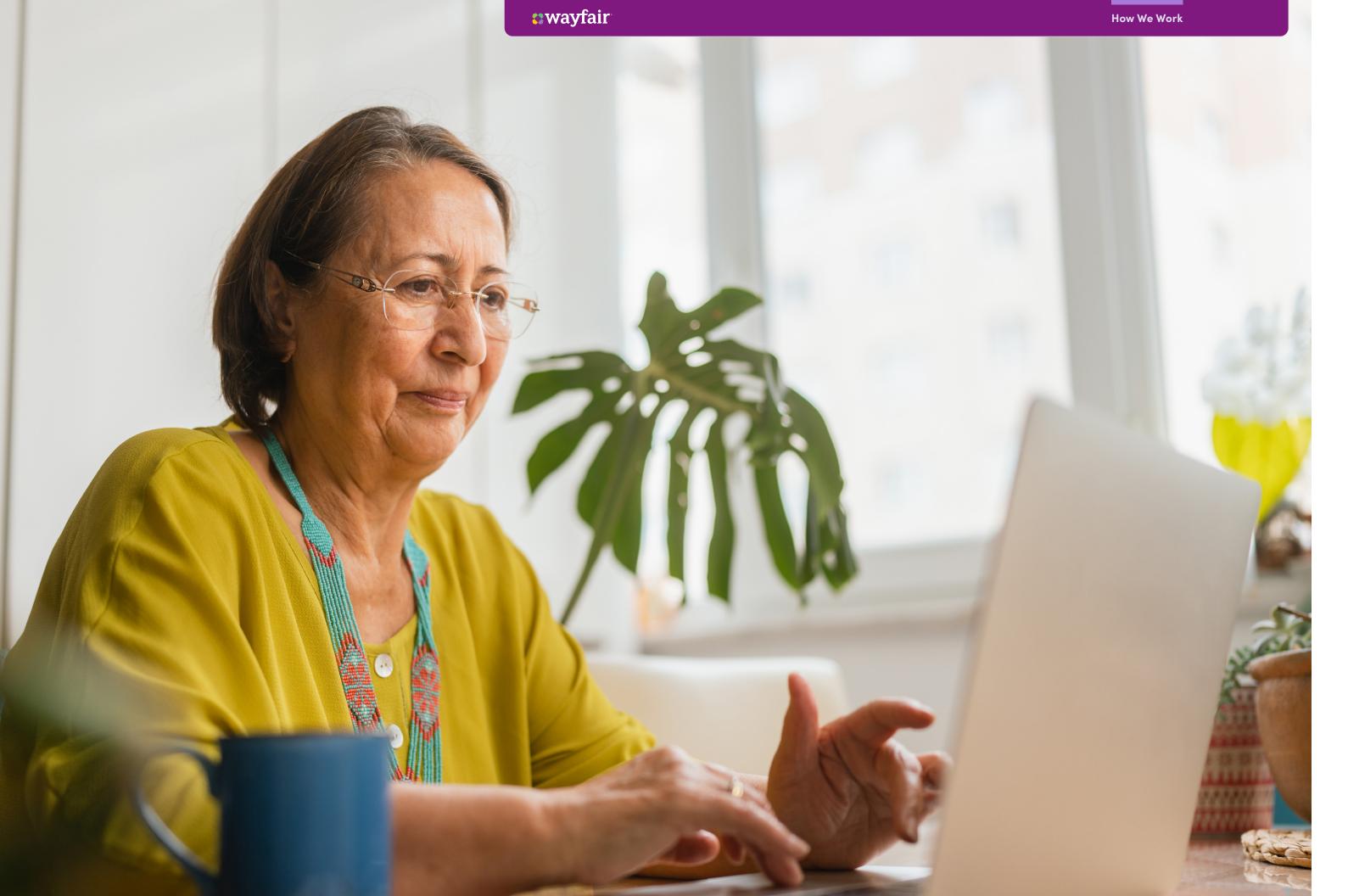


#### Supplier Diversity

In 2022, we established our Supplier Diversity Program, a program designed in partnership with traditionally underrepresented suppliers to support them through dedicated resources that are tailored to their businesses. As we continue to iterate our playbook, we are beginning with a focus on Black-owned businesses, and we intend to expand to other underrepresented groups. Aside from launching the Supplier Diversity Program, we created a way to begin capturing supplier diversity data through enhanced tracking and reporting methods. In 2022, we expanded our number of partnerships with Black-owned home goods suppliers and increased our assortment of products from Black-owned suppliers. With a dedicated team solely focused on growing the share of business generated by diverse suppliers, we are committed to embedding diversity within our commercial core and are dedicated to making an impact.

