

Zonbu's 2006 Sustainability Report

Strategy and Analysis

- 1.1** Statement from the most senior decision-maker of the organization (e.g., CEO, chair, or equivalent senior position) about the relevance of sustainability to the organization and its strategy.

Statement from Gregoire Gentil, Zonbu's CEO

Zonbu is committed to being a responsible global corporate citizen. We conduct our business with uncompromising integrity and try our best to meet our commitments to our customers, suppliers, employees, shareholders, and the environment.

Zonbu's mission is to provide to the consumers and organizations an affordable and simple computing experience on environmentally responsible platforms. Our products and services are designed to minimize their environmental impact throughout their life cycles. In addition, Zonbu is committed to improving our own operations, such as reducing our energy use and waste.

In 2006, Zonbu was founded, and had no employees, no products and services for sale, no suppliers and no customers. My statement for 2007 will cover all these aspects, as Zonbu would have employees, products and services, suppliers and customers in 2007.

Organizational Profile

2.1 Name of the organization:

PConRails, LLC, (doing business as) Zonbu.

2.2 Primary brands, products, and/or services.

In 2006, Zonbu was developing a personal computer with subscription service, which will go on sale in 2007.

2.3 Operational structure of the organization, including main divisions, operating companies, subsidiaries, and joint ventures.

Zonbu was founded in 2006. It had only one main division, with no operating companies, subsidiaries, and joint ventures.

2.4 Location of organization's headquarters.

In 2006, Zonbu's headquarters were located at 1247 Cowper Street, Palo Alto, CA 94301, USA.

2.5 Number of countries where the organization operates, and names of countries with either major operations or that are specifically relevant to the sustainability issues covered in the report.

In 2006, Zonbu had major operations only in the U.S.

2.6 Nature of ownership and legal form.

PConRails is a limited liability corporation, doing business as Zonbu.

2.7 Markets served (including geographic breakdown, sectors served, and types of customers/beneficiaries).

Zonbu had not started selling its products and services in 2006.

2.8 Scale of the reporting organization, including:

In 2006, Zonbu did not have any employee. Zonbu's founders worked with several consultants to develop products and services. Zonbu had zero net sales in 2006.

Being a private company, the information on Zonbu's capitalization, assets, ownership, and costs is confidential. Zonbu did not have any sales and employees in 2006.

2.9 Significant changes during the reporting period regarding size, structure, or ownership.

There were no significant changes during 2006 regarding Zonbu's size, structure, or ownership.

- 2.10** Awards received in the reporting period.
Zonbu did not receive any award in 2006.

Report Profile

- 3.1** Reporting period (e.g., fiscal/calendar year) for information provided.

The calendar year 2006, from January 1, 2006 through December 31, 2006.

- 3.2** Date of most recent previous report (if any).

Since Zonbu was founded in 2006, this is our first sustainability report.

- 3.3** Reporting cycle (annual, biennial, etc.)

Annual.

- 3.4** Contact point for questions regarding the report or its contents.

Gregoire Gentil, CEO, Zonbu, 1247 Cowper Street, Palo Alto, CA 94301, USA.

Report Scope and Boundary

- 3.5** Process for defining report content, including:

The content and organization of this Sustainability report adheres completely to the most recent G3 Guidelines published in 2006 by Global Reporting Initiative (GRI).

- 3.6** Boundary of the report (e.g., countries, divisions, subsidiaries, leased facilities, joint ventures, suppliers).

This report covers all Zonbu operations in 2006.

- 3.7** State any specific limitations on the scope or boundary of the report.

This report does not have any limitations on the scope or boundary.

- 3.8** Basis for reporting on joint ventures, subsidiaries, leased facilities, outsourced operations, and other entities that can significantly affect comparability from period to period and/or between organizations.

In 2006, Zonbu did not have any joint ventures, subsidiaries, leased facilities, outsourced operations, and other entities.

- 3.10** Explanation of the effect of any re-statements of information provided in earlier reports, and

the reasons for such re-statement (e.g., mergers/acquisitions, change of base years / periods, nature of business, measurement methods).

Zonbu does not have any earlier sustainability report.

3.11 Significant changes from previous reporting periods in the scope, boundary, or measurement methods applied in the report.

Zonbu does not have any earlier sustainability report.

