

TGS Global Supply Chain Policy



Principles

TGS aims to always be a professional player who procures with a good business practice, quality, and competence through all parties in our Supply Chain. We shall:

- Comply with the TGS requirements regarding tendering, purchase orders, authorization levels, exemptions and terms & conditions.
- Segregate duties to avoid conflicts of interest.
- Follow requirements to ethics, anti-corruption, HSEQ, export control and sanctions.

Logistics

Our ambition is to ensure that all goods and logistics services serve TGS operations in a seamless and sustainable manner and contribute to securing our vessel uptime. We shall:

- Ensure all goods and logistics services are handled in a seamless manner and reach the vessel in time.
- Ensure that transport from Freight Forwarder or Supplier is handled in the most cost efficient way.
- Ensure that suppliers are true to our agreed delivery terms.
- Ensure all goods have good insurance coverage.
- Ensure all routines regarding return transport from vessel - port calls, yards are well known and distributed to crew and onshore personnel.

Purchasing

Our ambition is to ensure that all purchasing processes are followed to effectively and sustainably procure goods and services within TGS. We shall:

- Ensure purchasing of goods and services are done in an efficient and timely manner based on internal clients' needs.
- Obtain the best prices and delivery terms, preferably from our defined supplier base.
- Ensure that TGS agreed terms and conditions are followed.
- Consolidate buys if possible and get the most out of Supplier contracts.
- Ensure all purchases that require an invoice to TGS have a PO.

Strategic Procurement

Our ambition is to ensure effective and sustainable sourcing processes in TGS. This includes both selection and maintenance of a qualified supplier base supporting our overall supply chain needs. We shall:

- Develop best practice sourcing strategies for all Categories.
- Ensure best practice Source to Contract processes including templates.
- Be involved in procurement activities above USD 250.000 and ensure contract coverage.
- Ensure contract Management process is followed, established and implemented for use in GSC.
- Qualify and approve all new suppliers. Approve any deviations from standard payment terms.
- Ensure Vendor Management processes are implemented and followed such as Supplier Risk overview and actions (audits) and Supplier Relationship Management (SRM).