



Responsible Procurement Policy Statement

Purpose and Scope

Power Corporation of Canada (the “Corporation”) has a long-standing reputation for high ethical standards, practices and business integrity, as well as manage potential environmental and social risks facing our business. As such, the Corporation is committed to working closely with our third parties to ensure that environmental, social and ethical considerations are taken into account in all our decisions.

Corporate social responsibility (the “CSR”) – what we refer to as responsible management – is fundamental to the way we, and our group of companies, do business. We are determined to conduct our business in a legal, ethical, and responsible manner and expect the same level of commitment to this responsible management philosophy from third parties with whom we conduct business, including suppliers, consultants, advisors and other business partners.

As set out in our *Third Party Code of Conduct*, third parties are expected to conduct their activities in accordance with the highest legal, ethical, and professional standards, and in a manner consistent with our values and responsible management philosophy, which align with the ten principles of the United Nations Global Compact.

This Responsible Procurement Policy (the “Policy”) articulates the Corporation’s commitments through our responsible procurement process, including selection criteria, risk assessment, compliance to minimum business standards, and performance monitoring.

Our Commitment

As part of our responsible procurement approach, and in accordance with our CSR commitments, the Corporation strives to:

- Work with third parties that deliver quality, cost-effective and responsible products/services that help us achieve value for money while enabling positive environmental and social impacts;
- Ensure that the minimum business standards in our *Third Party Code of Conduct* are communicated to our third parties and that they attest their compliance;
- Ensure third-party risks are identified and mitigation measures established during the selection process, taking into consideration reputational, financial, governance, economic, social, and environmental risks;
- Work with third parties to encourage sustainable products, including environmentally friendly technologies;
- Monitor performance of higher-risk third parties, where relevant; and,
- Report our progress on the implementation of our responsible procurement commitments.

Policy Review and Approval

Formal responsibility has been assigned to the Vice-President and General Counsel, who is responsible for overseeing the implementation of the Policy on an ongoing basis.

This Policy was reviewed and approved by the Co-Chief Executive Officers of the Corporation in March, 2016 and amended in 2017.