

2017 SUSTAINABILITY AND SOCIAL IMPACT HIGHLIGHTS

Business has an increasingly critical role to play in taking on our world's most pressing social, environmental and economic challenges. With more than 6,000 properties spanning more than 120 countries and territories, Marriott International has a global responsibility and a unique opportunity to be a force for good.

Inspired by our core value *Serve Our World* and the United Nations Sustainable Development Goals, we have developed our new Sustainability and Social Impact Platform: "Serve 360: Doing Good in Every Direction." This Platform is guided by four priority areas, or "coordinates": **N**urture Our World, **S**ustain Responsible Operations, **E**mpower Through Opportunity and **W**elcome All and Advance Human Rights.

To deliver on these coordinates, we recently launched our new 2025 Sustainability and Social Impact Goals.

Our 2017 Sustainability and Social Impact Highlights focus on our progress and achievements in 2016 against our first-generation 2008 environmental sustainability Goals. These Highlights will also introduce our next-generation 2025 Sustainability and Social Impact Goals. You can find further information in our **2017 Sustainability and Social Impact Report** using Global Reporting Initiative (GRI) standards.













EMPOWER





This report includes "forward-looking statements" within the meaning of U.S. federal securities laws, including our goals for 2020, 2025 and other periods; and similar statements concerning anticipated future events and expectations that are not historical facts. We caution you that these statements are not guarantees of future performance and are subject to numerous risks and uncertainties, including the "Risk Factors" we describe from time to time in our periodic filings with the U.S. Securities and Exchange Commission. We therefore caution you not to rely unduly on any forward-looking statement. The forward-looking statements in this report speak only as of the date of this report, and we undertake no obligation to update or revise any forward-looking statement, whether as a result of new information, future developments, or otherwise. See Marriott's 2016 Form 10-K Filing ("Risk Factors", pp. 11-18)



OUR BUSINESS

With the integration of Starwood Preferred Guest® SPG® hotels from our acquisition of Starwood Hotels & Resorts Worldwide on September 23, 2016, our portfolio now consists of 30 brands serving guests in more than 120 countries.

2016 TOP MARKETS*			
	TOTAL ROOMS	TOTAL PROPERTIES	
United States	756,865	4,311	
China	94,224	262	
Canada	47,796	215	
India	18,590	84	
Germany	15,765	61	
United Kingdom	15,652	80	
United Arab Emirates	14,696	45	
Mexico	14,581	70	
Spain	14,143	92	
Thailand	11,532	43	

2016 REGIONAL PRESENCE				
AMERICAS	EUROPE	ASIA PACIFIC	MIDDLE EAST & AFRICA	TOTAL
4,754 Total Properties	512 Total Properties	569 Total Properties	245 Total Properties	6,080 Total Properties
972	243	489	187	1,891
Company-Operate	Company-Operated	Company-Operated	Company-Operated	Company-Operated
Properties**	Properties**	Properties**	Properties**	Properties**
3,693	179 Franchised Hotels	76	58	4,006
Franchised Hotels		Franchised Hotels	Franchised Hotels	Franchised Hotels
15	85 Unconsolidated JV Hotels	O	O	100
Unconsolidated JV Ho		Unconsolidated JV Hotels	Unconsolidated JV Hotels	Unconsolidated JV Hotels
74	5	4	O	83
Timeshare	Timeshare	Timeshare	Timeshare	Timeshare
856,019	9 105,291	175,246 Total Rooms	54,048	1,190,604
Total Rooms	Total Rooms		Total Rooms	Total Rooms

TRAVEL AND TOURISM INDUSTRY'S CONTRIBUTION TO GLOBAL GDP AND EMPLOYMENT*



10.2% OF GDP



IN TOTAL, TRAVEL & TOURISM GENERATED \$7.6 TRILLION



292 MILLION JOBS



TRAVEL AND TOURISM SUPPORTS 1 IN 10 JOBS GLOBALLY.

*World Travel and Tourism Council's 2017 Travel and Tourism Economic Impact report. Reflects year-end 2016 data.

