



PTT Group Sustainable Procurement and Supplier Management Policy

Procurement process and supplier management are important parts of PTT Group's Sustainable Supply Chain Management. To successfully achieve our goals, as well as to enable every working unit to proceed efficiently, we have set out the policy as follows:

1. **Comply with laws, regulations, rules and procedure regarding to sustainable procurement and supplier management** by abiding as a standard for procurement processes, supplier selection and supplier evaluation after delivery of products or services as well as sustainable relationship development with suppliers.

2. **Implement procurement procedure and supplier management that concern business integrity, social responsibility, and good corporate governance** (Environmental, Social, Governance: ESG) which emphasize on business ethics, social responsibility, occupational health and safety and anti-corruption

3. **Promoting business integrity, transparency, and accountability** with respect to both financial and non-financial information provided via an accessible, fair and reliable channel.

4. **Assess and manage risks regarding to ESG** that may arise from supplier side, and also build capacity amongst suppliers and contractors for continuous improvement, and regularly monitor the suppliers and contractors' performances.

5. **Develop and strengthen relationships** with suppliers and contractors who demonstrate commitment in adhering to our core values.

6. **Enhance capacity of PTT Group's employees** in relation to sustainable procurement and supplier management through trainings, communicating and knowledge management process to systematically and appropriately integrate sustainability objectives into supplier management.

7. **Promote procurement approaches that enhance business capacity and support the direction of the company and the country**, including sourcing products and services from local suppliers, green procurement, increasing competitiveness, and synergizing supply chains.

All management and employees of PTT Group, thus, have a duty to promote, support, and strictly comply with PTT Group Sustainable Procurement and Supplier Management Policy.

Announced August, ³ 2015

(Mr.Pailin Chuchottaworn)

Chief Executive Officer & President