

Supply Chain Management Policy

Siamgas and Petrochemicals Public Company Limited ("the Company") recognizes the importance of energy as a vital factor in daily life and societal well-being. Therefore, it is committed to conducting its business in a systematic, transparent, and fair manner, with a strong sense of social responsibility to foster stable and sustainable growth alongside Thai society. This commitment begins with the procurement process. The Company places great emphasis on cost management efficiency, the selection of quality products and services, and the promotion of ongoing collaboration with suppliers to enable mutual business development. In addition, the Company values participation in social, community, and environmental responsibility, which supports sustainable business growth. Accordingly, the Company has established a procurement policy and supplier selection criteria covering manufacturers, operators, distributors, dealers, service providers, and contractors, with the following guidelines:

1. Suppliers must be capable of producing or supplying goods in accordance with the required quantity, quality, and standards.
2. Deliveries must be accurate, timely, fast, and safe, with consideration for environmental impact.
3. Suppliers must have an effective management system that allows for traceability and monitoring throughout all stages of production, procurement, and supplier selection, including full compliance with contractual terms.
4. Suppliers must be monitored and supervised to ensure adherence to specified standards, while fostering long-term positive relationships with suppliers and contractual partners.
5. A system must be in place to preliminarily assess and evaluate supplier risks, ensuring transparency, fairness, and mutual benefit in business operations.
6. Supplier performance must be monitored and evaluated according to the Company's Code of Conduct, ensuring alignment and enabling sustainable development planning.

Supplier Selection Criteria

The Company applies specific criteria for selecting all new suppliers and conducts regular evaluations of all suppliers at least once a year. This assessment involves scoring and ranking to support the development and enhancement of supplier standards, ensuring that all suppliers can deliver goods and services in line with the Company's expectations and standards. The selection criteria are as follows:

1. Product Quality

Products or raw materials must meet the quality and quantity requirements specified in the purchase order or contract. High-quality, standardized deliveries enhance the Company's image, credibility, and customer trust.

2. Service

As an energy business, the Company highly values fast, consistent, and efficient service. Excellent after-sales service is also essential to ensure smooth and effective operations.

3. Unit Price

Product price is a key factor in supplier selection. Competitive pricing reflects a supplier's cost-efficiency and ability to enhance business advantages and market competitiveness.

4. Location

Suppliers located far from the Company's operations or warehouses may incur higher transportation costs, increasing the total cost of goods and affecting price competitiveness in the market.

5. Other Factors

These include overall cooperation with the Company and compliance with the Supplier Code of Conduct, which encompasses business ethics, social responsibility, and environmental stewardship.