

# **Blind Spots:**

# Electronics Firms, Impression Management, and the Harms of the Electronics Commodity Chain

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# Structure of Presentation

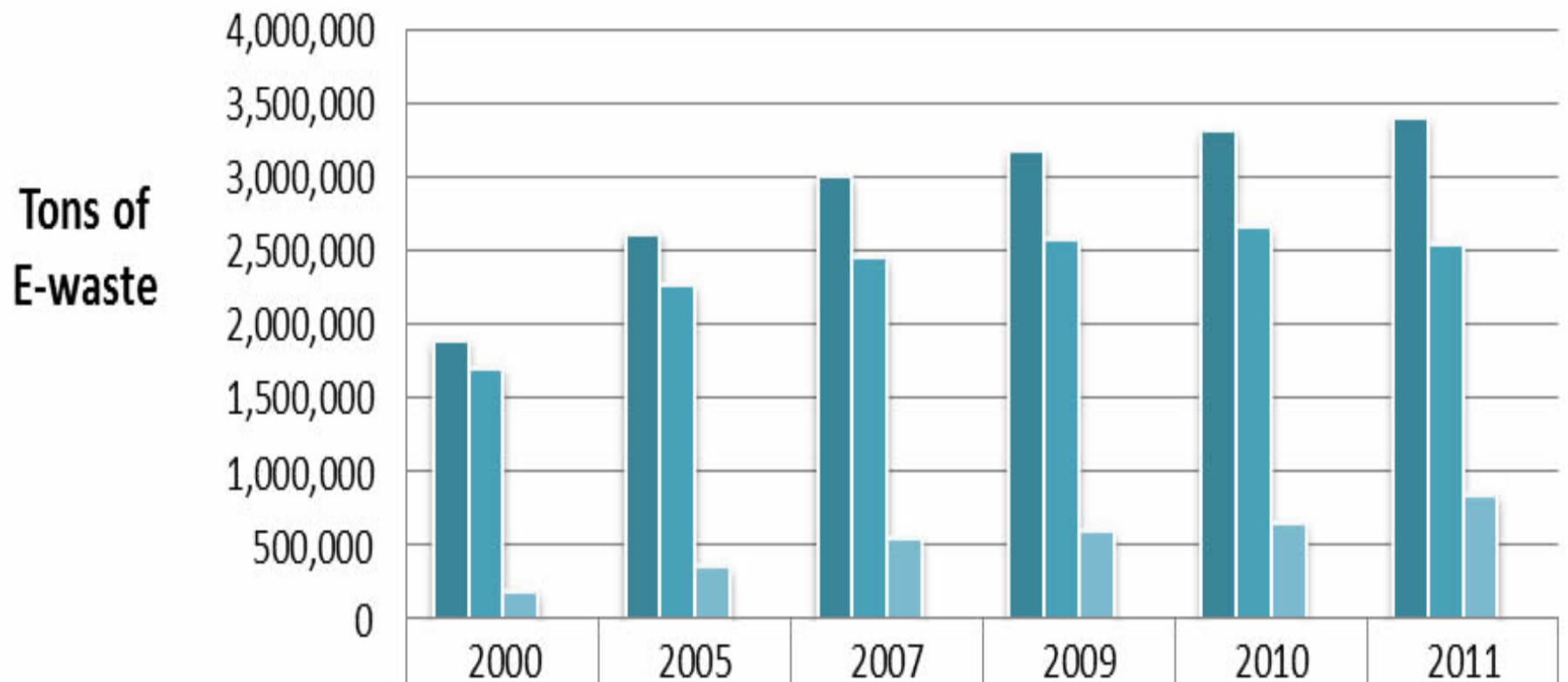
1. Motivation
2. Research questions
3. Theory – Impression management
4. Case selection criteria
  - Samsung, Apple, HP & Toshiba
5. Dissertation chapters
  - Corporate impression management tactics
  - NGO perceptions of electronics firms
  - Consumer perceptions of electronics firms
6. Conclusion

What is e-waste?