GRI Content Index

3.12 Table identifying the location of the Standard Disclosures in the report.

GRI Guidelines Application Level

Self-declared Level C.

GRI Standard Disclosures

G3 Profile Disclosure	Reported on Page #
1.1	1
2.1 - 2.10	2 - 3
3.1 - 3.8, 3.10 - 3.12	3 - 4
4.1 - 4.4, 4.14 - 4.15	4 - 5

G3 Performance Indicators	Reported on Page #
Economic: EC2, EC4	6
Environmental: EN6, EN18, EN26	6
Social: HR4, HR9, SO4, SO7, SO8	6 - 7

Governance

4.1 Governance structure of the organization, including committees under the highest governance body responsible for specific tasks, such as setting strategy or organizational oversight.

Being a new startup with no employees in 2006, Zonbu's CEO, Gregoire Gentil, was responsible for all the strategy and oversight of Zonbu's sustainability programs.

4.2 Indicate whether the Chair of the highest governance body is also an executive officer (and, if so, their function within the organization's management and the reasons for this arrangement).

Being a new startup with no employees in 2006, Zonbu's CEO, Gregoire Gentil, was responsible for all the strategy and oversight of Zonbu's sustainability programs.

4.3 For organizations that have a unitary board structure, state the number of

members of the highest governance body that are independent and/or non-executive members.

Being a private company, the information on Zonbu's board structure is confidential.

4.4 Mechanisms for shareholders and employees to provide recommendations or direction to the highest governance body.

In 2006, Gregoire Gentil, Zonbu's CEO, received recommendations or direction from shareholders. Zonbu did not have any employee in 2006.

Stakeholder Engagement

4.14 List of stakeholder groups engaged by the organization.

As a new startup founded in 2006 which did not have any employee nor sell its products and services, the only stakeholders in Zonbu were the shareholders.

In 2006, Gregoire Gentil, Zonbu's CEO, received recommendations or direction from shareholders. Zonbu did not have any employee in 2006.

4.15 Basis for identification and selection of stakeholders with whom to engage.

As a new startup founded in 2006 which did not have any employee nor sell its products and services, the only stakeholders in Zonbu were the shareholders.

Performance Indicators

1. EC2 Financial implications and other risks and opportunities for the organization's activities due to climate change. (Core)

Zonbu's products and services are designed to minimize their environmental impact throughout their life cycles. As the consumers become more conscious of the climate change, they would appreciate Zonbu's environmentally friendly products and services over competing ones.

2. EC4 Significant financial assistance received from government. (Core)

Zonbu did not receive any financial assistance from government in 2006.

3. EN6 Initiatives to provide energy-efficient or renewable energy based products and services, and reductions in energy requirements as a result of these initiatives. (Additional)

Our first initiative is to design our first product to earn the Energy Star label. We are on track to achieve this goal when our first product is released in 2007.

4. EN18 Initiatives to reduce greenhouse gas emissions and reductions achieved. (Additional)

Our second initiative is to design our first product to be 100% carbon neutral. We are committed to purchasing carbon credit to offset the greenhouse gas emission caused by the generation of all the electricity consumed when our customers use our products.

5. EN26 Initiatives to mitigate environmental impacts of products and services, and extent of impact mitigation. (Core)

Our third initiative is to design our first product to meet the EPEAT Gold Standard and comply with the RoHS Directive. We are on track to achieve these goals when our first product is released in 2007.

6. HR4 Total number of incidents of discrimination and actions taken. (Core)

Zonbu had no incident of discrimination in 2006.

7. HR9 Total number of incidents of violations involving rights of indigenous people and actions taken. (Additional)

Zonbu had no incident of violations involving rights of indigenous people in 2006.

8. SO4 Actions taken in response to incidents of corruption. (Core)

Zonbu had no incident of corruption in 2006.

9. SO7 Total number of legal actions for anti-competitive behavior, anti-trust, and monopoly practices and their outcomes. (Additional)

Zonbu had no legal action for anti-competitive behavior, anti-trust, and monopoly practices in 2006.

10. SO8 Monetary value of significant fines and total number of non-monetary sanctions for non-compliance with laws and regulations. (Core)

Zonbu had no sanction for non-compliance with laws and regulations in 2006.