

# OUR SUPPLIER CHAIN SECURITY MANAGEMENT OBJECTIVES

## OUR MISSION

Through our operations controlled by the management systems, BorsodChem Zrt. should be regarded as a reliable partner also worldwide in unity with Wanhua Group.

## OUR PHILOSOPHY

The expectations toward our products should be performed in due time and high quality.

## OUR SUPPLIER CHAIN SECURITY MANAGEMENT OBJECTIVES

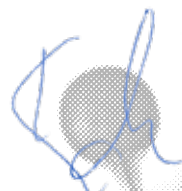
We carry out the followings in the period of 2021-2023 for security of the supplier chain:

1. Conclude frame agreements with our strategic partners for the sake of continuous service and steady quality.
2. Optimise our material procurements at group level and disclose alternative options in order to ensure competitiveness and continuity.
3. Establish new consignment warehouses on BC site to ensure immediate supply.
4. Continuously evaluate and develop our inventory management strategy to keep material and spare parts supply and our product stocks at an optimal level as well as ensure the continuity of production and service.
5. Maintain a continued and safe operation to ensure the availability of products ordered by customers.
6. Ensure the continuous sustenance of the production chain by performing the operating maintenance activity at a high level and operating the maintenance management system.
7. Reduce the number of unexpected failures by means of the lifetime analysis of equipment and the application of preventive and status-based maintenance strategies.
8. Increase the operational safety of our utility networks and adjust it to the operating plant capacities.
9. Ensure the smooth and scheduled loading of products by regular inspection, planned maintenance of the existing storage and loading equipment as well as by the increase of the loading and packaging capacity.
10. Expand our storage capacity in order to ensure storage under safe and appropriate conditions and continuity of the supply chain.
11. Ensure continuous compliance with conditions of the AEO-C licence.
12. Monitor the movement of our transportation facilities: ensure mapping and tracking.
13. Execute permanent developments in the field of digitalisation ensuring the permanent availability of relevant information thereby reducing the number of failure options.
14. Constantly develop our IT systems to fully satisfy the information security requirements.
15. Develop our employees' knowledge and work processes regularly for the purpose of quicker and more reliable customer service.
16. Apply high technically developed protection equipment for the physical protection of our sites.
17. High level of emergency preparedness by holding regular exercises.

We execute programs in accord with the business plan in order to achieve our objectives.



László Kruppa  
Chief Executive Officer



Csaba Kohajda  
Chief Operation Officer