Unless otherwise noted, these 2017 Sustainability and Social Impact Highlights are based on data from Marriott International's 2016 fiscal year and reflect the operational performance of company-operated properties (i.e. owned, leased and managed properties), including data from SPG hotels both before and after the Company completed its acquisition of Starwood Hotels & Resorts Worldwide in September 2016. These Highlights do not include franchised, unconsolidated joint ventures and timeshare properties.

^{*} Top markets are determined using total room counts.

^{**}Company-operated properties include managed, owned and leased hotels , and residential



OUR PEOPLE

Our "people first" culture drives our efforts to care for both our associates and our guests. Over 675,000 associates work at Marriott's managed and franchise properties worldwide. At our headquarters, corporate offices and managed properties, we and our hotel owners employ over 400,000⁺ associates (excluding our SPG hotel associates, nearly 225,000 associates in 2016).

OUR WORKFORCE

2016 GLOBAL WORKFORCE*





224,368



HOURLY-PAID	85%	MEN**	47 %
SALARIED	15%	WOMEN**	53%
FULL-TIME**	90%	VOLUNTARY TURNOVER	17 %
PART-TIME**	10%	(includes retirements)	
		NEW HIRES	63,140

2016 U.S. WORKFORCE*





100,424

U.S. ASSOCIATES

HOURLY-PAID	83%	MEN	45%
SALARIED	17%	WOMEN	55%
FULL-TIME	88%	VOLUNTARY TURNOVER	14%
PART-TIME	12%	(includes retirements)	
	70	NEW HIRES	30,322

2016 US WORKFORCE BY GENDER

	MEN	WOMEN
HOURLY-PAID	45%	55%
SALARIED	45%	55%
FULL-TIME	45%	55%
PART-TIME	42%	58%

- Includes hourly paid and salaried associates at headquarters, corporate offices and managed properties.
- **Due to tracking processes, excludes non-U.S. hourly population.

2016 TAKECARE HEALTHY CERTIFIED HOTEL PRACTICES* AND RESULTS



PROPERTY SUPPORT



99%

Has at least one TakeCare Champion per 250 associates.



Established a wellness committee of three or more associates to assist the Champion.

HEALTHY NUTRITION



Provide a lounge or break area for associates to enjoy a meal or snack.

PHYSICAL ACTIVITY



69%

Include group stretches or dynamic warm-ups in stand-up meetings.

STRESS MANAGEMENT AND SLEEP



Offer group meditation, relaxation, sleep- or stress management sessions on property at least quarterly.

*In 2016, our Healthy Hotel Certification was expanded globally to all managed hotels across all MI brands and above-property locations. Over 920 locations applied for certification representing 78% of managed hotels. Of those applying, 726 hotels achieved Healthy Hotel Certification at the silver, gold or platinum level representing 61% of all managed hotels.

OUR GUESTS

MARRIOTT VERIFIED REVIEWS*



Online Travel Reviews by Our Hotel Guests



of reviews are **4-STAR AND HIGHER**





91% OF REVIEWERS

would recommend MI properties to a friend

*As of YE 2016, inclusive of franchised property data.



Our 2017 Sustainability and Social Impact Highlights focus on our progress and achievements in 2016 against our first-generation 2008 environmental sustainability Goals. These highlights also introduce our next-generation 2025 Sustainability and Social Impact Goals, for which we will be reporting progress in 2018 and onward. These goals support Marriott's overall Sustainability and Social Impact Platform "Serve 360: Doing Good in Every Direction." This Platform is guided by our four priority areas, or "coordinates," listed below.













NURTURE OUR WORLD

We believe in making the communities in which we operate better places to live, work and visit. To support the resiliency and sustainable development of these communities, we invest in the vitality of their children and natural resources, as well as deliver aid and support, especially in times of need.

