

PURCHASING POLICY



Patentes Talgo SLU undertakes to keep an optimum relationship between the company and our suppliers in order to guarantee the delivery and performance level of the necessary services, in terms of time, quality and cost, as a priority element to contribute to the achievement of the business objectives of the Talgo Group. Therefore, the Purchasing Department settles the following guidelines:

- ▶ *To encourage the long-term relationships with the Suppliers and internal customers in order to optimize the costs and to improve our company's competitiveness.*
- ▶ *To ensure the products and services supply during the lifecycle of both products and Projects.*
- ▶ *To integrate the suppliers into the Product Development process within the Projects scope, from the concept phase till the full validation of the component, system or product.*
- ▶ *To carry out a professional and responsible duty, based on excellence as standard practice to guarantee the delivery in terms of time, cost and quality, encouraging the continuous training of its members.*
- ▶ *To build up and promote the "continuous improvement" philosophy among the suppliers and the purchasing team members, providing the necessary resources for this achievement.*
- ▶ *To ensure the compliance of the principles of objectivity, transparency and non-discrimination, according with our principles of Corporate Social Responsibility.*
- ▶ *To research and promote the application of innovative market solutions, oriented towards the improvement of our products and services.*

The Purchasing Policy is applicable to all companies of the Talgo Group involved in any evaluation, homologation, negotiation or contracting of goods and services processes.

Carlos de Palacio y de Oriol- The President of the Company

Las Matas, March 27, 2017