

# Procurement Policy

## Our Commitment

Fortescue Metals Group Limited (Fortescue) is committed to ensure we realise value for money at an acceptable level of risk for all procurement expenditure. Value for money involves selecting vendors who can provide the best overall benefit to Fortescue over the procurement cycle. This supports Fortescue in achieving its key strategic objectives, including its aim to become the lowest cost iron ore producer.

## Our Strategy

To meet our commitments, we will:

- Understand Fortescue's procurement profile and have a corporate strategy, that is aligned to our values and strategic objectives;
- Conduct procurement activities responsibly in accordance with Fortescue's code of conduct and health, safety, security, heritage, and environmental requirements;
- Support local content and Aboriginal engagement in our procurement activities;
- Have a zero tolerance for modern slavery, forced labour and human trafficking in our supply chain;
- Have strong engagement with internal stakeholders, ensuring that the realisation of value is at an acceptable level of risk;
- Manage vendors to establish and maintain positive commercial relationships;
- Conduct procurement activities efficiently, to ensure continuity of operations; and
- Maintain flexible processes to support procurement activities.