

# Policy

## Strategic Procurement and Supply Chain Policy

### OUR COMMITMENT

To realise value for money at an acceptable level of risk for all procurement expenditure. Value for money involves selecting vendors who can provide the best overall benefit to Fortescue over the procurement cycle. This supports Fortescue in achieving its key strategic objectives, including its aim to become the lowest cost iron ore producer.

### OUR STRATEGY

To meet our commitments, we will:

1. Conduct procurement activities efficiently to ensure continuity of operations.
2. Understand Fortescue's procurement profile and have a corporate strategy to manage it that is aligned to our values and strategic objectives.
3. Conduct procurement activities responsibly in accordance with Fortescue's health, safety, security, heritage, and environmental requirements.
4. Align procurement process to the nature of the procurement activity and facilitate Fortescue to realise value-for-money at an acceptable level of risk in its procurement expenditure.
5. Identify and manage procurement risk during all procurement activities.
6. Manage vendors to establish positive commercial relationships.
7. Establish a reputation for the highest standards of probity, integrity and professional conduct in procurement practices.
8. Undertake procurement fairly and impartially, in a manner that upholds confidentiality requirements and manages conflicts of interest.
9. Support local content and Aboriginal engagement through our procurement process.
10. Have zero tolerance for modern slavery, forced labour and human trafficking in our supply chain.



Signature  
PETER THOMAS, DIRECTOR - SHARED SERVICES



Dated