- **E-waste is the fastest growing waste stream worldwide, estimated at 20–50 million tonnes per year (Boone & Ganeshan 2012).**
  - **This year, the number of mobile devices exceeded the world’s population and an estimated one billion computers were retired (LaDou & Lovegrove 2006).**

# E-Waste Generation and Recycling 2000-2011

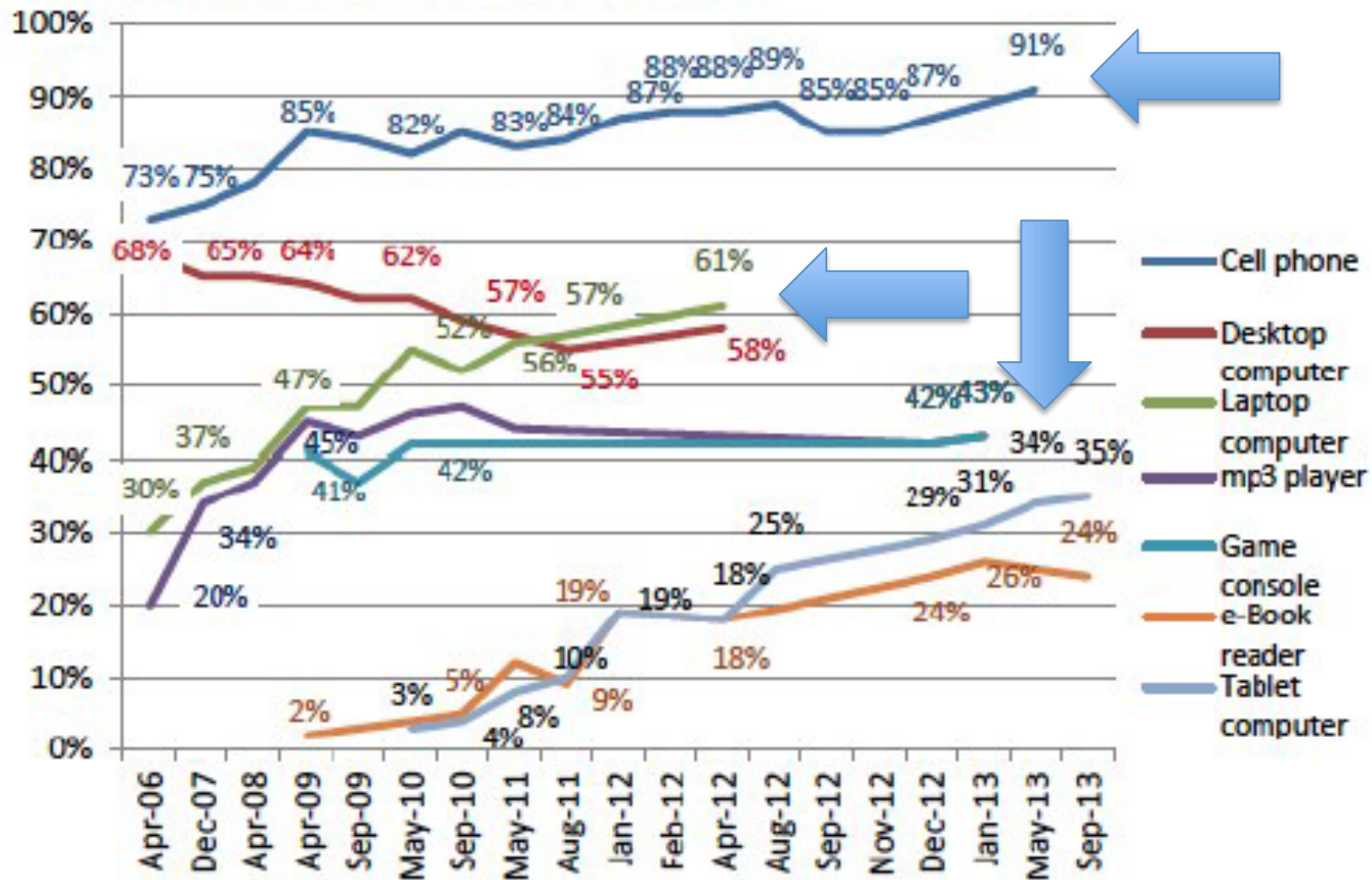


	2000	2005	2007	2009	2010	2011
■ Total e-waste generated	1,900,000	2,630,000	3,010,000	3,190,000	3,320,000	3,410,000
■ E-waste trashed	1,710,000	2,270,000	2,460,000	2,590,000	2,670,000	2,560,000
■ E-waste recycled	190,000	360,000	550,000	600,000	650,000	850,000
Percent Recycled	10.0%	13.7%	18.3%	18.8%	19.6%	24.9%



