



ANTI-BRIBERY POLICY

1) Intention of this Policy

This Policy sets out the top level approach of DB Schenker Rail (UK) Limited (“**DBSR UK**”) to tackle bribery and corruption, and the expectations of all internal and external stakeholders associated with the business. DBSR UK has always treated ethical and responsible practice as a core business value and is committed to continuing this approach as new bribery and corruption laws develop across the world. Compliance with this Policy is a condition of being a part of, and doing business with DBSR UK.

2) Bribery Act Basics

The Bribery Act 2010 (“**the Act**”) came into force on the 1 July 2011. It prohibits the offering or receiving of any incentive (financial or otherwise) that has the intention of inducing a person to perform a function or activity improperly. A bribe could include cash, gifts, travel expenses, hospitality, political contributions and even charitable donations.

The Act has significant reach and will capture activities undertaken by DBSR UK when operating overseas, and also DB group companies based overseas and operating in the UK. Offences may be committed by employees, group companies, joint venture partners, agents and other stakeholders acting on DBSR UK’s behalf (so-called “**Associated Persons**”). Commission of an offence by any Associated Person will result in automatic or ‘strict’ liability for DBSR UK unless the company can show it has adequate procedures in place to prevent bribery. This Policy is a key component of DBSR UK’s anti-bribery programme and the company’s ability to demonstrate that all steps have been taken to comply with, and wherever possible exceed the adequate procedures contemplated by the Act.

Breach of the Act could lead to serious civil and criminal consequences for the company including:

- Personal liability for senior management including fines and imprisonment.
- Directors disqualified from holding their office in the company.
- Fines against DBSR UK and prevention from bidding for public sector contracts in the future.

In addition, the perception attached to bribery and corruption will cause considerable damage DBSR UK’s reputation and goodwill in the market place.

3) Zero Tolerance

The Act is the UK’s commitment to combat bribery and corruption in a manner consistent with laws and conventions maintained at European and global level. DBSR UK fully supports this commitment and communicates a clear message:

“DB Schenker Rail UK prohibits and is committed to countering all forms of bribery and corruption.”

This commitment has been approved by the DBSR UK board and is communicated to all employees and stakeholders connected with the business. All established instances of bribery and corruption will lead to the termination of an offender's relationship with DBSR UK. If the offence is committed by an employee, this means disciplinary action and potentially termination of their contract of employment. If the offence is committed by a customer, supplier or other Associated Person, this means termination of their contractual or other business relationship with DBSR UK.

4) Compliance Policies and Procedures

This Policy is one part of a group-wide anti-bribery compliance programme. It sets out the company's top level commitments and responsibilities in countering all forms of bribery and corruption. Detailed policies are maintained by DBSR UK dealing with specific areas of the business that may be exposed to specific risks under bribery and corruption laws, including those listed below.

(i) Gifts, expenses and corporate hospitality

All employees are expected to become familiar with the detailed procedures and limitations set out in the DBSR UK gifts, expenses and corporate hospitality policy. DBSR UK recognises that gifts, expenses and hospitality are an important part of forging and maintaining business relationships with customers and other key stakeholders. It is generally permitted to accept and issue invitations, for example to business lunches, annual dinners, sporting events and industry seminars, provided that these are appropriate and comply with accepted business practices, and they are voluntary and not in anticipation of any benefits in return or any other preferential treatment. You should consult with the appropriate level of management and obtain documented approvals in accordance with the DBSR UK gifts, expenses and corporate hospitality policy to ensure all such activities are undertaken transparently and responsibly.

(ii) Whistle blowing

DBSR UK does not tolerate any actions against employees who report infringements of any kind. DBSR UK encourages a 'speak up' culture to ensure the business is protected from bribery risks, and to allow action to be taken against those who do not act in accordance with the letter and spirit of this Policy. DBSR UK treats bribery as a threat to its reputation and integrity as a business. Employees should regard responsible business practice as always taking precedence over the need to meet revenue targets or any other performance initiatives. A separate policy on whistle blowing is maintained and updated within DBSR UK and is available to all employees on the Intranet website.

(iii) Procurement and tenders

Sales and marketing activities are an essential part of growing the DBSR UK business. However, it is these and related areas that are most at risk under the Act's new regime of offences. DBSR UK maintains controls to ensure payments made during tender procedures, or during the general management of contracts are fully accounted for. Procedures are also in place to ensure full visibility and control of all agents and intermediaries who transact business on DBSR UK's behalf. Customers, suppliers and all stakeholders are expected to deal with DBSR UK in a manner consistent with the letter and spirit of this Policy and the Act generally.

(iv) Facilitation Payments

DBSR UK prohibits so-called 'facilitation payments'. A facilitation payment is generally recognised as a small, unofficial payment made to secure or speed-up the performance of a routine or necessary action to which the payer of the facilitation payment already has

a legal or other entitlement (for example, a licence or permit from a public authority). Facilitation payments are treated as bribes under the Act and are unlawful. The Regional Compliance Officer should be consulted and involved in any matters which may concern the giving or receiving of facilitation payments.

(v) *Contracts*

DBSR UK has, where practicable, included appropriate anti-bribery commitments in its standard form commercial contracts. Customers, suppliers and other external stakeholders are expected to comply with these commitments at all times during their business relationship with DBSR UK. DBSR UK supports these contractual measures with due diligence and risk assessment procedures to ensure the business knows who it is dealing with (including the identity and role of any group companies, agents and intermediaries) and in what locations (with particular regard to published tables and indices showing so called 'high risk' countries).

5) Suspected Bribery

DBSR UK encourages openness and honesty throughout its business and in all dealings with customers, suppliers and other stakeholders. As part of the group's commitment to tackle bribery and corruption, dedicated Regional Compliance Officers have been appointed and appropriate reporting lines set up to ensure all suspected instances of bribery can be notified promptly and in confidence. Suspected breaches of this Policy should be addressed to the Regional Compliance Officer. Employees are also encouraged to report any suspected breaches to their line manager or a member of the legal team.

6) Responding to Bribery

DBSR UK maintains a bribery response plan to deal with all actual and suspected instances of bribery. The plan contemplates:

- The immediate suspension any related activities (e.g. a tender process).
- Informing appropriate internal personnel within the compliance, legal and management functions.
- Whether a report should be made to the Serious Fraud Office and any other authorities.
- Documenting the course and outcome of any investigations.

7) Further Information

Any questions or requests for further information regarding the terms of this Policy should be addressed to the Regional Compliance Officer, Mr Jörg Schmidt.

Effective from: 1 July 2011