



# **AIS GREEN PROCUREMENT COMMITMENT AND POLICY**

## Green Procurement Commitment

As global warming, resources depletion, ecosystem destruction, and other environmental issues grow more serious, AIS faces increasing demands and expectations to reduce the environmental burden of our business activities.

Our goal is to achieve a more sustainable society by promoting global production that reduces the environmental burden of a product throughout its life cycle.

As part of this activity, AIS green procurement aims for procurement of products and services that impose less environmental burden through the proper use of materials, preservation of ecosystems, energy efficiency, longer durability, resources conservation, ease of recycling, disassembling, and disposing of parts, from suppliers who are positively addressing environmental activities.

### Mission of green procurement

AIS recognizes that the conservation of the earth's environment is the one of the most important challenges facing human being and that its contributions is to develop and supply environmentally friendly products.

Therefore, AIS green mission is to:

1. Reduce the use of harmful substances
2. Conserve the earthy resources
3. Minimize transport and packaging
4. Disclose information

# AIS Green procurement policy

## Introduction

Global warming is a critical issue affecting life and economics in a variety of dimensions with impacts to the environment, society, trade and investment as well as to the growth of industries that utilize the energy causing climate change and that produce environmentally detrimental waste. With industries creating pollution for communities and that pollution becoming a global concern, many organizations have realized the need for social responsibility and environmental awareness.

Intensifying problems from pollution of the environment have motivated the development of **Green Organizations**, in which enterprises undergo a process aimed at sustainably addressing environmental problems. Many of these companies and bodies have set parameters for being a Sustainable Green Organization, connoting that they engage in business and activities under conservational and eco-friendly policies and practices. They foster a complementary internal culture that directs their operations and communications and prompts their personnel and stakeholders to take responsibility of society and the environment. At the same time, these organizations aspire to sustainable business, taking responsibility for society internally, by increasing product quality, reducing capital costs, reducing waste and compliance with relevant laws, and externally, through green procurement, being responsive to customer demands, embracing innovation and promoting environmentally-friendly products.

## The Role of Procurement in a Green Organization

Procurement is an area in which organizations can effectively create a Green Supply Chain. By purchasing appropriate goods and services, being selective of vendors and carefully considering materials, procurement plays a role in social responsibility. AIS encourages its stakeholders and vendors to adopt Green Procurement and enact its principles.

For these reasons, AIS has devoted importance to procurement and its administration has supported **Green Procurement** alongside environmental policies, meeting the demands of customers looking for products/services that are environmentally-friendly.

## Green Procurement Policies

AIS implements a Green Procurement policy to provide mechanisms to reduce resource usage, reduce or mitigate waste and do away with dangerous chemicals, including those that release greenhouse gases. The company supports all of its internal agencies to understand the regulations and rules of Green Procurement through the following approaches:

1. Promotion of the 3Rs (Reduce, Reuse, Recycle) in the organization.
2. Avoidance of single-use items and consideration of the recycling of materials used in products and packaging.
3. Purchase of energy efficient and resilient products.
4. Purchase of clean technology and clean fuels.
5. Purchase of products with reduced water usage.
6. Purchase of products that do not emit irritating or toxic substances during installation or use.
7. Purchase of products that do not produce toxic substances during disposal.

**Cooperation with AIS Business Partners**

AIS has actively collaborated with partners in initiatives to do with environmental protection and called on suppliers to act accordingly. Environmental criteria have been made part of bid requirements alongside a Green Purchasing Guideline, mandating suppliers engage in socially responsible business and avoid environmental and community detriment. Conditions of the guideline are as follow:

1. Supplier must have ISO 14001 certification for necessary products/services.
2. Environmental management must take place for all products supplied to the company.
3. Manufacturer or service provider must initiated various environmental activities.
4. Carbon dioxide emissions and packaging must be reduced throughout transport of products to the company.