REWARDS POINTS DONATIONS



63 MILLION+ POINTS DONATED

by Marriott Rewards® and SPG members in 2016 to support featured charitable causes

*Donations support numerous organizations including the American Red Cross, Hotels for Heroes and International Federation of Red Cross and Red Crescent Societies



Perpetuate Culture Strengthen Communities Advocate for Marriott's Business Interests Lead Cross-Brand, Market-Driven Initiatives

IN THE PAST YEAR THE BUSINESS COUNCILS HAVE GROWN TO:



97

Business Councils Across All Continents & All Brands



4,000+
Total Hotels Represented



900,000+ Rooms Represented



51 Countries Represented

*Inclusive of franchised and SPG hotels as of March 2017.

CONTRIBUTIONS*				
(in millio	(in millions, except for Associate Service Hours)			
		2014	2015	2016
•(\$)•	CASH CONTRIBUTIONS	\$10.4	\$15.3	\$12.1
	IN-KIND CONTRIBUTIONS	\$16.0	\$17.7	\$16.5
	CASH & IN-KIND IBUTIONS	\$26.4	\$33.0	\$28.6
\$	ASSOCIATE AND GUEST FUNDRAISING**	\$3.9	\$5.6	\$6.8
†	ASSOCIATE SERVICE HOURS	531,963	721,637	757,656

- *These figures are a combination of Marriott International Corporate Headquarters giving, as well as contributions reported through our properties, inclusive of franchised and SPG hotels, offices and Business Councils.
- **Associate and guest fundraising total, inclusive of SPG hotels, reflects fundraising for some of our most significant partners, including Children's Miracle Network Hospitals and UNICEF.



2025 SUSTAINABILITY AND SOCIAL IMPACT GOALS: NURTURE OUR WORLD

GOAL

By 2025, contribute 15 million hours of volunteer service to support our company priorities and community engagement strategy

 Youth Engagement: 50% of volunteer hours will serve youth, including those at risk and disadvantaged, by developing their skills, employability and supporting their vitality

GOAL

By 2022, 80% of our managed hotels will participate in community service activities annually

By 2025, 50% of our franchised hotels will participate in community service activities annually

GOAL

By 2022, 25% of all reported volunteer hours will be skills-based

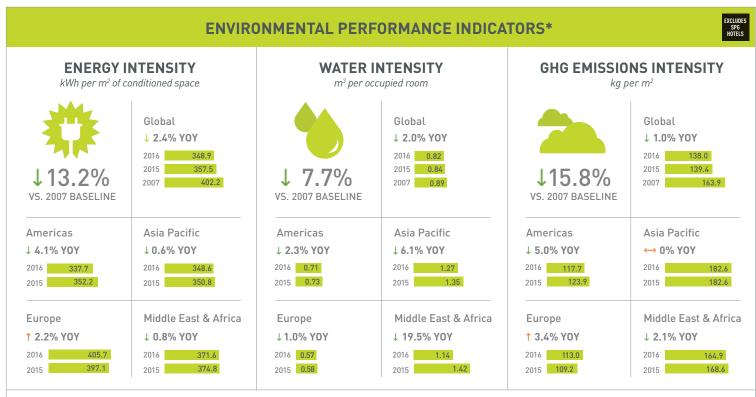




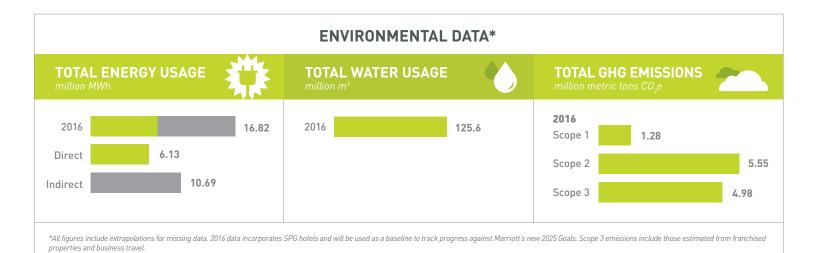
With our expanding global presence, we have an even greater obligation to operate responsibly. While integrating sustainability across our value chain and mitigating climate-related risk, we are working to reduce our environmental impacts, build and operate sustainable hotels and source responsibly.

