

GLOBAL COMMITMENT – PROCUREMENT

AHF Products, LLC and its subsidiaries (collectively “AHF”) are committed to the responsible procurement of all goods and to respecting the dignity and inherent rights of individuals. This commitment extends throughout our supply chain where we strive to serve the interests of all suppliers fairly and responsibly. Due diligence is expected from all employees and representatives in ensuring all activities related to sourcing and procuring AHF’s goods and supplies are done in a legal manner.

Our commitment to due diligence and supply chain transparency is supported through our Supply Chain Management System (SMS), by establishing a structured process and framework for responsible procurement. This system is designed based upon the following principles:

- Allocate and provide sufficient resources and training to ensure effective implementation and maintenance of the SMS and associated due diligence procedures and codes (such as the AHF Products Code of Business Conduct).
- Ensure procedures and risk assessment methodologies are up to date and accurate to recognize and manage changing supply risks.
- Ensure training is provided for employees who are responsible for selecting suppliers to be aware of forced, conflict, and child labor complexities in the global supply chains.
- Ensure all reasonable efforts are made to gather information regarding suppliers and source areas to identify, assess, and manage the risk of obtaining illegally or unethically produced goods.
- Ensure evidence of the origin and legality can be provided by all suppliers.
- Ensure that relevant duties, royalties, and taxes have been paid and evidence can be provided by all suppliers.
- Ensure that all goods and supplies have been transported, manufactured, and sold in compliance with relevant local, national, and international legislation, including but not limited to the California Transparency in Supply Chain Act, US Lacey Act, Toxic Substances Control Act (TSCA), the Uyghur Forced Labor Prevention Act (UFLPA) and the Tariff Act of 1930.
- When sourcing goods and supplies from areas recognized as “high risk”, ensure that preference is given to suppliers who provide certified goods under a third-party accredited certification scheme and that a verified, unbroken chain of custody can be validated.
- Monitor supplier’s performance and conduct audits to verify that legal, regulatory, and contractual obligations are met, on an as needed basis.
- Diligently investigate complaints and pursue effective corrective actions (including the cancelation of outstanding orders where expectations are not met), as required.