

NOTICE TO SUPPLIERS

Subject: Update on Logistics model transformation

Originator: Jay Jacobs
 Job Title: Senior Manager, Supply Chain Operations
 Product Line: Aero Derivative Gas Turbine (ADGT)
 Siemens Business Unit: Siemens Canada Limited

NTS Number: SC001
 Issue: 004
 Date: 28th November 2015

For the attention of the Account Management Team

Dear Sir or Madam

Scope

This NTS is applicable to shipments to Siemens Canada Limited and ITCL for GT parts

Introduction

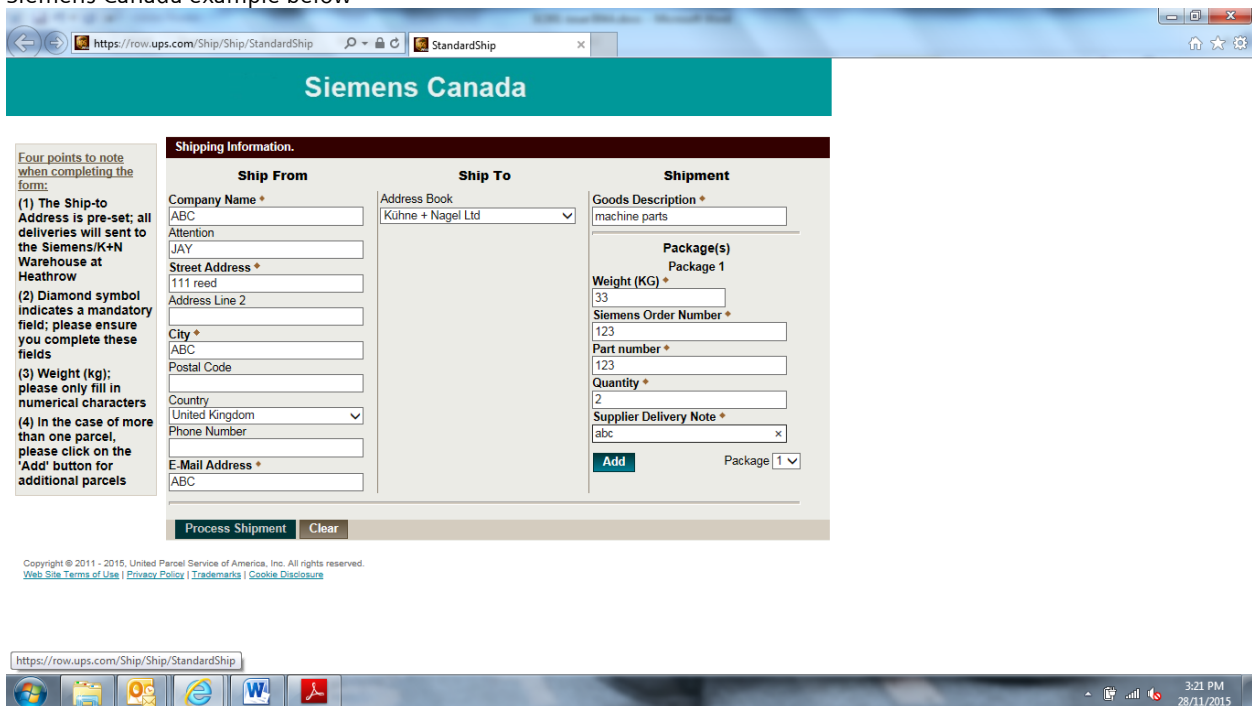
On November 23rd we implemented a new logistics model marking another milestone in the transition of the Rolls Royce Energy business to Siemens. This was / is a large undertaking and not without its challenges. Today marks the end of the first week of operation under the new model for the GT parts supply chain. The following learning and corrections need to be taken note of for future operations.