REDUCE ENVIRONMENTAL IMPACTS

As our portfolio increases, we are working to minimize our environmental footprint by sustainably managing our energy and water use, reducing our waste and carbon emissions and increasing the use of renewable energy.



^{*}The YE 2015 environmental indicators have been adjusted since our 2016 Sustainability Highlights to reflect the most accurate figures as Marriott received additional consumption data after the annual reporting. All figures include extrapolations for missing data.







REDUCE ENVIRONMENTAL IMPACTS

ENVIRONMENTAL PRACTICES AT OUR HOTELS

By percentage of hotels reporting participation through the Green Hotels Global and Sustainability Resource Center*



73%

USE HIGH-EFFICIENCY LIGHTING



USE LOW-FLOW SHOWERHEADS





65%

HAVE RECYCLING PROGRAMS

MORE 700

ELECTRIC VEHICLE CHARGING STATIONS

*Percentage calculations are inclusive of franchised properties.

CDP CLIMATE CHANGE AND WATER PROGRAM*



CDP 2016
CLIMATE CHANGE SCORE

CDP 2016 WATER SCORE

Marriott reports annually to the CDP (www.cdp.net). Performance is rated from A to E, with A being highest. Marriott also responds to the CDP Forests and Supply Chain questionnaires.

*Based on progress prior to becoming one company, Marriott International and Starwood Hotels & Resorts both received "B" scores for the CDP Climate Change and Water responses in 2016.



9 YEARS

supporting Amazon rainforest preservation

99%

of the Juma Rainforest Reserve remains intact



2025 SUSTAINABILITY AND SOCIAL IMPACT GOALS: REDUCE ENVIRONMENTAL IMPACTS

GOAL

Reduce environmental footprint by 15% | 30% | 45% across the portfolio by 2025 (from a 2016 baseline; for water | carbon | waste on an intensity basis)

SUPPORTING GOALS



WATER

Reduce water intensity by 15%



Reduce carbon intensity by 30% Commit to analyze the opportunity to set a science-based target by 2018



WASTE

Reduce waste to landfill by 45%

Reduce food waste by 50%



RENEWABLE ENERGY

Achieve a minimum of 30% renewable energy use

GOAL

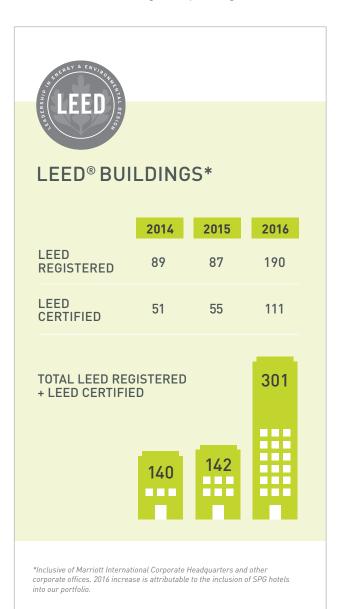
By 2020, all properties will have a Serve 360 section on the Marriott.com website with hotel impact metrics





BUILD AND OPERATE SUSTAINABLE HOTELS

Sustainability is embedded into our business strategy from the ground up. Through collaboration with our development partners, we work toward constructing and operating sustainable hotels, from design to guest experience.





2,220+

HOTELS EARNED TRIPADVISOR'S GREENLEADERS BADGE



2025 SUSTAINABILITY AND SOCIAL IMPACT GOALS: BUILD & OPERATE SUSTAINABLE HOTELS

GOAL

100% of MI hotels will have a sustainability certification, and 650 hotels will pursue LEED certification or equivalent by 2025

SUPPORTING GOALS



Sustainability Certifications

- By 2025, 100% of hotels will be certified to a recognized sustainability standard
- By 2025, 650 open or pipeline hotels will pursue LEED certification or equivalent



Sustainable Building Standards

- By 2020, LEED certification or equivalent will be incorporated into building design and renovation standards, including select service prototype solutions for high-growth markets
- By 2020, 100% of all prototypes will be designed for LEED certification
- By 2025, partner with owners to develop 100 adaptive reuse projects



