

Anti-Slavery and Human Trafficking Statement

This statement is made pursuant to section 54(1) of the Modern Slavery Act 2015 and constitutes Atlas Copco Limited's slavery and human trafficking statement for the financial year ending 31 December 2017.

The Atlas Copco Group has been operating in the United Kingdom for nearly 100 years. Worldwide, it is a leading global manufacturing organisation (employing circa 36,000 staff) which is listed on the Swedish Stock Exchange (Atlas Copco AB).

In the UK, Atlas Copco Limited employs 459 employees covering four (4) different business areas; Compressor Technique, Industrial Technique, Vacuum Technique and Power Technique (previously called Construction Technique). As a result of a transfer of assets by Atlas Copco Ltd to Epiroc UK and Ireland Ltd effective on 1st October 2017 the mining and excavation business area is no longer part of the Atlas Copco Group.

We are committed to ensure that there is no modern slavery or human trafficking in our supply chains or in any part of our business. All Atlas Copco entities endeavour to be ISO 9000 compliant and we have the same expectations of our suppliers. All potential suppliers are assessed considering a number of factors and graded appropriately. Based on this grading, supplier's complete questionnaires to ensure they are the right business partner for our company. In addition, we have visited and audited significant suppliers as we did last year.

Furthermore, in our General Terms and Conditions of Purchase, which we have updated recently, we specifically refer to the Atlas Copco Business Code of Practice and failure to adhere to our code could result in termination of any business relationship. Any member of staff, business partner(s) or any third party can raise concerns via the company's confidential whistle blowing email address.

In addition to the above, Atlas Copco also has a Business Partner Criteria Checklist which is based on the UN Global Compact and the International Labour Organization Declaration on Fundamental Principles and Rights at Work. We endeavour to ensure that the majority of our suppliers in our supply chains sign up to this Checklist which includes two red flag points; 'elimination of all forms of forced and compulsory labour' and 'rejection of child labour'. We also carry out on-site audits and systematically carry out internal audits on our companies.

The Business Code of Practice is embedded in the Atlas Copco culture and we carry out regular training sessions for all members of staff. Not only that, those members of staff that are considered to be more exposed to potential corrupt practices must annually sign a Compliance Statement to ensure they are reminded of their obligations under the Business Code of Practice.

Signed by Kevin Prince Director

14 June 2018