

# Procurement management approach



Origin's centralised procurement structure and control framework manages the risk that parties in our supply chain may not conduct business in ways that are aligned with our policies and expectations.

Origin's approach to procurement is set out in our Procurement and Contracts Management process, which is reinforced by both our Risk Management Framework and our Procurement Directive.

Our Procurement and Contracts Management process outlines a methodology to engage and effectively manage supplier relationships and incorporates Origin's minimum standards. The process sets out the requirements from identifying the need to engage a supplier through to the management of the supplier and closure of the engagement.

Within our control framework, there is a mandated supplier risk-profiling process governed by Origin's Risk Management Framework. As part of this framework there are mechanisms in place to mitigate the risk that an Origin employee or supplier may solicit, offer, promise, give or accept an advantage that is illegal, unethical or in breach of trust in relation to supply contracts. These mechanisms include segregation of duties for procurement activities, conflict-of-interest declarations, data analytics to monitor transaction integrity, and training and support materials regarding relevant obligations.

During the tender evaluation stage, our procurement processes also seek to identify if materials and services have been procured from high-risk countries. We also conduct a health, safety and environment (HSE) review prior to a supplier being engaged.

Our contract management process uses the results of these reviews to manage identified risks and implement an appropriate assurance regime commensurate with

the risk profile of the contract with the successful supplier.

Origin's Supplier Code, contained within the Procurement Directive and our standard procurement contracts, requires suppliers to ensure that their procurement practices are environmentally sustainable including consideration of the social and environmental impacts on the communities in which they operate. The Supplier Code sets out the specific supplier-related attributes in relation to labour and human rights, including child labour, forced or compulsory labour and non-discrimination, and climate change.

Origin's HSE Systems Directive sets the minimum requirements for product stewardship, procurement and contractor management. This promotes a strong commitment to HSE between Origin and our suppliers and contractors.

Additionally, Origin's Stretch Reconciliation Action Plan (RAP) is represented in our procurement processes through targeted procurement from Indigenous businesses. Through our Stretch RAP, we aim to increase the participation and representation of Aboriginal and Torres Strait Islander peoples in our business, including increasing the diversity, and quantity of goods and services procured directly and indirectly from Aboriginal and Torres Strait Islander-owned businesses. More information on our Stretch RAP can be found at [originenergy.com.au/about/community/reconciliation-action-plan](https://originenergy.com.au/about/community/reconciliation-action-plan).