Headquarters

MI's new global HQ will achieve a LEED Platinum certification



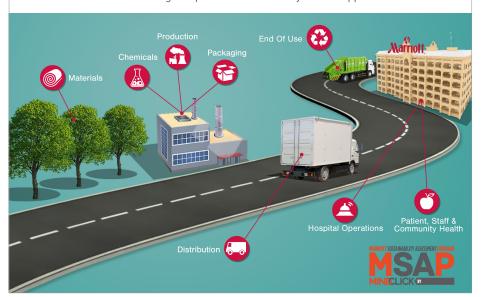


SOURCE RESPONSIBLY

We are committed to integrating leading environmental and social practices into our supply chain and partnering with like-minded suppliers. We aim to reduce the negative environmental and social impact of our business activities by focusing on sustainable, responsible and local sourcing.

MARRIOTT SUSTAINABILITY ASSESSMENT PROGRAM (AMERICAS)

Based on the Sustainability Index developed by the Hospitality Sustainable Purchasing Consortium, the Marriott Sustainability Assessment Program is an annual assessment of the fair labor and human rights practices, environmentally responsible manufacturing and product sustainability of our suppliers.



PROGRESS MADE WITH NORTH AMERICAN VENDORS





SUPPLIERS* HAVE A SUSTAINABILITY POLICY

2016 FURNITURE, FIXTURES & EQUIPMENT SPENDING** WITH SUPPLIERS COMMITTED TO

SUSTAINABILITY



REDUCING, REUSING AND RECYCLING PACKAGING



REDUCTION



*Based on procurement partner Avendra's North American contracts. **Includes participating franchised properties.



2025 SUSTAINABILITY AND SOCIAL IMPACT GOALS: SOURCE RESPONSIBLY

GOAL

Sustainably source 95% in our Top 10 priority categories by 2025

SUPPORTING GOALS



Supplier Requirements/Reviews

By 2020, require all contracted suppliers in the Top 10 categories to provide information on product sustainability, inclusive of social and human rights impacts

By 2025, require all contracted suppliers to provide this information



Sustainable Sourcing

By 2025, sustainably source 95%, by spend, of its Top 10 categories



Local Sourcing

By 2025, locally source 50% of all produce, in aggregate (measured by total spend)



Furniture, Fixtures & Equipment (FF&E)

By 2025, ensure that the Top 10 FF&E product categories sourced are in the top tier of the Marriott Sustainability Assessment Program (MSAP)



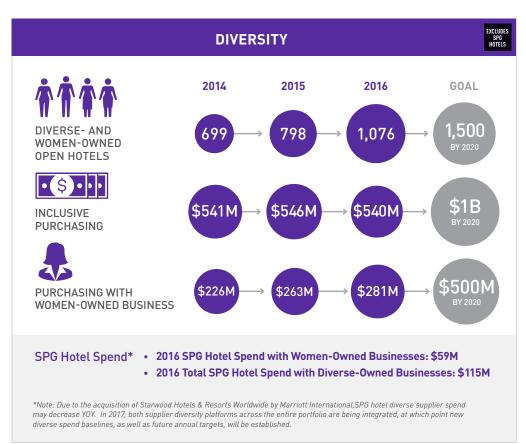


EMPOWER THROUGH OPPORTUNITY

As one of the world's fastest growing industries, travel and tourism is well positioned to help offer a solution to the problem of underemployment and unemployment. We partner to ensure workplace readiness and access to opportunity through our business, including our supply chain, by focusing on diverse populations, youth, women, people with disabilities, veterans and refugees.

GLOBAL DIVERSITY AND INCLUSION

We engage in a targeted, holistic approach to advance diversity among our associates, customers, owners, business partners and suppliers.













EMPOWER THROUGH OPPORTUNITY

YOUTH

Millions of youth are facing widespread unemployment. At the same time, the travel and tourism industry's demand continues to outpace the talent supply. We work to address these global issues and ensure a brighter future by partnering with nonprofit organizations to identify, train and mentor youth for meaningful careers in our industry.

