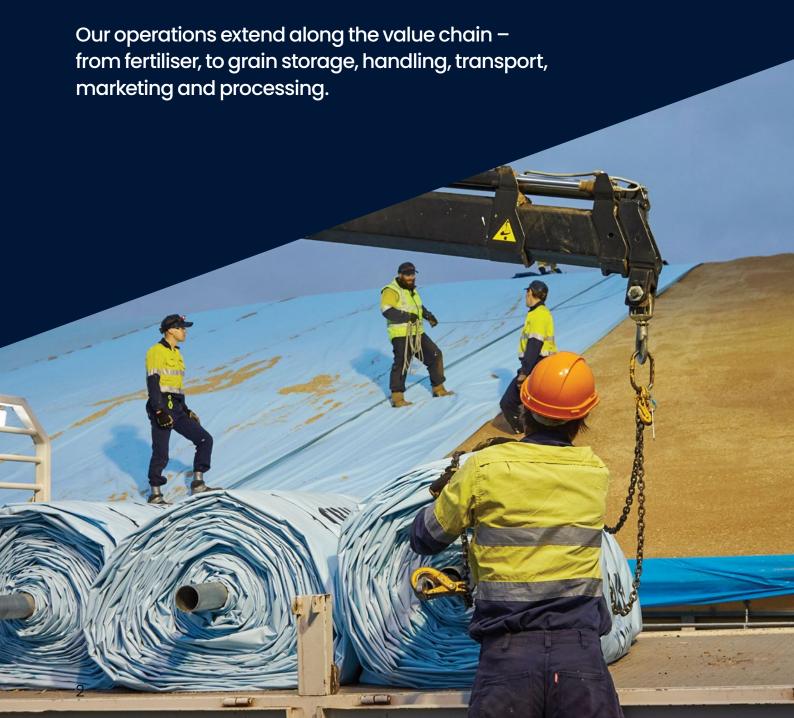


Our business

Owned by Western Australian grain growers, CBH Group is Australia's largest co-operative and a leader in the Australian grain industry.

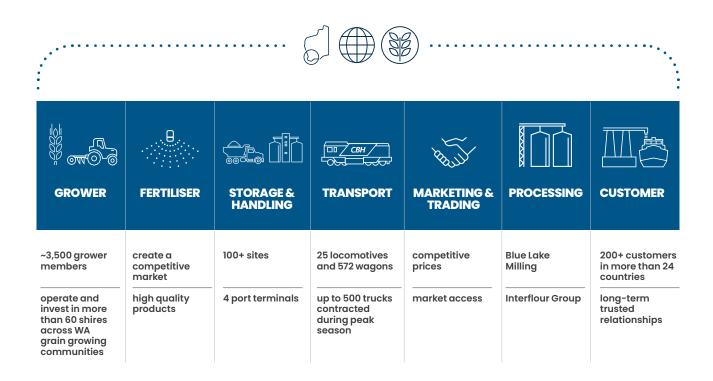


To support our operations, we rely on a large network of suppliers and contractors.

We value those relationships, as we all work together to achieve positive outcomes that align with CBH's strategic objectives, sustainability principles and community engagement goals.

When it comes to procurement, this means ensuring responsible practices within our supply chain, and choosing goods and services produced in a way that is sustainable, and environmentally and socially responsible. This, in turn, supports and creates vibrant and thriving local communities.

Together, we have an opportunity to use our influence for good – for our region, our communities and the environment.



Local procurement

We want WA grain growers and their communities to be vibrant and thrive. We want those communities to attract and retain a committed grain-industry workforce with their families.

