

**USERNAME**

teekay

**1. Company particulars and overall approach****1.1 - PRIMARY COMPANY NAME**

Teekay

**1.2 - ALTERNATIVE COMPANY NAMES**

Teekay Corporation

**1.3 - HEAD OFFICE LOCATION**

Teekay Corporation (Bermuda) Fourth Floor, Belvedere Building 69 Pitts Bay Road Hamilton, HM 08 Bermuda c/o Teekay Shipping (Canada) Ltd. Suite 2000 Bentall 5 550 Burrard Street Vancouver, BC V6C 2K2 Canada

**1.4 - WEBSITE**

<https://www.teekay.com>

**1.5 - COMPANY LOGO**

- [srti\\_0007\\_teekay.jpg](#)

**1.6 - NUMBER OF SHIPS OPERATED**

135

**1.6.1 - NUMBER OF SHIPS OWNED**

135

**1.6.2 - TOTAL DWT OF SHIPS OWNED**

9891000

**1.7 - SHIP TYPES COVERED, PLEASE SELECT ALL THAT APPLY:**

- Gas carrier
- Tanker

**1.8 - PLEASE PROVIDE A BRIEF INTRODUCTION TO YOUR COMPANY**

Teekay is a leading provider of international crude oil and gas marine transportation services. Established in 1973, Teekay has developed from a regional crude oil shipping company into one of the world's largest marine energy transportation companies. We bring energy to where it is needed — anywhere in the world — to power the global economy and to improve people's lives.

Teekay Corporation (NYSE: TK) provides services primarily through its directly-owned fleet and its controlling ownership interests in Teekay LNG Partners L.P. (NYSE:TGP) and Teekay Tankers Ltd. (NYSE:TNK). The consolidated Teekay entities manage and operate total assets under management of approximately \$9 billion, comprised of approximately 135 liquefied gas, offshore, and conventional tanker assets. With 13 offices in 10 countries and approximately 5,350 seagoing and shore-based employees, Teekay provides a comprehensive set of marine services to the world's leading oil and gas companies.

In 2019, Teekay Corporation divested its remaining interest in Teekay Offshore Partners L.P., which subsequently changed its name to Altera Infrastructure L.P. in March 2020.

## 1.9 - WHAT IS YOUR OVERALL APPROACH / POSITIONING ON SHIP RECYCLING?

Teekay is committed to recycling our assets in a manner that demonstrates best-practice in our industry, and which at all times safeguards people, property, and the environment. To fulfil our commitment, we will meet or exceed all compliance obligations, including full compliance with the Hong Kong International Convention for the Safe and Environmentally Sound Recycling of Ships.

## 2. Ship recycling policy and standards

### 2.1 - DOES THE COMPANY HAVE A WRITTEN POLICY ON SHIP RECYCLING FOR ITS OWNED VESSELS?

Yes

#### 2.1.1 - IS IT PUBLICLY AVAILABLE?

No

#### 2.1.3 - SINCE WHEN HAS THIS POLICY BEEN APPLIED?

2018

#### 2.1.4 - HOW MANY SHIPS DOES THE POLICY APPLY TO?

>75%

### 2.2 - DOES THE COMPANY KEEP RECORDS OF SHIPS WHICH HAVE BEEN SENT FOR RECYCLING?

Yes

#### 2.2.1 - ARE THE RECORDS PUBLIC?

No

### 2.3 - WHAT INTERNATIONAL CONVENTIONS AND PRINCIPLES DOES THE POLICY ADHERE TO?

- [Basel Convention on the Control of Transboundary Movements of Hazardous Wastes and Their Disposal \(1992\)](#)
- [EU Ship Recycling Regulation \(2013\)](#)
- [Hong Kong International Convention for the safe and environmentally sound recycling of ships \(2009\)](#)

### 2.4 - DOES THE EU SHIP RECYCLING REGULATION APPLY TO THE COMPANY'S OWNED SHIPS?

Yes

#### 2.4.1 - HOW MANY SHIPS DOES THE REGULATION APPLY TO?

<25%

### 2.5 - WHICH TOPICS DOES THE POLICY ADDRESS?

- Environment
- Health and safety
- Labour and human rights
- Anti-corruption
- Sub-contractors
- Downstream facilities for managing waste and hazardous materials

### 2.6 - DOES THE POLICY CONTAIN RESTRICTIONS BASED ON GEOGRAPHY AND/OR RECYCLING METHODS?

Yes

#### 2.6.1 - PLEASE PROVIDE FURTHER DETAILS

Currently no geographical restrictions are applied in the policy. However, Teekay are currently not considering performing recycling operations in Pakistan or Bangladesh. Restriction related to recycling method: Blocks are prevented from falling in the intertidal zone, and no blocks shall come in contact with the intertidal zone. If the Ship Recycling Facility (SRF) is not able to comply, then SRF shall detail alternative procedures and improvements plans to minimize impacts in the inter-tidal zone.