HOTEL AND BUSINESS COUNCIL* CONTRIBUTIONS TO YOUTH IN 2016**







\$1.3M



159,000+
VOLUNTEER HOURS

*Our Business Councils are comprised of General Managers and other hotel leaders representing properties in a given city, country or region. They support the company's core values and culture, government advocacy and sustainability and social impact efforts.

**As of YE 2016 and includes managed and franchised properties





CHEI* + China hotels have impacted **98,000+** students since 2013



Various China-specific youth programs and initiatives also engaged

16,000+ youth in 2016

Some of our fastest growing and largest markets, such as China, are placing a particular emphasis on supporting programs that prepare youth for jobs in our industry.

*China Hospitality Education Initiative is a project of The J. Willard and Alice S. Marriott Foundation.

COMMITMENTS TO YOUTH ACROSS THE GLOBE*

Marriott supports a number of programs around the world that strive to prepare youth for jobs in the hospitality industry, including:

PROGRAM	MARRIOTT SUPPORTS IN	YOUTH ENGAGED (2016)
Akilah Institute for Women	Rwanda	43
Bridges from School to Work**	United States	858
"Career Days"	South Africa	1,015
Children International	Latin America	177
EGBOK	Cambodia	85
Marriott In-Service and Bursary Program	South Africa	252
INJAZ Al-Arab	Middle East	38
Mahindra Pride	India	94
NAF	United States	1,202
Plan International	Middle East	80
World of Opportunity Youth (supports The Prince's Trust, SOS Children's Villages and Youth Career Initiative)	Europe	4,500
Youth Career Initiative	Global	314

^{*}As of YE 2016 and includes managed and franchised properties.



2025 SUSTAINABILITY AND SOCIAL IMPACT GOALS: EMPOWER THROUGH OPPORTUNITY

GOAL

By 2025, invest at least \$5M to increase and deepen programs and partnerships that develop hospitality skills and opportunity among youth, diverse populations, women, people with disabilities, veterans and refugees

By 2019, develop and establish a global gender parity goal for company leadership

^{**} Bridges from School to Work is a 501 (c)3 nonprofit organization that Marriott International helped to establish in 1989 and currently supports.





WELCOME ALL AND ADVANCE HUMAN RIGHTS

Travel is one of the most powerful tools for promoting peace and cultural understanding. With the goal of creating a safe, welcoming world for travel for all, we rally for pro-travel policies and support programs that allow people to experience and understand other cultures. We work with leading nonprofit organizations to educate, advocate for and protect human rights throughout and beyond our business.



Partnered with three nonprofits to create new, best-in-class human trafficking awareness training.



Over 9,000 associates received human trafficking awareness training in 2016.

The new training has been translated into 15 languages, and deployment to hundreds of thousands of Marriott associates began in 2017.



2025 SUSTAINABILITY AND SOCIAL IMPACT GOALS: WELCOME ALL AND ADVANCE HUMAN RIGHTS

GOAL By 2025, 100% of associates will have completed our human rights training, including on human trafficking awareness, responsible sourcing and recruitment policies and practices

- By end of 2018, implement the new human trafficking training brand standard to reach 80% of our associates, as well as scale the training developed by MI and its community partners to the broader industry and academia
- **GOAL** By 2025, enhance or embed human rights criteria in our recruitment and sourcing policies and work with our industry to address human rights risks in the construction phase
- **GOAL** By 2025, promote a peaceful world through travel by investing at least \$500,000 in partnerships that drive, evaluate and elevate travel and tourism's role in cultural understanding

SUPPORTING THE UNITED NATIONS SUSTAINABLE DEVELOPMENT GOALS

As we execute on our focus areas and work toward our new 2025 Sustainability and Social Impact Goals, we aim to increasingly align with and support targets and global indicators for relevant UN Sustainable Development Goals (SDGs), including those focusing on the environment, women and girls, youth employment, human trafficking and sustainable tourism.

For additional information, please visit <u>our website</u>, which gives an overview of our work and focus areas, as well as maps the SDGs that we are working to address worldwide.

