Notice to Suppliers



Sanctions update on Russia for IRON & STEEL products – Import into the EU

Originator: Christopher Thomason **Job Title:** Head of Group Procurement Excellence **Business Unit:** Rolls-Royce Procurement NTS Number: 581 Issue: 1 Date: 16 September 2023

For the attention of the Managing Director

Scope/Applicability:

All Suppliers

Dear Supply Partner,

Introduction:

Rolls-Royce is committed to comply with any laws, regulations and procedures of all relevant jurisdictions and regimes in which we operate. The principles are encapsulated in the contractual agreements, the Supplier Code of Conduct and set-out on the <u>Global Supplier Portal - Guest Desktop</u> (rolls-royce.com).

Amongst others, **Council Regulation (EU) No 833/2014** concerning restrictive measures in view of Russia's actions destabilising the situation in Ukraine **prohibits the direct or indirect purchases, import as well as transport of certain iron and steel products originating in or having exported from Russia** into the European Union.

Suppliers must acknowledge the importance and responsibilities of full compliance with all applicable economic and trade sanctions laws, regulations, and orders administered or enforced by i.e., the European Union, the United Kingdom, and any other sanctions authority of all relevant jurisdictions.

The latest **amendment of the Council Regulation (EU) 2023/1214 (on 23June 2023)** adds to the existing restricting measure on Russia through inclusion of the requirement that imports or purchases as well as transport or when processed in a third country are prohibited if those iron and steel originating in or having exported from Russia. This does relate to all products in Chapters 7206 to 7229 and Chapters 7301 to 7326 as listed in Annex XVII of the regulation.

In addition to the existing prohibition on importing certain iron and steel since October 2022, the **Council Regulation (EU) 2023/1214 of 23 June 2023 amended** this regulation and requires importers to **provide evidence of compliance** when importing such products **from 30 September 2023**.

Council Regulation (EU) No 833/2014 - <u>Council Regulation (EU) 2023/1214 of 23 June 2023 amending</u> <u>Regulation (EU) No 833/2014 concerning restrictive measures in view of Russia's actions destabilising</u> <u>the situation in Ukraine (europa.eu)</u>

Please review the regulation and FAQs and take actions to meet the obligations and have the appropriate evidence available if required.

Please see also FAQs for interpretation of this regulations.

Action Required:

Rolls-Royce requires the supply chain to fully comply with the requirements as set out in the Council Regulation (EU) No 833/2014 to meet our regulatory obligations. Hence, it is essential that export control compliance requirements are managed within the supply chain and by all suppliers.

In addition, we request to be notified in writing of any information that contradicts the requirements immediately upon receipt of such information.

NTS Category:

Authorised by:

Regulatory/Legislation

Dave Deakin

Chief Procurement Officer - Group