



SONGAS LIMITED, Ubungo Power Plant, Nelson Mandela/Morogoro Road Junction, P O Box 6342, Dar es Salaam, Tanzania. Tel: +255764701000/1 E-Mail: Songas.tz@songas.com

LOCAL CONTENT POLICY STATEMENT

It is Songas Policy to be in compliance with the Tanzanian Laws regarding Local Content as set out under the Petroleum Act (2015), The Petroleum (Local Content) Regulations, 2017, the guidelines set thereon and other provisions thereof inacted regarding local content. Further to inform Songas internal and external stakeholders, including regulators, other authorities, customers, contractors, service providers, suppliers, and the general public of the Company's approach towards Local Content compliance and policy.

Songas is commited to:

- support the maximization of the value-addition in the Tanzanian economy through primary utilization of local capacity available through our everyday activities
- obtain goods and services at the best possible value, considering quality, price and after-sales support and services while giving preference to the procurement of such goods and services from local suppliers in Tanzania and locally owned companies
- priotize the procurement, and shall continue to priotize the procurement, of goods and services within Tanzania. Only when goods and services are not available in-country, and/or when they are not competently available or commercially viable in accordance with the Regulations shall Songas procure from non-Tanzanian companies.
- In employment; suitable Tanzanians are given the first consideration for employment, training and technology transfer. And international staff (exparts) are hired only where local capacity is unavailable and for specific roles.
- As part of our obligation, we require local and international company intending to implement works or projects on behalf of or in support of Songas to comply with Local Content requirements as specified by law
- Local suppliers will not be treated differently to other suppliers regarding price, service and HSE issues (safety, health and environmental) or any other commercial or technical requirements
- To increase the proportion of goods and services that are sourced locally without compromising on cost, quality or HSE issues
- To increase the quantity and quality of jobs created from local Tanzanians
- Our Local Procurement Policy is to enable access by local businesses to supply chain opportunities that arise from the Songo Songo Gas to Power Project activities

Songas policies including local content policy, are reviewed annually for continued improvement and applicability to law, regulations and to our business; and made available to the public upon request.

DATE: 23 MAY 2020

ANAEL SAMUEL MANAGING DIRECTOR