

## **Sustainable Procurement Policy**

Adani Ports and Special Economic Zone Limited (APSEZ) is committed to achieving its goals of lawful and fair business practices by integrating various ESG considerations such as the respect of human rights, business ethics, and environmental friendliness of products and services into its supply chain decision making. The company strives to include the following considerations into its procurement decisions –

- Suppliers are operating their facilities in compliance with APSEZ's supplier code of conduct, environmental policies/standards, national and local laws, regulations to prevent health and safety risks and with an endeavor to go beyond the compliances.
- Suppliers strive to continually improve the environmental performance by setting objectives, targets, and processes for efficient use of natural resources, energy, water, prevention on use of hazardous or toxic substances, waste minimization, emission reduction, and pollution prevention.
- Supplier's measure, monitor and review the environmental performance of the organization at regular intervals and get it audited (internal/ external) before communicating to relevant stakeholders.
- Suppliers should report on Key environmental performance indicators on an annual basis.
- Suppliers ensure eco-friendly manufacturing with minimum and environmentally compatible/recyclable packaging.
- Suppliers conduct business activities with high ethical and moral standards and respect Human Rights considerations of other stakeholders, including their employees.
- Suppliers act responsibly with their stakeholders and collaborate and associate with them, particularly the local community, for their development.
- APSEZ put efforts to source supplies and services from local sources, including from community where possible.
- Procurement of recycled/part recycled product with extended producer responsibility.
- Supplier businesses aligned with international standards.



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APSEZ believes that the development of its suppliers is imperative for its business growth. Therefore, the company is committed to working with suppliers to inculcate APSEZ's Sustainable Procurement policy that focuses on - reduced use of toxic substances, conservation of natural resources, minimization of waste generation & release of pollutants/emissions, maximizing reusability and recyclability across value chain, prohibiting the use of child labor, complying with applicable wage and hour laws, ensuring safe and healthy working environment for employees/ workers, ensuring safe/ clean/ secure accommodation to employees/workers, ensuring no discrimination on basis of race/ color/ gender/ age/ nationality/ religion/ sexual orientation/ marital status/ citizenship/ disability/ medical condition and community welfare. Alongside, APSEZ is supporting its suppliers to develop and implement a Sustainable Procurement Policy at their end.

Every vendor must provide a commitment to this policy by signing our Supplier Code of Conduct. APSEZ expects suppliers to set in place internal policies, governance structures, systems, processes, and take any other relevant measures to ensure adherence with this policy, while also demonstrating continuous improvement on their ESG performance.

All end-users and departments responsible for purchasing products and services for APSEZ shall adhere to this policy to the best possible extent and make conscious efforts towards procuring green products and services considering their life-cycle cost and the potential impacts on people and the planet.

This policy shall be read and considered alongside APSEZ's Supplier Code of Conduct: <https://www.adaniports.com/-/media/Project/Ports/Investor/corporate-governance/Policies/Supplier-Code-of-Conduct.pdf>

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