



Leading the energy transition

Supply Chain & Responsible Procurement

Thierry Dardeau (PV Magazine webinar, June 1st 2021)

May 2021

Facing Supply chain challenges of Renewable Energy

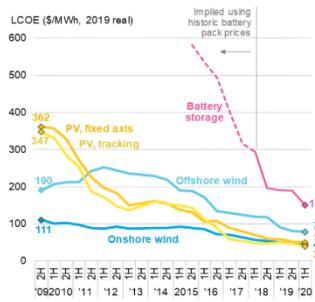
Decarbonized Energy generation



Unlimited solar and wind resource



Zero carbon generation process



Competitive LCOE



Growing challenges on equipment supply chains

- Compliance along the supply chain (Tier2, Tier3 suppliers...)
- Raw materials and environmental impact of energy transition (carbon footprint)
- Human Rights / Labor rights

Assess the sustainability of our supply chains

Our purpose

*“ENGIE’s purpose (“raison d’être”) is **to act to accelerate the transition towards a carbon-neutral economy**, through reduced energy consumption and more environmentally-friendly solutions.*

The purpose brings together the company, its employees, its clients and its shareholders, and reconciles economic performance with a positive impact on people and the planet. ENGIE’s actions are assessed in their entirety and over time.”

inspires our actions

#We are ENGIE Procurement

Understanding and quantifying what really matters in the value chain is a key component of the Group’s strategy.

Engie Procurement : Sustainable by design

- A partnership with CSR specialists to monitor ENGIE's suppliers panel 
- Procurement, a pillar of ENGIE's Vigilance Plan
 - Extra-territorial Framework : Sapin II Law and Law relating to the Duty of Vigilance of parent companies
 - ENGIE Procurement processes and tools to manage subcontractors and suppliers risks, worldwide



Engie Procurement Policy

Our commitments

Select the best suppliers using a fair, open, transparent process, based on an expression of functional needs and on criteria relating to technical specifications, quality, deadlines, costs and contractual commitments

Manage a panel of strategic, preferred or major suppliers for our recurrent and global purchases. Appoint a single point of contact, the Supplier Account Manager (SAM), to establish balanced, long-term relations (sharing opportunities and risks)

Explain the Group's Health and Safety Policy and help suppliers to implement it

Conduct relationship with suppliers ethically, according to the Group Charter

Comply with legislation, in particular with payment terms and competition laws

Assess the market so as to identify niche players and the most innovative start-ups

Foster development of local suppliers while managing the risk of supplier dependency on ENGIE

Seek to resolve any disputes out of court, such as through ENGIE mediation

Our requirements towards our suppliers

Health & Safety

- Comply with the health and safety requirements expected by the Group's high-risk businesses (e.g. gas, nuclear power, infrastructure, civil engineering) as outlined in ENGIE's "Suppliers web portal"
- Report on key indicators

Competitiveness

- Supply products/services that meet specifications and are competitive in terms of total cost of ownership
- Be proactive and make suggestions to improve performance (e.g. cost reduction, process optimisation, innovation)

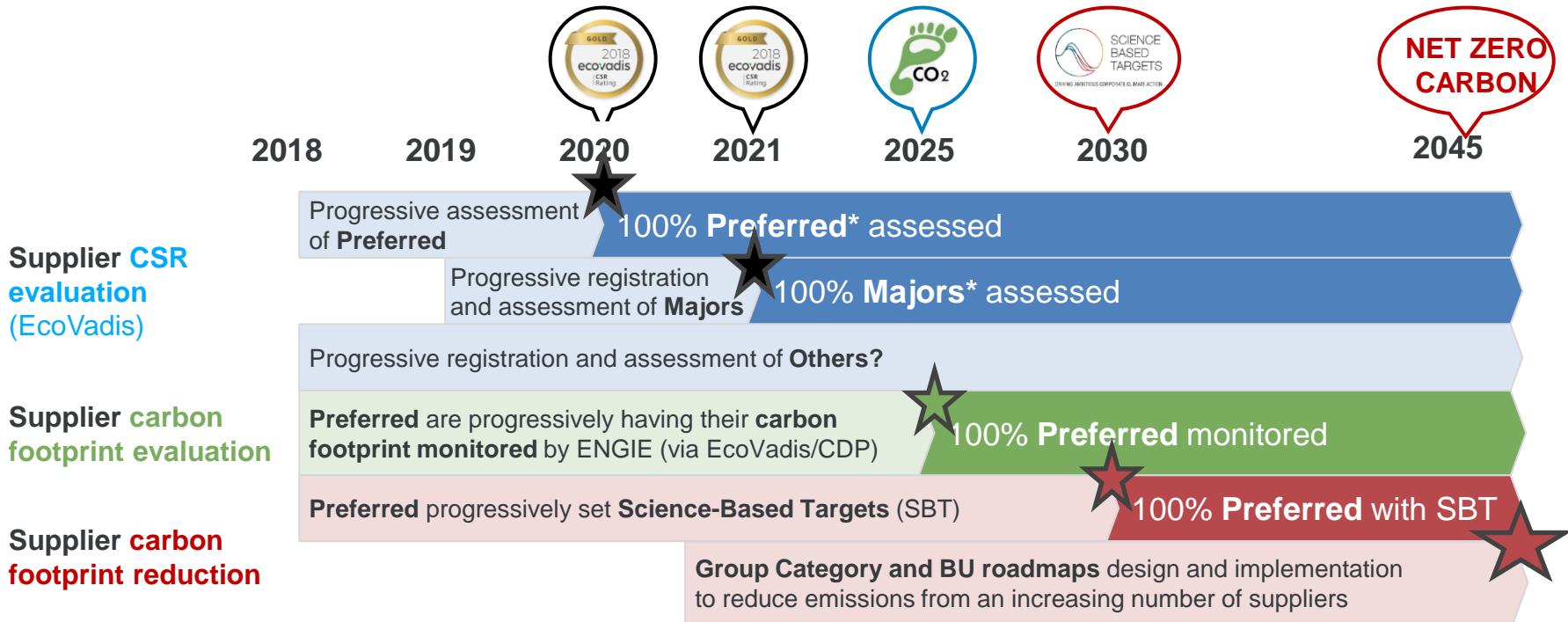
Ethics and social responsibility

- Ban all forms of corruption and avoid potential conflict of interests for our employees
- Comply with legislation and regulations in terms of labour laws and employment of workers with the requisite residence and work permits
- Do not use child labour or any form of forced or compulsory labour

Sustainable development

- Fulfill environmental obligations and requirements, and in particular those relating to waste management (processing, valorization, recycling)
- Limit industrial effluents and the use of safe, low-energy, environmentally-friendly technologies

ENGIE's roadmap, moving towards Net Zero Carbon Focusing on main suppliers



*approx.1600 Preferred and Major suppliers; CDP= Carbon Disclosure Project; SBT= Science Based Target



engie.com