

Supply and Vendors chain arrangement



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The supply chain is the framework that regulates the acquisition of goods and contracting of services for BBVA Colombia and its subsidiaries. The scope of application refers to the supplies of outgoings and negotiable investments, always respecting, the provided in the Code of Conduct and in the Anti-Corruption Policy.

Vendor selection policies (sustainable requirements))

BBVA Colombia's vendor evaluation model is an adjustment of the global model. Before long, there will be questionnaires aimed at big enterprises, SMEs, and natural people, with which the ambit of Sustainability will be evaluated, in order to strengthen evaluation of suppliers with ESG standard (Environmental, Social and Governance).

The objective is that these evaluation questionnaires are incorporated into the vendor evaluation model VRM (Vendor Risk Management) at the end of the first quarter of 2023.



Risk Management with vendors

Vendor Risk Management (VRM) is the framework that governs the Vendor Assessment Process and its objective is to assess the Risk Level of the Vendors with which the BBVA entities in Colombia are currently active and, of all those with will be established a relationship.

Within this framework, there is a corporate scheme for assessing the Risk Level, that establishes common standard for BBVA entities in Colombia, which allow to ensure that they are within the Risk Appetite Level assumed by BBVA in each of the relevant Disciplines for these purposes. The following risk modules are those considered within the VRM

- Anti-Corruption & AML
- Reputational Risk
- Concentration and Country Risk
- Financial risk
- Legal Risk
- Tax risk
- Employment risk



Practices to prevent or mitigate child or forced work Focused on vendors



BBVA Colombia is engaged to respecting the children's rights and the prohibition and mitigation of the children work.

Therefore, within the clauses of contracts with vendors, there is one that indicates:

“Work vendor obligations” - “The vendor declares its total engagement to the implementation of control programs to prevent and eradicate childhood work, support and respect the protection of children's rights and fundamental human rights, and not be accomplice in the violation of the same”.