

Performance Evaluation

SUSTAINABILITY IN SUPPLY CHAIN 

edp



Supply Performance Evaluation enables a structured and transversal approach to evaluate key elements of contractual performance.

EDPARTNERS JOURNEY

OVERVIEW & OBJECTIVES

- ✓ Key component of a holistic view of the supplier base and applicable to all suppliers involved in critical suppliers
- ✓ Evaluation frequency of at least one per year (Annual)
- ✓ Evaluation of critical supplies, reflected in EDP Group's KPI
- ✓ Web based application to centralize evaluation process across all geographies/BUs
- ✓ Gradual expansion to cover all contracts (not just critical supplies)

ESG Evaluation Purpose



Resilient Supply Chain

Work with suppliers who have the capacity and quality to deliver and who are aligned with EDP's commitments in the different dimensions.



Improve supplier performance

Promote monitoring activities that foster continuous supplier improvement.

This process will help partners suppliers identify areas for improvements to achieve **operational excellence**.

The EDP Group's assessment model is based on four criteria

EDPARTNERS JOURNEY

EVALUATION BASED ON 4 CRITERIA



1. Execution

Monitor supplier per performance while ensuring a standard approach among the several Business Units



2. Environmental

Monitor compliance with environmental risk management standards and the implementation of best practices

Only applicable to construction and services



3. Health & Safety

Monitor compliance with health and safety operational standards and the implementation of best practices



4. Ethics Human & Labour Rights

Monitor suppliers in accordance with UN sustainable goals that define the responsibilities of corporate entities to "Protect, Respect & Remedy the Human and Labour Rights of its employees"

*Each criteria has a distinct questionnaire aligned with corporate policies
Final evaluation is composed of **4 distinct scores***

EVALUATION SUPPORTS

- ✓ ...intervention & improvement plans
- ✓ ...supplier qualification processes
- ✓ ...future contracting & procurement processes
- ✓ ...supplier development and monitoring