Wayfair has one of the largest product selections for home available from Black-owned businesses.





# Cybersecurity & Customer Privacy

Our business depends on customers trusting that their online shopping experience with us is both reliable and safe, and our dedicated team of privacy and cybersecurity experts works toward this every day. Our data protection and cybersecurity efforts follow industry best practices. Read more in our **Privacy Policy**.

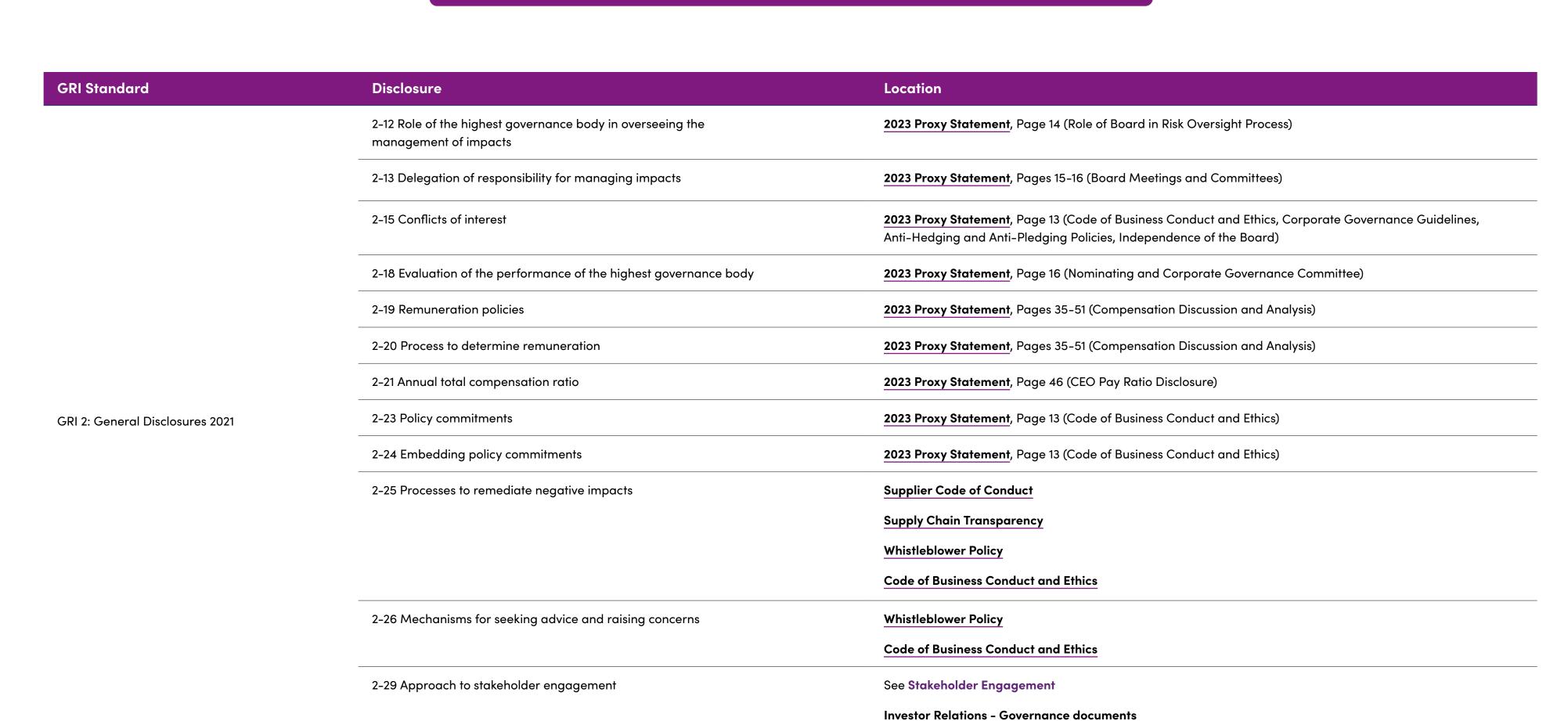
In 2022, we established a vulnerability management program to identify risks and report issues of concern, reduce security bugs, and further improve access management across our networks. Notably, we implemented a cloud posture management capability, which helps secure us against risk and vulnerabilities in the cloud environment and furthers our work to support cloud-based applications for Wayfair's customers, suppliers, and employees.