## Adult gadget ownership over time

% of American adults ages 18+ who own each device



Source: Pew Internet surveys 2006-2013

Note: 2013 e-reader/tablet results based on Americans ages 16+

# Just a fraction of the electronics are being recycled...why?

Table 4: Current E-Waste Recycling in the US in 2010

Products	Recycling Rate	E-Waste (1,000 ton)	E Waste (1,000 units)
Computers & Laptops	39.7%	Disposed: 423 Recycled: 168	Disposed: 51,900 Recycled: 20,600
Cellphones & Pagers	11.4%	Disposed: 19.5 Recycled: 2.24	Disposed: 152,000 Recycled: 17,400
Televisions	17.3%	Disposed: 1,045 Recycled: 181	Disposed: 28,500 Recycled: 4,940
Computer Monitors	32.7%	Disposed: 595 Recycled: 194	Disposed: 35,800 Recycled: 11,700
Printers/Copiers	33.3%	Disposed: 290 Recycled: 97	Disposed: 33,600 Recycled: 11,200

1. People don't know what to do with their e-waste
2. Piecemeal U.S. State legislation
3. Inadequate Recycling infrastructure
  - cheaper to trash than recover

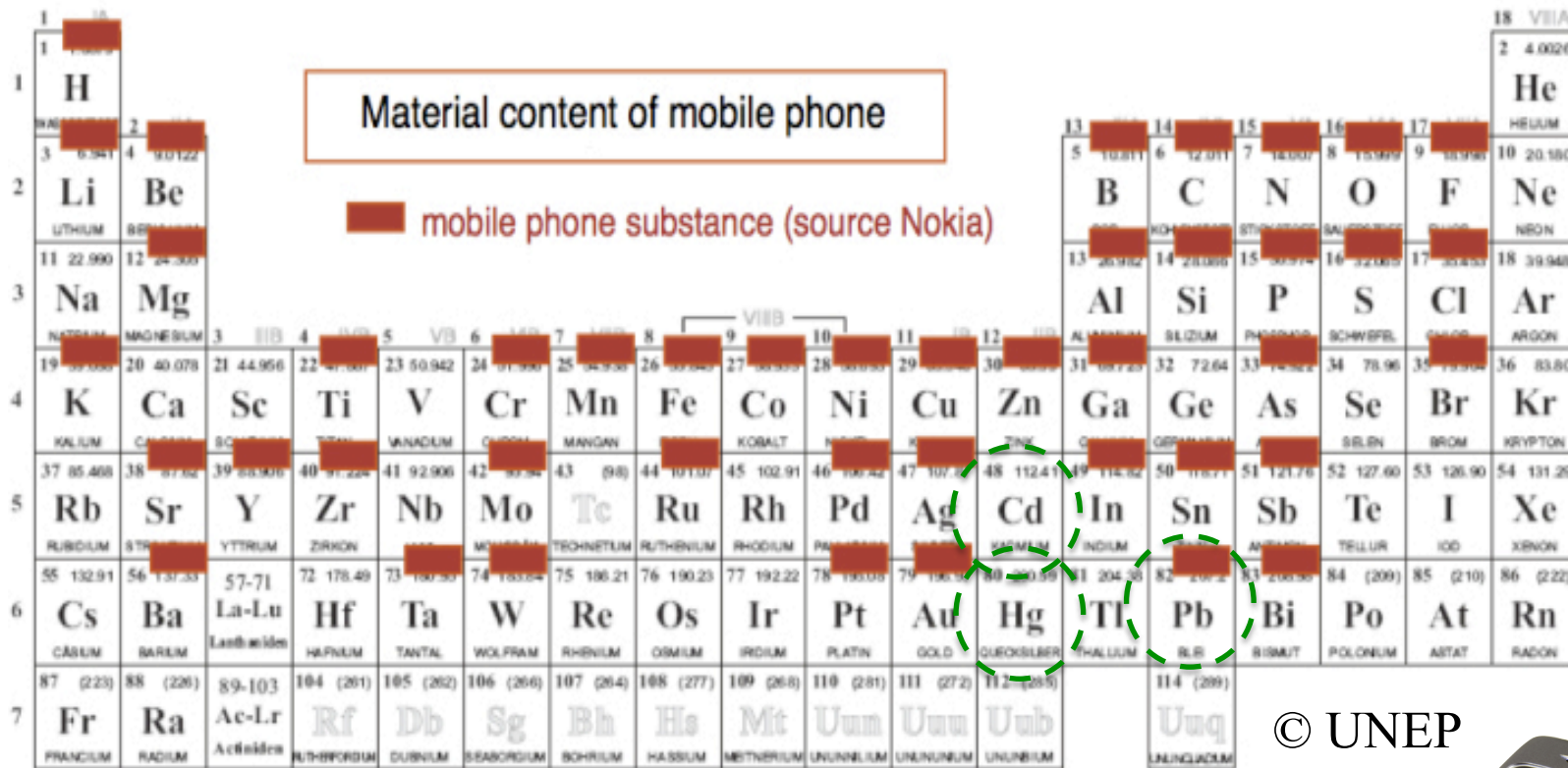
# Why is this so problematic...?

