## AKTIENGESELLSCHAFT

Dear business partner,

We are hereby informing you of the **implementation of a DMG MORI transport management system (TMS)**. This system will allow us to map all activities along the supply chain in future. This approach allows us to follow our group-wide 'digitalisation' strategy, which also includes purchasing and procurement processes.

In future, all shipments for order processes that are based on 'ex works' delivery terms and sent to DMG MORI AKTIENGESELLSCHAFT production sites will be processed through this Portal. As part of this processing, we expect our reliable delivery partners to input readiness for dispatch via the browser-based web interface.

## DMG MORI's TMS has the following core functions:

- Supplier notifications when goods are ready for dispatch, including packaging data for 'ex works' shipments
- Targeted exchange of operative documents and information
- Track & trace shipments

## As a supplier, you will benefit from the following:

- A central standardised communication channel for notifications when goods are ready for dispatch at an ordering and item level – for all DMG MORI AKTIENGESELLSCHAFT production sites
- No more e-mail communication with shipping companies
- Increase in collaborative transparency
- Significant reduction of sources of error and order processing queries
- Increase in parts availability

The kick-off for the DMG MORI TMS started in April 2019 in our company DECKEL MAHO Pfronten GmbH. The system will then be rolled out to the rest of the German production sites, followed by our European sites.

The scheduled Go-live events:

٠	DECKEL MAHO Pfronten GmbH	04.04.2019
٠	DECKEL MAHO Seebach GmbH	26.09.2019
٠	DMG MORI SPARE PARTS GmbH	06.11.2019
•	Sauer GmbH Stipshausen/Pfronten	04.12.2019
•	Ultrasonic GmbH	04.12.2019
•	Other European plants	all 2020

Please be invited to visit our new online supplier area on our <u>website</u>, where we provide the TMS video and further information around the system.

Thank you for your willingness to shape the new digital direction of DMG MORI's purchasing organisation with us – we look forward to continuing our successful collaboration!

Yours sincerely,

## DMG MORI AKTIENGESELLSCHAFT

signed as original	signed as original	signed as original
ppa. Timo Rickermann	p.p. Alexander Thalhammer	by order Dario Huppertz
(Chief Purchasing Officer)	(Head of Corporate Logistics)	(Global Supply Chain Manager)