## **GRI Content Index**

**STATEMENT OF USE:** Wayfair Inc. has reported the information cited in this GRI content index for the period January 1, 2022, to December 31, 2022, with reference to the GRI Standards.

GRI 1 USED: GRI 1: Foundation 2021

GRI Standard	Disclosure	Location
	2–1 Organizational details	a. Wayfair Inc.
		b. Public company listed on NYSE
		c. Headquartered in Boston, MA
		d. Employees working in: US, Canada, U.K., Ireland, Germany, Hong Kong, China, Poland, India, Italy
	2-2 Entities included in the organization's sustainability reporting	Form 10-K
	2–3 Reporting period, frequency and contact point	a. This annual GRI report covers the period of January 1 – December 31, 2022.
		b. Financial Reporting Period: Fiscal Year ending December 31, 2022
GRI 2: General Disclosures 2021		c. Report published on June 14, 2023
CIN 2. COINCI d. 2100.000.00		d. Reporting Contact: Nathan Barr, Head of Corporate Affairs, 4 Copley Place, Boston, MA 02116
	2–4 Restatements of information	See Climate Action, Restatements made to Wayfair Greenhouse Gas (GHG) Emissions, and Wayfair Energy Use tables
	2–6 Activities, value chain and other business relationships	Form 10-K
	2-7 Employees	Form 10-K, Page 8 (Human Capital)
	2-9 Governance structure and composition	2023 Proxy Statement, Pages 9-19 (Corporate Governance)
	2-10 Nomination and selection of the highest governance body	2023 Proxy Statement, Page 17 (Director Nomination Process)
	2–11 Chair of the highest governance body	2023 Proxy Statement, Page 13 (Leadership Structure of the Board)



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GRI Standard	Disclosure	Location
Material topics		
CDI 2: Material Topics 2021	3-1 Process to determine material topics	See Stakeholder Engagement
GRI 3: Material Topics 2021	3–2 List of material topics	See Materiality Matrix
Economic performance		
GRI 3: Material Topics 2021	3–3 Management of material topics	2023 Proxy Statement, Pages 9-19 (Corporate Governance)
GRI 201: Economic Performance 2016	201-3 Defined benefit plan obligations and other retirement plans	2023 Proxy Statement, Page 38 (Defined Contribution Plans)
Indirect economic impacts		
GRI 3: Material Topics 2021	3–3 Management of material topics	See Our Communities
Anti-corruption		
GRI 3: Material Topics 2021	3–3 Management of material topics	Code of Business Conduct and Ethics (Anti-corruption and Anti-bribery Laws)
Anti-competitive behavior		
GRI 3: Material Topics 2021	3–3 Management of material topics	Code of Business Conduct and Ethics (Antitrust and Competition Laws)
Materials		
GRI 3: Material Topics 2021	3–3 Management of material topics	See Sustainable Products
		Supplier Code of Conduct
		Supply Chain Transparency



CDI Chan dand	Disalasawa	Lagation			
GRI Standard	Disclosure	Location			
GRI 301: Materials 2016	301–1 Materials used by weight or volume	a. Total weight of packaging materials purchased and i) Non-renewable materials: 541,408 kg ii) Renewable materials: 2,854,263 kg	d/or used by Wayfair in 2022: 3,39	95,671 kg	
		The data above reflects packaging materials purchas include supplier packaging materials. US, Canada, ar		22 only and doe	es not
Energy					
GRI 3: Material Topics 2021	3-3 Management of material topics	See Renewable Energy			
		Indirect energy use (GJ)	2022	2021	2020
		Nonrenewable			
		Grid electricity	213,327	195,811	219,585
		Natural gas	317,204	257,565	244,210
		Diesel	55,126	58,851	78,264
		Gasoline	884	546	894
GRI 302: Energy 2016	302-1 Energy consumption within the organization	Total	586,540	512,773	542,954
		Renewable			
		Offsite solar (VPPAs, RECs, etc.)	32,346	38,472	14,245
		Total	32,346	38,472	14,245
		Total indirect energy use	618,886	551,244	557,198
		Note: Due to rounding, the sum of results presented may not eq	qual the total shown.		



