

CORPORATE PURCHASING POLICY



The main objective of the Purchasing Policy is to present our Commitments to Suppliers to our Stakeholders



Purpose

The Management of CONSTRUCCIONES Y AUXILIAR DE FERROCARRILES, S.A. has the power to approve corporate policies that enable homogeneous operation within the CAF Group (hereinafter, "CAF") in certain areas, establishing for this purpose, among other measures, general principles and criteria.

The main objective of the Purchasing Policy is to present our Commitments to Suppliers to our Stakeholders, ensuring the participation of suppliers in strategic decision making and relying on a network of reliable suppliers to drive competitiveness and help us achieve our objectives.

Scope

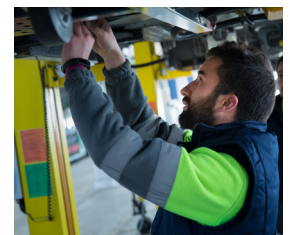
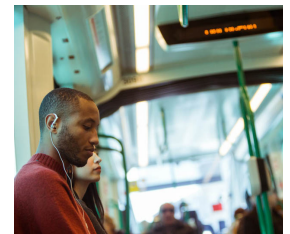
This Policy affects all CAF Group companies, in accordance with the provisions of Article 42 of the Code of Commerce, in all jurisdictions where CAF operates, and is applicable to all Group employees.

In the case of investee companies that are not owned by the CAF Group, the Company will endeavor to ensure that the principles, guidelines and limits are consistent with those that are set through this policy in accordance with the legislation that is applicable in each case.

Basic supplier principles

To implement its commitments to suppliers, CAF's actions will be guided by the following basic principles:

- Encouraging the establishment of business relationships based on its suppliers' compliance with the following requirements: Respect for Human Rights, Decent Working Conditions, Business Ethics, Environment, Health and Safety, as set out in the Corporate Supplier Code of Conduct.
- Defining and implementing supplier selection processes characterized by the search for competitiveness and quality, that guarantee equal opportunities among all of our organization's suppliers and collaborators, as well as transparency in the selection criteria to be followed.
- Promoting the award procedures through the Bid Management Platform and positively assessing the use of this platform, as well as the supplier portal.
- Establishing relationships with our suppliers that are governed by common principles and subject to rigorous quality control, compliance and excellence, within the legislative framework of each country.
- Promoting the participation of suppliers in the management of innovation, aimed at developing and improving their products and services.
- Supporting suppliers so that they can step up their game in order for them to be able to help us reach our goals.



Monitoring and control

The Executive Committee is responsible for ensuring compliance with this Policy, under the leadership of the signing Management, for which purpose the necessary internal control mechanisms will be established and defined in the Corporate Purchasing Policy Development Manual.

Review and update

This Corporate Purchasing Policy is intended to be permanent in nature, without prejudice to its periodic review by the Corporate Management.

Approval and circulation

This Policy is approved on June 18, 2020, the date on which it comes into effect, by the Economic-Financial and Strategy Management.

So that its content is available to interested parties and recipients, this Policy will be published on the Company's website (www.caf.net), as well as on the CAF Group's Corporate Portal (<https://portal.caf.net>).

Date: 03/24/2021
Signature: Aitor Galarza
Economic-Financial and Strategy Management