## To start:

- Perpetuates the depletion of finite virgin minerals and precious metals, primarily, from Africa (Boone & Ganeshan 2012).
- Fuels the global sale of “conflict minerals” that are used to fund the violence of warlords (Spectrum 2011)
- **50 to 80** percent of the e-waste collected for recycling in the “developed” world is shipped to the informal markets of “developing” countries (UNEP 2005).



# What's so toxic...?







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© 2008 Basel Action Network (BAN)



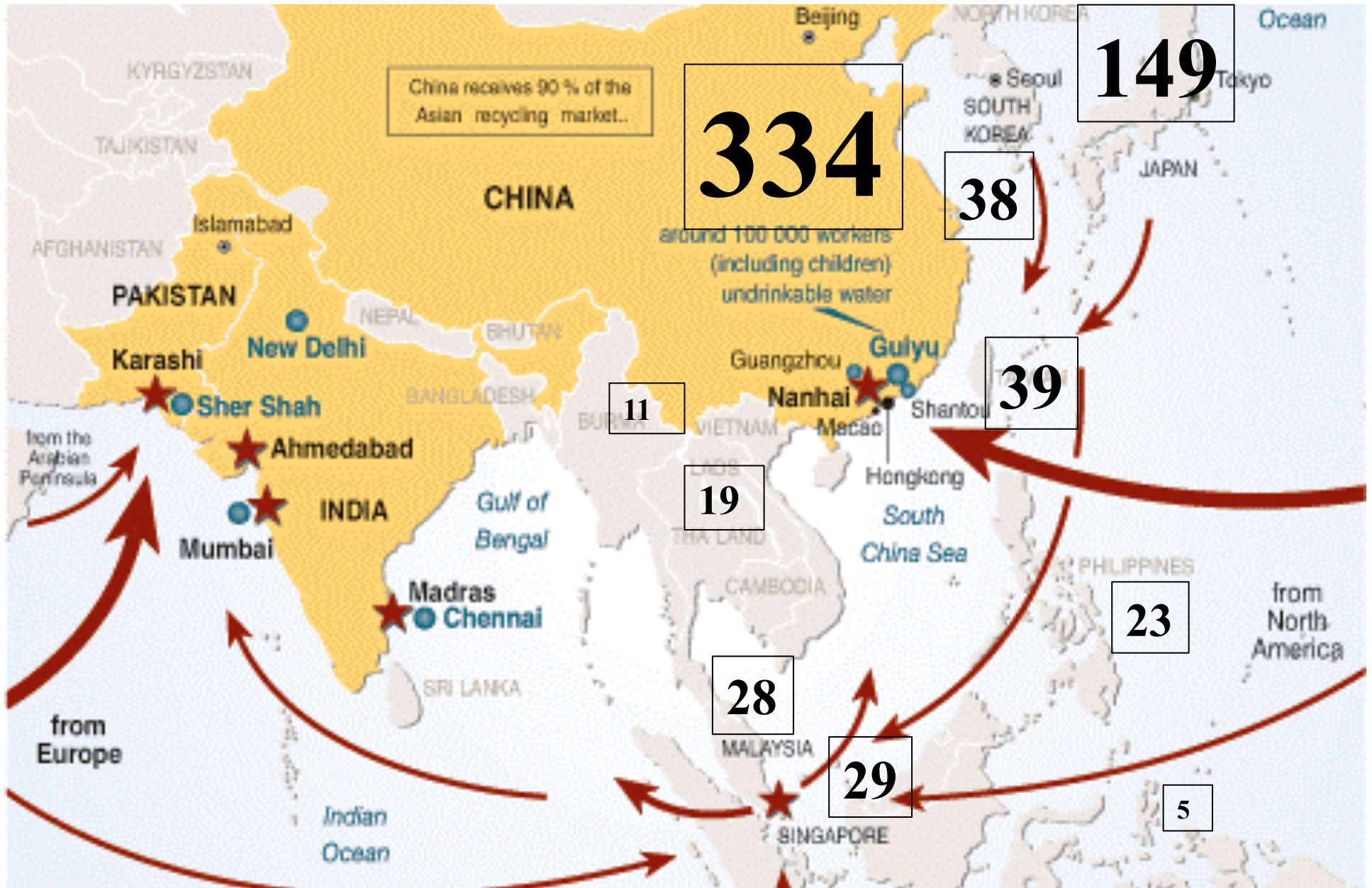
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# Electronics Manufacturing