GRI Standard	Disclosure	Location					
		Energy intensity ratio (GJ/1,000 rentable square feet)	2022	2021	2020		
CDI 202: Francis 2016	202 2 Engage, internally	Total	26.3	25.5	27.1		
GRI 302: Energy 2016	302–3 Energy intensity	The energy intensity ratio above is calculated using total energy cons and non-renewable electricity, natural gas, and fuel), divided by the globally (per 1,000 rentable square feet).					
Emissions							
GRI 3: Material Topics 2021	3–3 Management of material topics	See Climate Action					
		GHG Emissions: Scope 1 - direct emissions (MTCO <sub>2</sub> e)	2022	2021	2020		
		Natural gas	16,029	13,015	12,095		
		Propane	81	N/A	N/A		
		Stationary diesel	3,371	3,176	3,488		
		Fuel	1,468	1,943	2,553		
GRI 305: Emissions 2016	305-1 Direct (Scope 1) GHG emissions	Refrigerants	394	350	322		
		Total emissions (scope 1)	21,343	18,484	18,458		
		Biogenic CO <sub>2</sub> emissions: 0 MTCO <sub>2</sub> e					
		Gases included in the calculation: $CO_2$ , $CH_4$ , $N_2O$ , HFC, and PFC.					
		Base year is 2020.					
		Sources of emissions factors and the global warming potential rate:	HG Methodology	y Document			
		Chosen consolidation approach for emissions: Operational Control St	Chosen consolidation approach for emissions: Operational Control Standards.				



GRI Standard	Disclosure	Location						
		GHG Emissions: Scope 2 - indirect emissions (MTCO <sub>2</sub> e)	2022	2021	2020			
		Electric (market)	20,299	20,292	20,905			
		Electric (location)	22,583	22,479	21,182			
	305-2 Energy indirect (Scope 2) GHG emissions	Total scope 2 emissions (market-based)	20,299	20,292	20,905			
		Gases included in the calculation: $CO_2$ , $CH_4$ , and $N_2O$ .  Base year is 2020.						
		•	Sources of emissions factors and the global warming potential rate: GHG Methodology Document					
GRI 305: Emissions 2016		Chosen consolidation approach for emissions: Operational Cont		<del></del>				
		GHG Emissions: Scope 3 – indirect emissions by GHG Protocol category (MTCO <sub>2</sub> e)	2022	2021	2020			
		Products & Services (Purchased Goods & Services and End of Life)	6,123,857	4,850,235	6,094,575			
		Transportation & Distribution (Upstream & Downstream)	692,499	665,604	760,626			
	305-3 Other indirect (Scope 3) GHG emissions	Other (Capital Goods, F&E Related Activities, Waste, Business Travel, and Commute)	67,358	38,733	31,913			
		Total emissions (scope 3)	6,883,714	5,554,572	6,887,114			
		Gases included in the calculation: $CO_2$ , $CH_4$ , and $N_2O$ .						
		Base year is 2020.						
		Sources of emissions factors and the global warming potential rate: GHG Methodology Document						



GRI Standard	Disclosure	Location					
		GHG emissions intensity ratio (MTCO <sub>2</sub> e/1,000 rentable square feet)	2022	2021	2020		
		Total	1.770	1.795	1.917		
GRI 305: Emissions 2016	305-4 GHG emissions intensity	Type of GHG emissions included in the intensity ratio: Direct (scope 1) of divided by the rentable square footage.	and market-based	indirect (scope	2)		
		of our global properties (per 1,000 rentable square feet).					
		Gases included in the calculation: $CO_2$ , $CH_4$ , $N_2O$ , HFC, and PFC.					
Waste							
GRI 3: Material Topics 2021	3–3 Management of material topics	See Circular Economy					
	306-1 Waste generation and significant waste-related impacts	See Circular Economy					
GRI 306: Waste 2020	306-2 Management of significant waste-related impacts	See Circular Economy					
Employment							
GRI 3: Material Topics 2021	3–3 Management of material topics	See Talent Development, Benefits, & Wellbeing					
GRI 401: Employment 2016	401-2 Benefits provided to full-time employees that are not provided to temporary or part-time employees	See Benefits & Compensation					



