

## COMMITMENT TO DOING IT RIGHT.

Corporate integrity, responsible product sourcing, and the safety and wellbeing of workers across the global supply chain are of paramount importance to AAR and align with our “*Doing it Right*” values. These principles apply to all aspects of AAR’s business, and encompass all distributors, manufacturers, vendors, consultants, contractors, and other suppliers and third parties (each a “Supplier” and collectively “Suppliers”) that engage in business transactions with AAR. AAR grounds its relationships with Suppliers in lawful, efficient and fair practices, and Third Parties must adhere to applicable legal and regulatory requirements in their business relationships as set out in this Supplier Code of Conduct (“Supplier Code”). This Supplier Code establishes the minimum standards that must be met by any Supplier doing business with AAR regarding:

- treatment of workers;
- workplace safety;
- the impact of Supplier’s activities on the environment; and
- Supplier’s ethical business practices.

**AAR CODE OF CONDUCT:** Additionally, AAR has a Code of Conduct which is available on AAR’s website in several languages, found at the corporate governance section of [aarcorp.com](http://www.aarcorp.com/investor-relations/code-of-conduct) (<http://www.aarcorp.com/investor-relations/code-of-conduct>). Suppliers are encouraged to read and download the AAR Code of Conduct for additional guidance.



**WORK AS ONE. BE INCLUSIVE.** Supplier shall treat people with respect and dignity, encourage diversity and diverse opinions, promote equal opportunity for all, and help create an inclusive and ethical culture. Discrimination and retaliation on any basis, including race, religion, gender, sexual orientation, disability, nationality, veteran status, or any protected class, is prohibited. Workers have a right to a workplace free of harassment. Our suppliers must prohibit all types of harassment including, but not limited to physical, verbal, psychological, and sexual harassment.

**FAIR EMPLOYMENT PRACTICES AND HUMAN RIGHTS.** Supplier must observe applicable laws and regulations governing wages and hours, recruitment, employment contracts, and working conditions. Supplier shall not engage in slavery or human trafficking, child labor, and or employ workers younger than sixteen (16) years of age or below the applicable minimum age, whichever is higher. Supplier shall not engage in the use of forced, bonded (including debt bondage) or indentured labor, involuntary prison labor, slavery, or trafficking of persons. This includes transporting, harboring, recruiting, transferring, or receiving vulnerable persons by means of threat, force, coercion, abduction, or fraud for the purpose of exploitation. Supplier must not require workers to surrender control over original identification papers or documents giving foreign workers the right to work in the country; or pay fees for the right to work. Supplier must also ensure its workers have the right to freedom of movement, ensure that their personnel observe the highest standards of personal and professional conduct. Supplier must also respect the rights of employees to freely organize and bargain collectively in accordance with all applicable laws and regulations. Supplier shall protect employee personal information under applicable law or regulations.

**QUALITY FIRST. SAFETY ALWAYS.** Supplier shall comply with applicable quality requirements. Supplier must take reasonable steps to prevent workplace hazards, and work-related accidents and injuries. Supplier shall (i) comply with applicable environmental, health and safety (“HSE”) laws and regulations and AAR’s contractor HSE requirements; (ii) provide workers a safe, healthy, and sanitary workplace; and (iii) not adversely affect the local community. As a company, we seek to create a sustainable environment and we require our suppliers to do the same. Our suppliers should strive to improve their own environmental performance and reduce their environmental footprint. All laws regarding environmental practices must be followed.





**BE HONEST. INSPIRE TRUST.** AAR requires that its Suppliers never misrepresent themselves or use dishonest methods to gather competitive information.

**Avoid Conflicts of Interest.** Supplier shall ensure that they do not engage in activities that might create a conflict of interest for AAR or for themselves. Supplier shall refrain from (i) taking for personal benefit, or directing to a Supplier, opportunities that properly belong to AAR or are discovered through the use of AAR property, information or position, and (ii) using AAR property for personal gain.

**Compete Fairly.** Suppliers are prohibited from engaging in anticompetitive practices, such as: *price fixing* (agreeing with a competitor to raise, lower or stabilize prices); *market or customer division or customer allocation* (dividing customers, territories or markets with competitors); *bid rigging* (coordinating bidding activity with competitors to decide who will be awarded a contract); *boycotting* (agreeing with a competitor to not do business with targeted individuals or businesses); and/or, *monopolies* (taking advantage of a dominant market position to dictate pricing or other terms).

**Security and Privacy.** Supplier shall (i) respect privacy rights, comply with all applicable data privacy laws and regulations, and secure the data of AAR employees, customers, and third parties (collectively, "AAR Data"); (ii) to implement and maintain physical, organizational and technical measures to ensure the security and confidentiality of AAR Data in order to prevent accidental, unauthorized or unlawful destruction, alteration, modification or loss of AAR Data, misuse of AAR Data, or unlawful processing of AAR Data; and (iii) protect Supplier operations and facilities against exploitation by criminal or terrorist individuals and organizations.

**Trade Controls & Customs Matters.** Supplier shall (i) not transfer AAR technical information to any third party without the express, written permission of AAR; (ii) comply with all applicable trade control laws and regulations in the import, export, re-export or transfer of goods, services, software, technology or technical data including any restrictions on access or use by unauthorized persons or entities; and (iii) comply with U.S. Antiboycott laws, regulations and guidelines and not take any action or inaction which could expose AAR to liability or penalties under Antiboycott laws.

**Working with Governments, Improper Payments and Dealings with AAR Employees and Representatives.** Supplier must (i) maintain and enforce a policy requiring adherence to lawful business practices, including a prohibition against bribery of government officials (including employees of state-owned and state-controlled entities such as state-owned airlines); (ii) not to offer or provide, directly or indirectly, anything of value, including cash, bribes, gifts, facilitation payments ("grease payments"), kickbacks, excessive entertainment, including offers of employment to any AAR employee or close relative, representative or AAR customer or to anyone, including government officials, in connection with any AAR procurement, transaction or business dealing; and, (iii) maintain accurate books and records. Suppliers must not make improper payments to any government official, government employee, or anyone acting in an official capacity to influence that person to engage in or refrain from an official act, including but not limited to approving or securing permits or licenses necessary for AAR to conduct business.

**Intellectual Property.** Supplier must respect the intellectual and other property rights of AAR and of third parties, including all patents, trademarks and copyrights.

## HOW TO RAISE A QUESTION OR CONCERN

Subject to local laws and any legal restrictions applicable to such reporting, each Supplier is expected to inform AAR promptly of any concern related to this Supplier Code or the AAR's Code of Conduct that affects AAR, whether or not the concern involves the Supplier, as soon as the Supplier has knowledge of such an occurrence. Supplier also must take such steps as AAR may reasonably request to assist AAR in the investigation of any such allegation or occurrence involving AAR and the Supplier. Supplier must notify AAR of any alleged non-conformance with the Supplier Code.

***Prompt reporting is crucial*** – All questions or concerns should be raised promptly by a Supplier by:

- Calling the AAR Ethics Hotline at 855-822-9536 (US/Canada – English) or 855-350-9393 (Canada – Français);
- Visiting [aar.ethicspoint.com](http://aar.ethicspoint.com)<sup>1</sup>;
- Contacting AAR's Chief Ethics & Compliance Officer (630-227-2057); or,
- Contacting AAR's Law Department (630-227-2000).

**AAR Policy prohibits retaliation against any person who reports a concern in good faith.**

**The failure to comply with this Supplier Code may result in the immediate termination of your business relationship with AAR.**

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<sup>1</sup> To obtain additional phone numbers for locations outside of the United States and Canada, please visit our EthicsPoint Hotline website.