

1. Purpose and scope

This is an Environmental Standard (ES) for Sustainable Procurement. It is owned by the Sustainability and Environmental Lead and sets the standards to which AMF1 shall adhere to ensure the environmental risks associated with procurement are minimised, materials are environmentally certified and that key suppliers are improving their environmental performance.

The senior management team of AMF1 mandates this standard and all associated procedures and guidance for use across AMF1.

2. Responsibilities

The Team Principal holds those with procurement responsibility and all employees accountable for meeting this standard.

3. Business obligation

The FIA's Formula One Sporting Regulations require AMF1 to achieve the FIA 3-star environmental accreditation by no later than 30/06/2023 (Article 3.6) in order that it may fulfil its primary obligation to race in Formula One. Additionally, AMF1 has a legal duty to comply with current UK legislation relating to the management and reporting of Scope 3 emissions within the Supply Chain, procuring timber and conflict minerals from approved sources. Applicable legislation and guidance include the Climate Change Act (2008), Companies Regulations (2022), Streamlined Energy and Carbon Reporting (SECR), UK Timber Regulations (2021) and Modern Slavery Act (2015).

Failure to comply with the above can result in enforcement notices, fines, prosecutions and forfeiture of the right for AMF1 to race.

4. Definitions

AMF1: AMR GP Limited the owner and operator of the Aston Martin Aramco Cognizant F1 Team (as such names may be updated from time-to-time).

Conflict Minerals: Raw materials or minerals that come from a particular part of the world where conflict is occurring and affects the mining and trading of those materials.

FIA: means: (a) Fédération Internationale de l'Automobile, a company registered in France with Siret number 78435412800018 and with a registered office at 8 Place de Concorde, 75008 Paris, France; and (b) Fédération Internationale de l'Automobile, an association declared in conformity with article 60 et seq. of the Swiss Civil Code, with a registered office in the commune of Meyrin, Switzerland and with its principal address at 2 Chemin de Blandonnet, 1215 Geneva 15, Switzerland; and (c) their successors and assignees.

FSC: Forest Stewardship Council

Environmental Product Declaration (EPD): a document in line with ISO 14025 that provides quantifiable information about the environmental impact of a product across its life cycle.

Environmental Standard (ES): this environmental standard as updated by AMF1 annually.

Life Cycle Analysis (LCA): a method used to evaluate the environmental impact of a product through its life cycle encompassing extraction and processing of the raw materials, manufacturing, distribution, use, recycling, and final disposal.

PEFC: Programme for the Endorsement of Forest Certification.

Procurement Policy: AMF1's procurement policy is updated by AMF1 from time-to-time.

Procurement Team: AMF1's internal procurement team the responsibility of which is to ensure effective procurement in accordance with the business requirements of AMF1.

Provider: means the external online training provider appointed by AMF1 in order to meet the training requirements set out in Section 6 of this ES (currently The Supply Chain Sustainability School).

Scope 3 emissions: The result of activities from assets not owned or controlled by AMF1, but that which AMF1 indirectly impacts in its value chain. Includes; Purchased goods/services, capital goods, upstreams and downstream transportation, business travel, employee commuting, leased assets, waste produced and water consumption.

Supply Chain: The network of all individuals, organisations, resources, activities and technology involved in sourcing and delivering and servicing materials/services for operations to form a product/support operations.

Sustainability and Environmental Lead: the individual appointed by AMF1 to lead its sustainability and environmental initiatives.

Sustainable Procurement: A process whereby organisations meet their needs for goods, services, works and utilities in a way that achieves value for money on a whole life basis in terms of generating benefits not only to the organisation, but also to society and the economy, whilst minimising damage to the environment.

Team Principal: the individual appointed by AMF1 to act as its Team Principal from time-to-time.

5. Requirements

The following requirements apply to all AMF1 business operations.

5.1 Operations

Employees shall ensure:

- The Procurement Policy is followed when procuring supplies/services/materials; and
- This ES is followed when procuring supplies/materials/services.

Those with a procurement responsibility shall ensure:

- Appropriate checks are made in advance of the procurement of goods and/or services from suppliers (before such suppliers become part of AMF1's Supply Chain).
- A database of all materials and services procured over the past 12 – 18 months is held on the IFS purchasing order system.
- Ensure new contracts follow the compliance checks outlined in section 6.1 of this ES.

The Sustainability and Environmental Lead shall:

- Engage with the supply chain to encourage key suppliers to improve environmental performance through setting targets.
- Undertake environmental audits of suppliers to establish environmental certification.

6. Procurement

6.1 Materials/services/suppliers requirements

All current and future suppliers within the Supply Chain shall adhere to the following requirements:

Timber:

Timber must be procured from FSC or PEFC certified sources.

Conflict Minerals:

When supplying Conflict Materials, suppliers must provide a 'Conflict Minerals Compliance Certificate' or demonstrate compliance to the 'OECD Due Diligence Guidance for Responsible Supply Chains of Minerals from Conflict-Affected and High-Risk Areas'.

Suppliers meeting one or more of the requirements below are preferred and where feasible will be procured:

- Materials supplied must hold an Environmental Product Declaration (EPD)* and Safety Data Sheet (SDS) with an appropriate EWC code listed under waste disposal.
- Supplier companies must be certified to ISO 14001:2015 standards.

6.2 Sustainable Sourcing Audits

AMF1 wishes to ensure that it does all it can to ensure that the products and services it procures are sourced from suppliers that actively practice a sustainable and continuous improvement operation.

To ensure this AMF1 will assess suppliers within the Supply Chain (Direct and Indirect) to understand the supplier's level of Environmental, Social and Governance (ESG) compliance and work closely with those suppliers which require improvement.

The suppliers will be assessed on the following:

Environment

- Is there an environmental improvement policy in place?
- Does the supplier have a certification such as ISO14001 or equivalent?
- Does the supplier monitor and report on its greenhouse gas (ISO 14064)?
- Are there reduction targets?
- Does the supplier monitor its water usage?

Social

- Does the supplier have a Quality Management System such as ISO9001?
- Does the supplier have Documented H,S&E policies (OSHAS18001 / ISO45001)?
- Does the supplier have a modern slavery policy active?
- Does the supplier operate and implement a diversity and inclusion policy?
- Does the supplier operate and implement a gender pay gap policy?
- Does the supplier undertake local social events and activities?

Governance

- Does the supplier operate and implement a sustainability policy?
- Does the supplier operate and implement a code of conduct / ethics policy?
- Does the supplier operate and implement a corporate social responsibility (CSR) policy?
- Does the supplier undertake regular reviews of relevant KPI's with action planning as a result?

6.3 Reporting

AMF1 is actively looking at a number of software solutions to support the sustainable procurement and reporting process.

7. Further Guidance

- Sustainable procurement tools - <https://www.gov.uk/guidance/sustainable-procurement-tools>
- DEFRA UK Sustainable Procurement Guidance and Resources - https://www.epa.gov/sites/default/files/2015-09/documents/defra_sp_guidance_profile.pdf
- Supply Chain Sustainability School: Procurement - <https://www.supplychainschool.co.uk/topics/procurement/>