GRI Standard	Disclosure	Location
Occupational health and safety		
GRI 3: Material Topics 2021	3–3 Management of material topics	See Employee Health & Safety
		See Employee Health & Safety
	403-1 Occupational health and safety management system	Wayfair's workplace safety plan (the "Safety Plan") is designed to reduce injuries and illness, property damage, environmental impacts, and other incidents in the workplace. Plan components include: assigned safety responsibilities by role; hazard identification, assessment and control; incident reporting and investigation; safety education and training; and change management protocols. The Safety Plan applies to all Wayfair logistics locations.
	403–3 Occupational health services	See Employee Health & Safety
		See Employee Health & Safety
GRI 403: Occupational Health and Safety 2018	403–4 Worker participation, consultation, and communication on occupational health and safety	Wayfair has a safety committee at each logistics location, comprised of managers and non-manager employees, whose mission is to promote employee engagement in Wayfair's Safety Plan and other safety programs. The committee meets monthly to review current objectives and safety topics. Committee members may be nominated or may volunteer.
		See Employee Health & Safety
	403-5 Worker training on occupational health and safety	Wayfair provides a range of trainings to reduce injury and prevent illness in the workplace. Training topics include: incident and injury reporting; injury and illness prevention; First Aid/CPR/AED; emergency action plans and severe weather procedures; powered industrial vehicle; and yard safety.
	403–6 Promotion of worker health	See Benefits & Compensation



GRI Standard	Disclosure	Location
Training and education		
GRI 3: Material Topics 2021	3–3 Management of material topics	See Employee Training & Development
		See Talent Development, Benefits, & Wellbeing
	404–2 Programs for upgrading employee skills and transition assistance programs	Wayfair provides foundational onboarding and training programming to all new hires and offers management and leadership development programming throughout employees' careers. Wayfair offers mentorship opportunities, internal mobility, and learning and development programs. When former Wayfairians move on, Wayfair connects them to its alumni network and currently offers transition coaching for 30 days after the end of employment.
		Annual Performance Review Completions by Gender
		Male 98.83%
		Female 98.14%
GRI 404: Training and Education 2016		Non-Binary 96.90%
		Annual Performance Review Completions by Employee Category
	404–3 Percentage of employees receiving regular performance and career development reviews	Technology 98.74%
		People 99.38% Managers
		Front Line 98.63%
		Corporate 98.39%
		Leadership (Associate Director+) 97.87%



GRI Standard	Disclosure	Location
Diversity and equal opportunity		
GRI 3: Material Topics 2021	3–3 Management of material topics	See Diversity, Equity, & Inclusion
		a. Percentage of individuals on the Board of Directors by gender, age, and race/ethnicity.
		Board of Directors
		Man 75%
		Non-Binary 0%
		Woman 25%
		<30 years old 0%
GRI 405: Diversity and Equal		30-50 years old 11%
Opportunity 2016	405-1 Diversity of governance bodies and employees	50+ years old 89%
		Asian 37.5%
		Black 12.5%
		Latinx 0%
		Other 0%
		White 50%



GRI Standard	Disclosure	Location								
		b. Percentage of emp	b. Percentage of employees per employee category by gender, age, and race/ethnicity.							
		Tech				People Man	agers			
			Asia Pacific	Europe	North America		Asia Pacific	Europe	North America	
		Man		75.8%	72.5%	Man	57.1%	57.9%	54.5%	
		Non-Binary		0.9%	0.8%	Non-Binary	4.8%	0%	0.4%	
		Woman		23.3%	26.7%	Woman	38.1%	42.1%	45.1%	
		<30 years old		14.4%	24%	<30 years old	0%	11.0%	15.5%	
GRI 405: Diversity and Equal Opportunity 2016	405-1 Diversity of governance bodies and employees	emplo	x - no Tech ployees in region	84.2%	73.9%	30-50 years old	100%	83.0%	76.3%	
		50+ years old		1.4%	2.1%	50+ years old	0%	6.0%	8.2%	
		Asian		32.8%	42.8%	Asian	87.5%	13.0%	13.0%	
		Black		3.0%	2.9%	Black	0%	0.6%	7.6%	
		Latinx		0%	3.6%	Latinx	0%	0%	6.5%	
		Other		19.7%	5.4%	Other	0%	11.0%	4.9%	
		White		44.5%	45.3%	White	12.5%	75.4%	68.0%	