# Harms at production facilities...

## Manufacturing

- 2009-2010 Foxconn suicides (14 dead, 4 severely injured)
- 2010 n-hexane poisonings (137 severely injured)
- 2012 - 2 aluminum dust explosions at Foxconn factories (4 dead, 41 severely injured)
- Rampant child labor (CLW 2014)

## Health issues

- Breathing ailments
- Skin infections
- Stomach diseases
- Leukemia
- Heart disease
- Stunted growth
- learning disabilities
- behavioral issues
- Increased miscarriages
- Lead poisonings

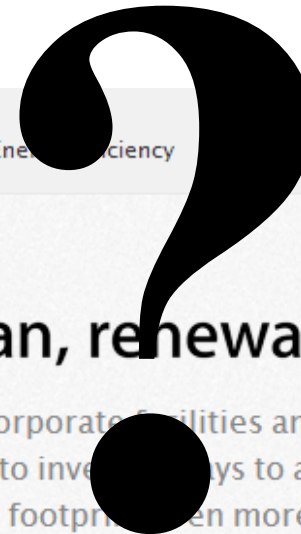
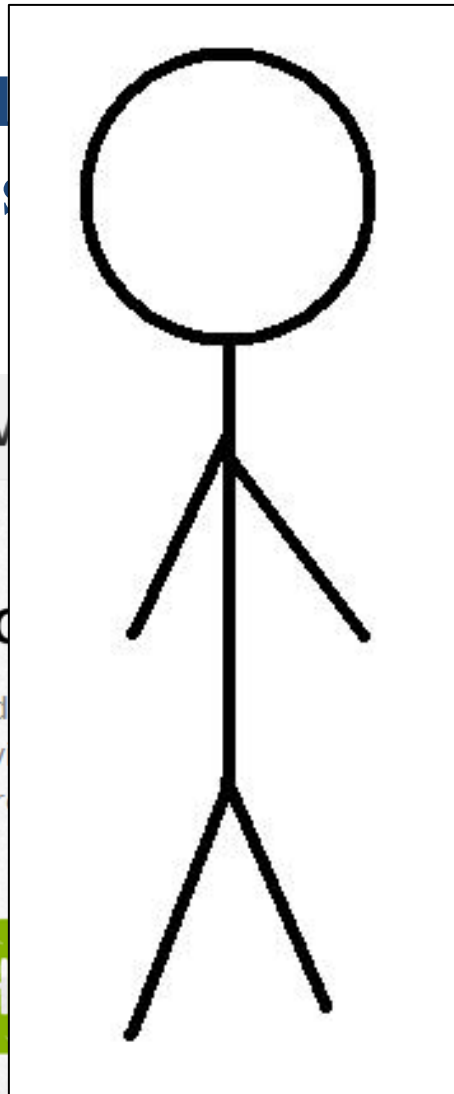
# The *Disconnect*