UPS inbound transport to K&N cross dock from UK based suppliers

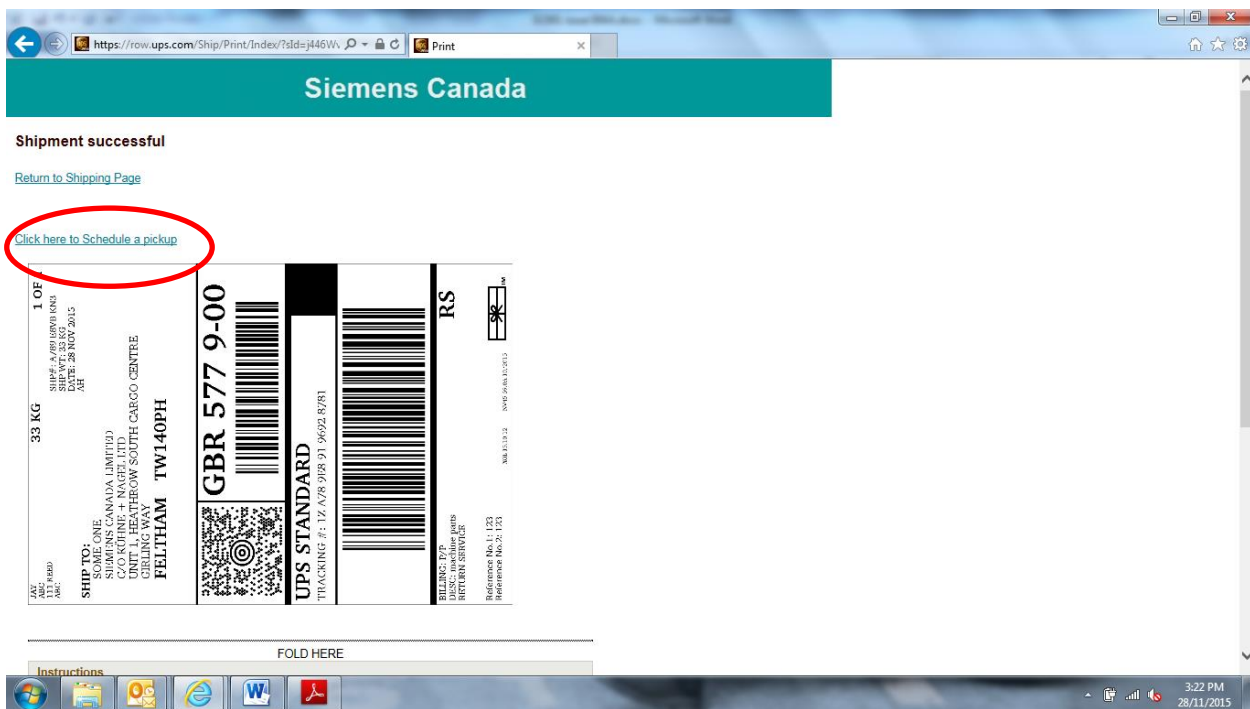
Some of you have no doubt been successful in booking your inbound shipments, but others have not. Please take note of the fact that it's a two-step process. First register the shipment on the web interface (type the link below in your browser, a cut and paste may not work),

Canada URL --- <https://row.ups.com/Default.aspx?Company=SIEMENS-CA&LoginId=siemens-ca&Password=ca-siemens>
 ITCL URL --- <https://row.ups.com/Default.aspx?Company=Siemens-EMEA&LoginId=Siemens-BP&Password=Siemens-BP>

Siemens Canada example below



Clicking on the "Process Shipment" button at the bottom will generate a label for the shipment and you can print it, this completes step 1. You must then click the link below to schedule a shipment, this will complete step 2 and your shipment should be picked up that afternoon or the next morning.



There have been some issues concerning the use of palettes for shipment with the UPS service. You can put multiple part numbers on a pallet if they are in separate boxes. Each box needs a separate entry in the system and has its own label. You have 3 boxes of the same part number on the same PO, that's 3 shipments and three entries and labels. We suggest that the boxes are presented loose for pick up by UPS unless they require a pallet for support so as not to damage the part or because of shipment weight. Pallets need to be Euro pallets (1200mm x 800mm). If UPS rejects your shipment please schedule the Shipment with TNT ASAP and advise Jay.Jacobs@Siemens.com of the details of the shipment refusal.

International shipments Inbound to the UK over 200Kgs fewer than 500 Kgs

Please use TNT for these shipments.



Correction to Postal Code

Please be advised that there was an error in the postal code for the facility below, this is the correct address and postal code.

Siemens Canada Limited
c/o Thyssenkrupp Aerospace Canada Ltd
16255 County Road 2, Long Sault, ON K0C 1P0

Any issues please email me at jay.jacobs@siemens.com

With kind regards,

A handwritten signature in blue ink, appearing to be "Jay Jacobs".

Signature