GRI Standard	Disclosure	Location							
		Front Line				Corporate			
			Asia Pacific	Europe	North America		Asia Pacific	Europe	North America
		Man	25.0%	54.0%	49.2%	Man	39.3%	55.9%	55.1%
		Non-Binary	0%	0.4%	0.8%	Non-Binary	1.8%	0.5%	0.5%
		Woman	75.0%	45.6%	50.0%	Woman	58.9%	43.6%	44.4%
		<30 years old	N/A*	29.8%	32.1%	<30 years old	28.7%	25.4%	31.1%
GRI 405: Diversity and Equal Opportunity 2016	405-1 Diversity of governance bodies and employees	30-50 years old	N/A*	60.0%	52.9%	30-50 years old	71.3%	72.7%	64.2%
		50+ years old	N/A*	10.2%	15.0%	50+ years old	0%	1.9%	4.7%
		Asian	100%	7.0%	1.8%	Asian	97.4%	25.1%	26.2%
		Black	0%	2.0%	35.0%	Black	0%	2.5%	4.1%
		Latinx	0%	0%	13.0%	Latinx	0%	0%	4.2%
		Other	0%	17.9%	7.7%	Other	0%	16.1%	5.0%
		White	0%	73.1%	42.5%	White	2.6%	56.3%	60.5%
		*Not disclosed di	uo to privacy	au idalinas	1			I	

\*Not disclosed due to privacy guidelines.



GRI Standard	Disclosure	Location	Location		
		Leadership (Associate Director +)			
			Asia Pacific	Europe	North America
		Man	66.6%	72.4%	60.3%
		Non-Binary	16.7%	0%	0.2%
		Woman	16.7%	27.6%	39.5%
		<30 years old	N/A*	0%	0.6%
GRI 405: Diversity and Equal Opportunity 2016		30-50 years old	N/A*	91.7%	88.0%
	405-1 Diversity of governance bodies and employees	50+ years old	N/A*	8.3%	11.4%
		Asian	100%	13.8%	19.4%
		Black	0%	0%	2.3%
		Latinx	0%	0%	2.3%
		Other	0%	9.2%	3.9%
		White	0%	77.0%	72.1%
		*Not disclosed due t All percentages are who have declined t	derived from se		ata and do not



GRI Standard	Disclosure	Location
GRI 405: Diversity and Equal Opportunity 2016	405–2 Ratio of basic salary and remuneration of women to men	See Mitigating Unconscious Bias in Performance Evaluations; Benefits & Compensation
Local communities		
GRI 3: Material Topics 2021	3–3 Management of material topics	See Our Communities
Customer health and safety		
GRI 3: Material Topics 2021	3–3 Management of material topics	Supplier Code of Conduct
OKI 3. Malerial Topics 2021	3-3 Management of material topics	Supply Chain Transparency
Marketing and labeling		
GRI 3: Material Topics 2021	3–3 Management of material topics	Supplier Code of Conduct
OKI 3. Maieriai Topics 2021		Supply Chain Transparency
GRI 417: Marketing and Labeling 2016	417-1 Requirements for product and service information and labeling	Supplier Code of Conduct
		Supply Chain Transparency
Customer privacy		
GRI 3: Material Topics 2021	3–3 Management of material topics	See Cybersecurity & Customer Privacy
ON 6. Pridictial Topics 2021	o o management of material topics	Privacy Policy



## **SASB Index**

Wayfair is an E-Commerce company and works to align with SASB's recommended disclosures for that industry. We have also included metrics in the table below from other industry standards that we feel are relevant to our company and help present a holistic picture of our operations.

Topic	Code	Accounting Metric	Response
E-Commerce			
Hardware Infrastructure Energy & Water Management	CG-EC-130a.1	<ul><li>(1) Total energy consumed,</li><li>(2) percentage grid electricity, and</li><li>(3) percentage renewable</li></ul>	(1) 618,886 GJ (2) 39.70% (3) 5.23%
Data Privacy & Advertising Standards	CG-EC-220a.2	Description of policies and practices relating to behavioral advertising and user privacy	Privacy Policy
Data Security	CG-EC-230a.1	Description of approach to identifying and addressing data security risks	See Cybersecurity & Customer Privacy Privacy Policy
Employee Recruitment, Inclusion & Performance	CG-EC-330a.1	Employee engagement as a percentage	First half 2022: 81% participation in Wayfair's employee engagement survey  Second half 2022: 85% participation in Wayfair's employee engagement survey  Survey topics include: trust in leadership, sentiment regarding Wayfair's performance review process, satisfaction with role, and work-life balance.