- Despite the existence of these harms at every stage of the electronics commodity chain, consumers often perceive lead electronics firms as being at the forefront of ‘green’ and socially responsible business practices
- These findings raise the question of how electronics firms that regularly harm both the environment and human health can be perceived so favorably by the U.S. public?

# Possible Explanations...

One possible explanation is that international electronics firms are making significant progress in reducing their carbon footprint.

International electronics firms are making significant progress in reducing their carbon footprint to improve their environmental performance.



A screenshot of an Apple environmental report page. The page title is "Apple and the Environment". The main heading is "Powering our products with clean, renewable energy." Below the heading, there is text: "We've dramatically reduced the amount of energy we use to provide online services...". At the bottom, there are icons for solar panels, a building, wind turbines, and water droplets. A bracket under the solar panels and building icons is labeled "100% renewable energy". The Apple logo is visible on the building icon. The page footer includes "© Apple".



# Another Example...

Samsung has a  
**“zero tolerance”**  
policy on child labor



- In July 2014, China Labor Watch (CLW) accused a supplier of Samsung located in southern China of
  - **illegal child labor practices**
    - unpaid and excessive overtime
    - inadequate protective equipment
    - a lack of safety training for the use of toxic chemicals
    - among many other allegations...

“You can set all the rules you want, but they’re meaningless if you don’t give suppliers enough profit to treat workers well,” said one former Apple executive with firsthand knowledge of the supplier responsibility group. “If you squeeze margins, you’re forcing them to cut safety”

(as cited in Duhigg & Barboza 2012: 9).

“We’ve known about labor abuses in some factories for four years, and they’re still going on,” said one former Apple executive who, like others, spoke on the condition of anonymity because of confidentiality agreements. “Why? Because the system works for us. Suppliers would change everything tomorrow if Apple told them they didn’t have another choice. If half of iPhones were malfunctioning, do you think Apple would let it go on for four years?” the executive asked

(as cited in Duhigg and Barboza 2012: 3).

# Research Questions

- (a) whether or not lead firms attempt to hide the role they play in producing severe human and environmental problems throughout the electronics commodity chain?
- (b) whether or not NGOs and consumers have accepted corporate framings of the electronics commodity chain, and if so, why?

# Theoretical Framework

## Impression Management

- In essence, “...the individual is likely to present himself in a light that is favorable to him” (Goffman 1959:7)
  - Applies to both individual and organizational interactions

# Diversionsary Reframing

- **Diversionsary reframing** is the attempt to redirect attention, change the subject, or reframe the story (Freudenburg and Alario 2007).
  - However, diversionsary reframing is only successful if target audiences accept impression management messages (Freudenburg and Alario 2007; Goffman 1959).



# Performativity

- Performativity is most basically the reiteration of norms so that certain perceptions or activities become normal, natural, or even unquestionable (Butler 1993).

