

# RESPONSIBLE PROCUREMENT POLICY

 **YapıKredi**

## YAPI ve KREDİ BANKASI A.Ş. RESPONSIBLE PROCUREMENT POLICY

Yapı Kredi is committed to act responsibly and promote its principle of creating sustainable value across the entire supply chain in its procurement processes as well as in all its operations. Yapı Kredi supports all its suppliers in ensuring compliance with its environmental, social and human rights criteria, considering the pioneering approaches and policies of its main shareholders, Koç Holding and Unicredit, which form an integral part of its corporate identity. Yapı Kredi also ensures all its procurement processes are in line with its Sustainability Principles. With an aim to contribute to the local economy, Yapı Kredi gives precedence to local suppliers in its procurement processes.

### In this regard, Yapı Kredi;

- Gives priority to the selection of suppliers in the procurement processes who are competitive and offer high quality services, have a high reputation in the market and the ability to determine and manage their own risks,
- Shows maximum effort to minimize the environmental and social effects of the products and services it purchases throughout their life cycle,
- Encourages all its suppliers to comply with Yapı Kredi's environmental, social and human rights criteria.

### These criteria are;

- o Full compliance with all procedures, instructions issued by Yapı Kredi, as well as all relevant laws and regulations.
  - o Reduction of greenhouse gas emissions and support for transition to a low-carbon economy,
  - o Reducing the use of natural resources and waste generation by utilizing higher-efficiency manufacturing methods, and
  - o An equitable work environment in accord with occupational health and safety rules, and supported by social rights and security.
- Yapı Kredi establishes long-term cooperative relationships with suppliers, based on ethics and mutual trust,
  - It also contributes to the growth of the local economy by choosing to purchase from local suppliers,
  - It carries out its procurement processes within the framework of the current "Yapı ve Kredi Bankası A.Ş. Procurement Regulation",
  - Yapı Kredi acts in line with the principles of fairness and ethics, and does not engage in any relationship with suppliers based on the sole purpose of accruing benefits.
  - Through its "Yapı Kredi Sustainability Management System", Yapı Kredi integrates sustainability into all its procurement processes and encourages its suppliers to do the same.

Within the scope of Yapı Kredi's policy, suppliers who fail to comply with the abovementioned matters are requested to resolve such noncompliance. Yapı Kredi may terminate the commercial relations with suppliers that do not embrace the compliance process and/or fail to make the necessary corrections within the specified period.

The Sustainability Committee is responsible for following up, updating and implementing this policy whereas the Board of Directors is responsible for its approval and cancellation. This policy, which is a part of the "Yapı Kredi Sustainability Management System", will be reviewed and updated when necessary immediately upon changes in legislation, and emergence of violations or requirement for improvements. All updates to this policy will be shared with Yapı Kredi employees and all stakeholders via the Bank's communication channels (intranet, website, etc.).

This policy entered into force on 21 December 2016 upon approval of the Board of Directors.