Topic	Code	Accounting Metric	Response	
			(1) Management (L4+) employees:	
			63.2% Man, 0.3% Non-Binary, 36.5% Woman	
			22.5% Asian, 2.4% Black, 2.7% Latinx, 5.3% Other, 67.1% White	
	CG-EC-330a.3	Percentage of gender and racial/ ethnic group representation for	(2) Technical staff:	
Employee Recruitment, Inclusion & Performance		(1) management,	73% Man, 0.8% Non-Binary, 26.2% Woman	
		(2) technical staff, and	42% Asian, 2.9% Black, 3.3% Latinx, 6.6% Other, 45.2% White	
		(3) all other employees		
			(3) Other (L0-3) and non-technical employees:	
			46.2% Man, 0.7% Non-Binary, 53.1% Woman	
			5.2% Asian, 26.9% Black, 10.5% Latinx, 7.8% Other, 49.6% White	
	CG-EC-410a.1	Total greenhouse gas (GHG) footprint of product shipments	692,499 MTCO <sub>2</sub> e	
Product Packaging & Distribution			*Note this total represents the Well-To-Wheel (not Tank-to-Wheel) emissions associated with upstream & downstream transportation and distribution of products sold by Wayfair.	
	CG-EC-410a.2	Discussion of strategies to reduce the environmental impact of product delivery	See Sustainable, Effective Packaging; Climate Action	
Building Products and Furnishings				
Product Lifecycle Environmental Impacts	CG-BF-410a.1	Description of efforts to manage product lifecycle impacts and meet demand for sustainable products	See Circular Economy; Sustainable Products	



Topic	Code	Accounting Metric	Response
Household and Personal Products			
Packaging Lifecycle Management		(1) Total weight of packaging,	1) Total weight of packaging materials purchased and/or used by Wayfair in 2022: 3,395.7 metric tons
	CG-HP-410a.1	(2) percentage made from recycled and/or renewable materials, and	2) Renewable materials: 84%
			3) Recyclable percentage: 83%
		(3) percentage that is recyclable, reusable, and/or compostable	The data above reflects packaging materials purchased and/or used by Wayfair only and does not include supplier packaging materials. US, Canada, and U.K. data only included.
	CG-HP-410a.2	Discussion of strategies to reduce the environmental impact of packaging throughout its lifecycle	See Sustainable, Effective Packaging
Multiline and Specialty Retailers & Distr	ributors		
Product Sourcing, Packaging & Marketing	CG-MR-410a.3	Discussion of strategies to reduce the environmental impact of packaging	See Sustainable, Effective Packaging

#### Forward-Looking Statements

Caution Concerning Forward–Looking Statements: This report contains forward–looking statements within the meaning of federal and state securities laws. In some cases, you can identify forward–looking statements by terms such as "may," "will," "should," "expects," "plans," "anticipates," "continues," "could," "intends," "goals," "target," "projects," "contemplates," "believes," "estimates," "predicts," "potential" or "continue" or the negative of these terms or other similar expressions.

All statements other than statements of historical fact contained in this report, including statements regarding our business strategy, plans and objectives, our ESG and DEI initiatives, goals, commitments, and programs, our assumptions and expectations, and standards and expectations of third parties, are forward-looking statements. You are cautioned not to rely on these forward-looking statements, which are based on current expectations of future events and speak only as of the date they are made and, except as required by applicable law, we undertake no obligation to publicly update or revise any forward-looking statements contained herein, whether as a result of any new information, future events or otherwise. We cannot guarantee that any forward-looking statement will be accurate, although we believe that we have been reasonable in our expectations and assumptions. For important information about the risks and uncertainties that could cause actual results to vary materially from the assumptions, expectations, and projections expressed in any forward-looking statements, please review our most recent Annual Report on Form 10-K and our subsequent filings with the Securities and Exchange Commission.

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Learn more at

www.aboutwayfair.com/cr-report