# Case Selection Criteria (1/3)

## 1. The scale criterion

- Each case is a Global Fortune 500 company:  
Samsung (13<sup>th</sup>/500) Apple (15<sup>th</sup>), HP (50<sup>th</sup>), and  
Toshiba (145<sup>th</sup>)



© Apple



© Samsung



© Hewlett Packard

**TOSHIBA**

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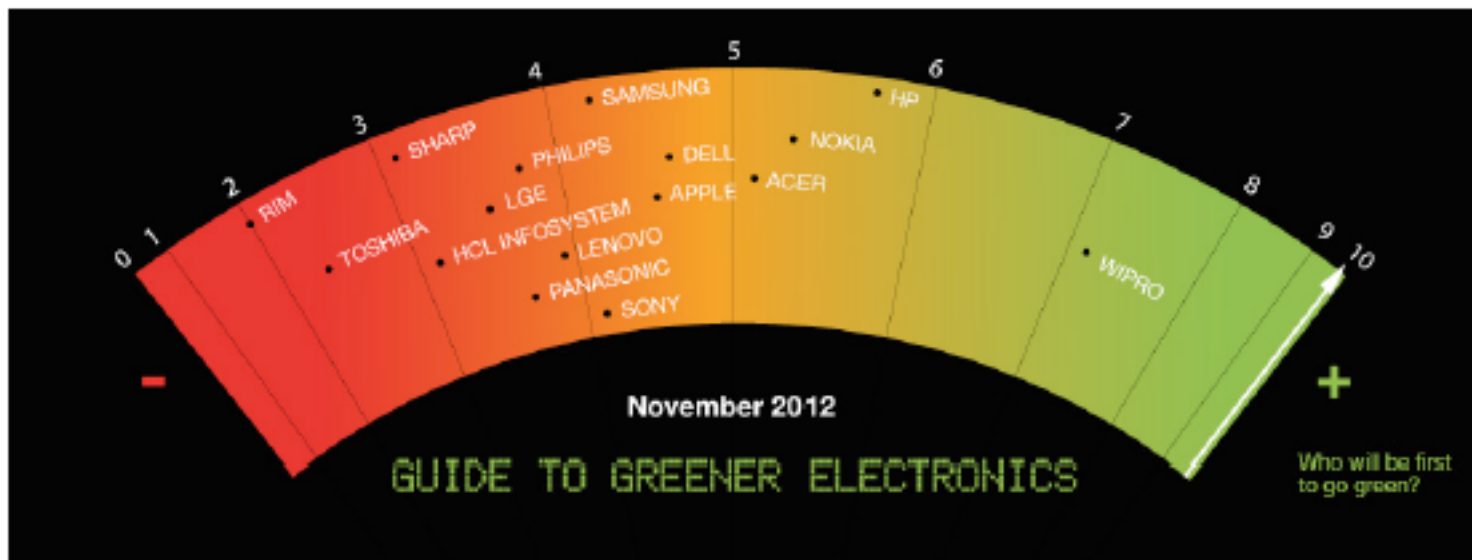
# Case Selection Criteria (2/3)

2. The admiration criterion: Fortune 50 most admired firms
  - Two of the companies I will study are among Fortune's 50 most admired businesses in the world: Apple (1<sup>st</sup>/50), and Samsung (21<sup>st</sup>)
  - And two, HP and Toshiba, do not rank among the top 500 most admired businesses

# Case Selection Criteria (3/3)

## 3. The green and social practices criterion

- There is variation across these firms in terms of green and social business practices.
- Some of these firms have more positive environmental and social reputations, while others are perceived as lagging.



Source:  
Greenpeace  
2014

<b>Table 1: Greenpeace's Guide to Greener Electronics Criteria</b>		<b>Green Practices</b>	<b>Social Practices</b>
<b>Energy and Climate</b>	• Does the company disclose and set targets for operational green house gas (GHG) emissions and renewable energy (RE) supply?	X	
	• Does the company disclose and set targets for supply chain GHG emissions and RE supply?	X	
	• Does the company have a Clean Electricity Plan (CEP)?	X	X
	• Does the company advocate Clean Energy Policy?	X	X
<b>Greener Products</b>	• How energy efficient are the companies' products?	X	
	• Does the company avoid hazardous substances in products?	X	X
	• Does the company use recycled plastic in products?	X	
	• Does the company document product life cycles?	X	
<b>Sustainable Operations</b>	• Does the company have a chemicals management and advocacy plan?	X	X
	• Does the company have a policy and practice on sustainable sourcing of fibers for paper?	X	
	• Does the company have a policy and practice on avoidance of conflict minerals?	X	X
	• Does the company provide effective voluntary take-back programs where there are no extended producer responsibility (EPR) laws?	X	X

**Source: Adapted from Greenpeace (2014)**

1<sup>st</sup> empirical chapter:

Corporate impression management tactics

Question:

Investigate whether and how Apple, Samsung, HP and Toshiba utilize impression management tactics to legitimize or shift attention away from their harmful social and environmental business practices.



