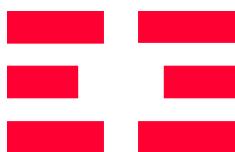




Affirm

Locations: California (HQ)
Industries: Diversified Financials, Payment Processing

RISK LEVEL:



High Risk

DESCRIPTION:

Affirm is High Risk. The company yields to political activism in shaping corporate governance, potentially alienating consumers, dividing employees, and harming shareholders. Affirm embraces corporate initiatives that redirect its central focus from business goals to partisan policies and divisive issues. This approach fails to safeguard free exercise, free speech, and free enterprise.

Corporate Weaponization

Has canceled customers, suppliers, or vendors due to their political views or religious beliefs OR High Risk corporately boycotts, divests, or sanctions regions, people groups, or industries.

CFO of Affirm Michael Linford has stated that "any merchant [that] isn't aligned to our values, any partners unaligned to our values, we don't do business with them" (1). Affirm also cut ties with MyPillow, after its CEO, Mike Lindell, claimed that election fraud may have played a part in the outcome of the 2020 election (2).

Charitable giving (including employee matching programs) policies or practices discriminate against charitable organizations based on views or religious beliefs. Medium Risk

Affirm's charitable giving guidelines require that organizations abide by its nondiscrimination policy, including on the basis of sexual orientation and gender identity, thereby excluding some religious charities (1).

Employment policies fail to protect against viewpoint or other discrimination and/or are ideological in nature. High Risk

Affirm appears to prioritize diversity over merit in its hiring, promotions, and mentorship program. From its 2023 ESG Report: "Our strategy involves embedding DEI into our processes, programs, and structures at Affirm across the employee life cycle—how we hire, develop, advance, and retain Affirmers, and in how we do business" (1). The company appears to prioritize diversity over merit in its leadership composition: "As part of the search process for new directors, the Nominating and Governance Committee shall actively seek to identify candidates who reflect diverse backgrounds, including diversity of race, ethnicity and gender" (2). The company implements unconscious bias training (3). Affirm does not provide viewpoint protections for its employees (4).

Corporate Governance and Public Policy

Uses corporate reputation to support causes, organizations, or policies hostile to freedom of expression. High Risk

Affirm opposed the Florida Parental Rights in Education Act, which would prohibit teaching gender identity and sexual orientation to kids in K-3rd grade (1). The company was part of the Freedom for All Americans coalition, which advocated for federal legislation that would overrule state laws designed to protect girls' sports and similar laws (2). Affirm opposed various state and local legislation intended to protect parental rights, girls' sports, bathroom facilities, and gendered spaces (3). The company opposed legislation in Iowa intended to protect parental rights, girls' sports, bathroom facilities, and gendered spaces (4). Affirm signed an amicus brief in opposition to the 2016 North Carolina bathroom bill HB2, which required people to use the bathroom of their biological sex (5). The company supports DEI within its business practices, hosting a Diversity & Inclusion Steering Committee (DISC) (6). The company supports DEI within its business practices. From its Diversity, Equity, and Inclusion page: "Our strategy involves embedding DEI into all processes, programs, and structures at Affirm across the entire employee life cycle—how we hire, develop, advance, and retain Affirmers, and in how we do business" (7). The company supports ESG within its business practices. From its 2023 ESG Report: "Environmental, Social, and Governance ("ESG") considerations are important to how we do business, from how we develop products and services and promote financial inclusion and socioeconomic empowerment for our consumers, to the way we support employees and give back to our communities" (8).

Uses corporate funds to advance ideological causes, organizations, or policies hostile to freedom of expression. Medium Risk

In 2020, Affirm Cares donated 100,000 to Equal Justice Initiative (1). Otherwise, there are no publicly known cases of the company using corporate funds to advance ideological causes, organizations, or policies (2)(3).

Uses corporate political actions and/or financial contributions for ideological, non-business purposes. Lower Risk

Affirm has not used its PAC donations or lobbied for ideological purposes (1)(2)(3).

The contents of this website and related resources (collectively, the "materials") are general in nature and intended for educational use only. Nothing in the materials or any other 1792 Exchange content constitutes legal or professional advice for any specific matter. Anyone seeking legal or professional advice should obtain such advice from competent counsel. Since individual circumstances vary, anyone reviewing the materials and/or any other 1792 Exchange content is strongly urged to obtain specific legal and/or other professional advice before acting or refraining from acting based on such materials or other 1792 Exchange content. 1792 Exchange accepts no responsibility for any loss or damage, howsoever incurred, which may result from accessing or relying on the materials or any other 1792 Exchange content. Further, 1792 Exchange disclaims, to the fullest extent permitted by law, all liability for any acts or omissions based on the materials or any other 1792 Exchange content.

USER AGREEMENT: Company reports and other resources are intended only for the private educational use of the registered user. Republishing and distributing reports and resources is strictly prohibited. By downloading reports and resources, the user accepts these conditions.

© 1792 Exchange 2023