Notice to Suppliers



Reminder - Risk Management incl. Sanctions on Russia

Originator: Warren Taylor NTS Number: 603

Job Title: VP - Strategic Procurement Issue: 1

Business Unit: Rolls-Royce Procurement **Date:** 15 March 2024

For the attention of the Managing Director

Scope/Applicability: All Suppliers

Dear Supply Partner,

Businesses globally experience unprecedented levels of risks within and throughout their supply chains and the geopolitical risk remains high.

Introduction:

The ongoing conflict between Ukraine and Russia, the situation in middle east, the rising economic challenges in other regions require regular reviews and investigations of supply chain health to pro-actively explore and manage risk and disruption across the supply chain, including our own. Please refer to NTS 565 dated 1st March 2023.

The sanctions on Russia continue with the updated <u>regulations</u> (18th Dec 2023) and the recently released 13th sanctions pack detailed in Council Regulation (EU) No 833/2014 and the UK equivalent (further details please see <u>European Council</u> and <u>UK Press Release</u>), prohibit the direct or indirect importation, purchase and transportation an extended range of certain products from, Russia into the EU/UK. Please see previous information shared in 2023 in NTS 581, NTS 582 and NTS583.

Note:

UK and EU updated their list of partner countries (relaxation). Please review this in detail to explore the impact to your shipments and supply of goods.

Action Required:

To protect our businesses and our customers, it's crucial that Rolls-Royce and the full global supply chain are proactively taking the necessary steps to mitigate the risks around us.

Rolls-Royce requires the supply chain and all suppliers to fully comply 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 authority of all relevant jurisdictions. Please note that this is an evolving situation and related guidance is subject to change and amendment by the authorities which always take precedence.

Rolls-Royce also requires the supply chain to pro-actively investigate the supply chain health as well as explore and manage risk pro-actively including but not limited to Cyber, Business Continuity Management, Trade or Export Control restriction etc. to mitigate any disruption across the supply chain before they occur.

On request the suppliers must provide evidence and respective documentation also for already shipped goods or products on request of Rolls-Royce or the authorities.

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NTS Category:

Regulatory/Legislation

Authorised by:

Dave Deakin

Chief Procurement Officer - Group

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