



VITAL ENERGI UTILITIES LIMITED SUSTAINABLE PROCUREMENT POLICY SIGNED STATEMENT

“Vital Energi’s vision is to innovate simple and reliable energy solutions that actively contribute to the sustainability agenda and provide security of supply”

A critical element of substantiating this vision is ensuring a holistic and sustainable procurement process is implemented throughout the organisation to mitigate the wide-ranging potential impacts inherent in purchasing decisions.

SUSTAINABLE PROCUREMENT: In conjunction with Vital Energi’s ‘*Environment & Sustainability*’, ‘*Energy*’, and ‘*Slavery & Human Trafficking*’ Policy Statements and commitments thereof, it is important that products and services used in operations are procured in a sustainable and ethical manner.

Vital Energi supports a sustainable procurement environment by acknowledging that environmental impact should be considered as part of this process.

Plainly, different purchasing decisions necessitate the trade off and compromise between certain procurement criteria; however below are examples of aspects considered as part of a balanced approach.

<p>Governance</p> <ul style="list-style-type: none"> - Legislation - Accreditation - Expectation 	<p>Monetary</p> <ul style="list-style-type: none"> - Cost - Quality - Value 	<p>Environmental</p> <ul style="list-style-type: none"> - Life Cycle Impacts - Carbon Costs - Mileage 	<p>Other</p> <ul style="list-style-type: none"> - Service Capabilities - Availability - Practicality
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EXAMPLES: of how Vital Energi has achieved good practice of sustainable procurement include...

- Using Go Green Ltd as our waste management broker on operational sites. Go Green’s business model utilises local waste management facilities across the U.K to reduce the ‘waste miles’ and other environmental impacts associated with the transfer of waste. As of June 2019, the average transport journey of all waste collected on site was just 14.5 miles.
- Considering life cycle analysis in District Heating procurement decisions; we regularly purchase materials with a shelf life of 30+ years.
- Promoting train travel as opposed to air travel where possible, to reduce the direct CO₂ emission impacts involved with staff travelling around the country for work needs.

CONTROL OF SUPPLY CHAIN: Vital Energi makes use of the SafeContractor System which enables the procurement of goods and services on the basis of certain assurance criteria. Environmental credentials can be evaluated, with sustainable decision making being facilitated by geographical references, allowing suitable local contractors to undertake work; thus supporting commitments contained within Policy Statements relating to Environmental prosperity and sustainability.

COLLABORATIVE APPROACH: In line with the above, it is important to Vital Energi that the motives and efforts to promote sustainable procurement are shared throughout the supply chain. We therefore aim to develop supply chain relationships to improve our combined capability in delivering sustainable outcomes in line with shared values concerning quality of service and environmental protection.

CONTINUAL IMPROVEMENT: Vital Energi is wholly committed to ensuring the continual improvement of sustainable performance throughout the business. We therefore commit to setting and reviewing environmental targets, including procurement factors on a periodic basis; in line with our vision, EMS / EnMS scope and determination to remain a market leader in sustainable energy solutions.

Gary Fielding
Joint Managing Director
Date: March 2020

Ian Whitelock
Joint Managing Director
Date: March 2020

The original signed copy of this document is retained by the SHEQDepartment
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