# METHODS

## **Content Analysis**

For every case, I will analyze and code (2007-present):

1. Corporate annual reports
2. Corporate press releases and press kits
3. Corporate social media (tweets, Facebook),
4. Corporate print and video advertisements (i.e. brochures and corporate YouTube accounts),
5. Website content related to the electronics commodity chain available on the company's primary website
6. A *Lexis Nexis* search of newspaper articles
7. NGO reports to identify the types of messages used by the firms.

## **In-person, semi-structured interviews**

- with corporate representatives at Apple, HP, and the U.S. headquarters of Samsung and Toshiba.
- Aim to interview at least 3 people from each company, for a total of 12 interviews.

2<sup>nd</sup> empirical chapter:  
NGO perceptions of electronics firms

Question:

How do NGOs working on electronics commodity chain issues perceive the messaging of lead electronic firms?

# METHODS

## **In-person, semi-structured interviews**

NGOs to be contacted include:

- The Basel Action Network (BAN)
- Greenpeace International
- Clean Production Action
- Environmental Working Group
- Global Alliance for Incinerator Alternatives (GAIA)
- Cultural Survival
- Health Care Without Harm
- International POPs Elimination Network (IPEN)
- Physicians for Social Responsibility (PSR)
- Toxics Link
- Chintan
- China Labor Watch

**Aim to interview at least ~1-2 representatives from each NGO, for a total of ~12-24 interviews**

3<sup>rd</sup> empirical chapter:

Consumer perceptions of electronics firms

Question:

How do electronics consumers perceive the messaging or social and environmental reputations of lead electronic firms?

# METHODS

## **In-person, semi-structured interviews**

- Aim to interview at least 20 consumers
- Use as a pre-test for the survey instrument

## **A survey of U.S. residents (18+) on Amazon's Mechanical Turk**

- N= 500 U.S. Residents
- Statistical significance at  $p < .05$
- IRB approval, pilot sample of 50





**What is your overall opinion of the social and environmental reputations of the following electronic companies? Please mark a box for each of the following companies.**

	Very favorable	Mostly favorable	Neither favorable nor unfavorable	Mostly unfavorable	Very unfavorable	Don't know
Apple	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Samsung	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Hewlett Packard	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Toshiba	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>

**Sometimes people find it inconvenient and difficult to recycle, do you recycle your plastics, paper, or glass products?**

- Always
- Most of the Time
- Sometimes
- Rarely
- Never

**Do you recycle or resell your personal electronic products (for example cellphones, computers, tablets, printers, T.V.s and mobile digital media players)?**

- Always
- Most of the Time
- Sometimes
- Rarely
- Never

**How do you usually dispose of your electronic products (for example cellphones, computers, tablets, printers, T.V.s and mobile digital media players)? Please check all that apply.**

- Store them at home or work (in a drawer, bucket, closet or garage)
- Toss them in the trash
- Sell them to someone else
- Take them back to the manufacturer
- Take them back to the retailer where electronic was purchased

# Structure of Dissertation (Ch. 1-6)

1. Introduction
2. Theory – Impression Management
3. Corporate impression management tactics
4. NGO perceptions of electronics firms
5. Consumer perceptions of electronics firms
6. Conclusion

<b>Data gathering and analysis phases (2014-2016):</b>	<b>Estimated time to completion</b>
(1) Content analysis	Expected to take 10-12 months
(2) Interviews with firms (including analysis)	Expected to take up to a year
(3) Interviews with NGOs (including analysis)	Expected to take 6-9 months
(4) Interviews with consumers (including analysis)	Expected to take 3 months
(5) Survey of consumers (including analysis)	Expected to take 3 months <i>*M-Turk surveys can provide data within a week</i>

Thank you!  
Questions?

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