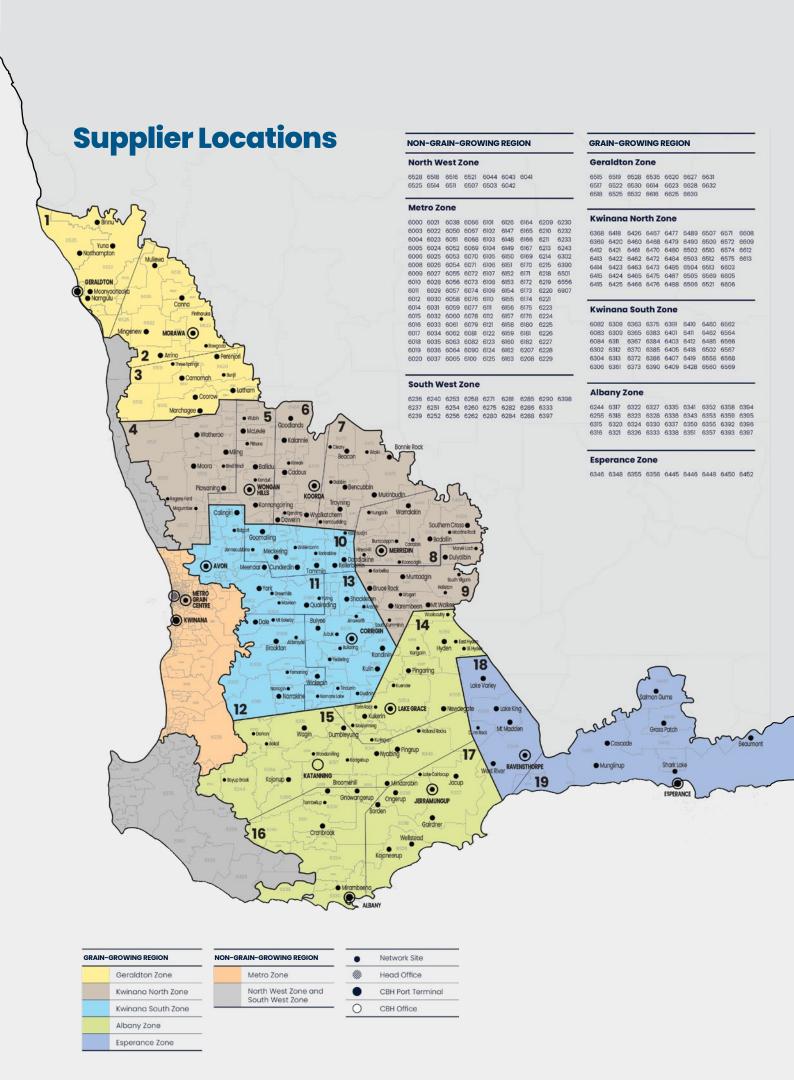
- We are committed to creating positive social change in communities through local procurement, business development, mentoring and capacity-building opportunities. We seek to understand local issues and tailor our approach based on potential impacts and community needs.
- We are committed to ensuring the ongoing support and use of local businesses that in turn employ local people.
- We seek feedback from our residential workforce and other stakeholders, including local governments and businesses, to ensure CBH initiatives and programs support and address the challenges facing regional communities.

To broaden our understanding of local businesses and their positive impact on the community, we recently conducted a review to identify CBH's key local suppliers.

Our aim is to strengthen connection with local business providers by targeting the sourcing of goods and services, while balancing CBH's cost, service and capacity requirements.

Definition of a 'local supplier'

Suppliers whose head office is in local grain-growing communities of WA's South West, as defined by postcode. In cases where work is performed in local grain-growing communities of WA's South West, but the supplier's head office is located out this region (e.g. Perth metropolitan area), an analysis is undertaken to determine the percentage of suppliers with spend attributed to the local grain-growing communities of WA's South West.



CBH supplier snapshot

Supplier profile

% OF SUPPLIERS

31% LOCAL

80%
WESTERN
AUSTRALIAN

97%
AUSTRALIAN

3%
INTERNATIONAL



	FY21	FY22	FY23
Local	433	556	662
Total	1,561	1,820	2,146
Local %	28%	31%	31%

Supplier spend

% OF SPEND

38% LOCAL

ALMOST

100%
AUSTRALIAN

88%

WESTERN AUSTRALIAN

0.4%



	FY21	FY22	FY23
Local	\$175m	\$321m	\$444m
Total	\$523m	\$811m	\$1.17b
Local %	34%	39%	38%

Based on 2023 addressable spend

The largest input to CBH's business is grain, seeds, legumes and pulses collected directly from WA farmers at harvest time. The above local procurement statistics however, only cover supplier activity for CBH's non-grain supply chain, which includes capital projects.





Our approach

We are committed to purchasing decisions that create a sustainable future. The following requirements apply to all CBH purchasing activity.

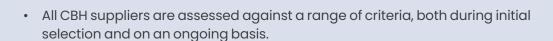
Procurement Policy (the 'Policy')

Sets out our requirements for the procurement of non-grain goods and services, including capital projects.

All CBH employees are responsible for complying with the Policy.

Supplier Code of Practice (the 'Code')

Sets out our expectations of suppliers, including upholding of standards related to human rights, fair working conditions, environmental protection and more.



- For significant goods, services, business requirements and projects, our specialist procurement team provides support and guidance on all commercial matters, from purchasing, tenders and contracting decisions, to the ongoing management of supplier records and contracts.
- Suppliers of any goods or services that may impact our commitments, or are not aligned with our Policy or Code, must be individually approved and registered through a review by senior management.

Supplier assessments

To support our operations, detailed assessments of CBH's key suppliers will be undertaken via a phased approach.

Using feedback gained from meetings, questionnaires and surveys, these assessments provide an opportunity for discussions with our suppliers, particularly around any areas of opportunity to collaborate and support WA's grain–growing region to thrive.

We plan to increase the number of these detailed assessments in the coming years.







Looking ahead

As part of our commitment to responsible and sustainable procurement, CBH is dedicated to building strong partnerships with regional and local communities and businesses, to foster opportunities, economic participation and development in our areas of operation.

Surveys of regional businesses may look at local employment and economic contributions, plus challenges faced in developing local capabilities.

This data will steer new measures to grow the positive impact of CBH's operations on local suppliers and increase the number of local people employed.

CBH will continue to expand assessment of, and engagement with, regional and Aboriginal suppliers to better understand their practices and values.

We will continue improvements in our procurement processes, including our online portal for new suppliers, and during contracting and renewals.





This brochure should be read in conjunction with the **CBH Supplier Code of Practice.**

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