### 2.7 - DOES THE COMPANY HAVE A WRITTEN POLICY FOR SELECTING A YARD OR BUYER FOR RECYCLING?

Yes

**2.7.1 - PLEASE PROVIDE FURTHER DETAILS INCLUDING A URL IF THE POLICY IS PUBLIC**

Teekay vessels will be recycled only at an SRF that: • Has a valid Statement of Compliance (SOC) to the Hong Kong Convention, issued by a Classification Society with a High performance on the Paris MOU Performance List. EU-flagged vessels will be recycled only in a shipyard on the European List of ship recycling facilities; • Complies with additional requirements related to anti-corruption, sub-contractor management, and labour and human rights, as listed in the Ship Recycling Facility Requirements section of Teekay's procedure, as may be periodically reviewed and updated to incorporate any new or revised laws or industry best practices. Prior to selecting any SRF, the facility will be audited by a Teekay representative against Teekay's Ship Recycling Facility Requirements. If the SRF is observed to not meet requirements, a detailed improvement plan describing and committing to specific actions and timelines will be requested from the SRF. The SRF may be selected only after the actions contained in the improvement plan are verified as effectively implemented.

**2.8 - DOES THE COMPANY MAKE SHIP RECYCLING PART OF THE COMPANY'S SUSTAINABILITY GOALS?**

Yes

**2.9 - DOES THE COMPANY INCLUDE SHIP RECYCLING INFORMATION IN ITS SUSTAINABILITY REPORTING?**

Yes

**2.9.1 - IS THIS INFORMATION VERIFIED BY A THIRD PARTY?**

No

**2.10 - DOES THE COMPANY HAVE A SHIP RECYCLING STANDARD\* (OR SIMILARLY NAMED) IN FORCE?**

Yes

**2.10.1 - FROM WHEN HAS THIS BEEN IN FORCE?**

2018

**3. Policy for selling owned vessels for further trading**

**3.1 - DOES THE COMPANY HAVE A POLICY TO PROMOTE RESPONSIBLE RECYCLING OF OWNED VESSELS SOLD FOR FURTHER TRADING?**

Yes

**3.1.1 - PLEASE PROVIDE FURTHER DETAILS**

If a vessel is sold to a Buyer for further trading or possible conversion or other project which would extend the useful life of the vessel, the Buyer shall warrant in the MOA relating to the vessel that it will i) not recycle the vessel within 24 months of purchase from Teekay; ii) comply with the requirements of the Basel Convention, Hong Kong Convention, as well as all EU and other applicable regulations, whether international, national and/or local, if the Buyer recycles the vessel at any time in the future; and iii) will include similar requirements if the Buyer sells the vessel.

**3.2 - DOES THE COMPANY IMPOSE LEGALLY BINDING COVENANTS OR OFFER COMMERCIAL INCENTIVES TO THE BUYER TO ENCOURAGE RESPONSIBLE SHIP RECYCLING?**

Yes

**3.2.1 - PLEASE PROVIDE FURTHER DETAILS**

See response to question 3.1

**3.3 - DOES THE COMPANY TAKE STEPS TO PROMOTE RESPONSIBLE RECYCLING OF VESSELS CHARTERED FOR 5 YEARS AND OVER, RELEASED FOR REDEPLOYMENT OR RECYCLING?**

Sometimes

**3.3.1 - PLEASE PROVIDE FURTHER DETAILS INCLUDING NUMBER OF VESSELS**

Teekay will work with our partners to promote responsible recycling. However, Teekay currently in-charters few

vessels and rarely for such a period. For further details of our fleet, please see <https://www.teekay.com/about-us/fleet/>

**3.4 - DOES THE COMPANY TAKE STEPS TO PROMOTE RESPONSIBLE RECYCLING OF VESSELS CHARTERED FOR 2 YEARS AND OVER RELEASED FOR REDEPLOYMENT OR RECYCLING?**

Sometimes

**3.4.1 - PLEASE PROVIDE FURTHER DETAILS INCLUDING NUMBER OF VESSELS**

Teekay will work with our partners to promote responsible recycling. However, Teekay currently in-charters few vessels that are for this period. For further details of our fleet, please see <https://www.teekay.com/about-us/fleet/>

**3.5 - DOES THE COMPANY TAKE STEPS TO PROMOTE RESPONSIBLE RECYCLING OF VESSELS OWNED THROUGH JVS?**

Always

**3.5.1 - PLEASE PROVIDE FURTHER DETAILS**

We have a track record of recycling vessels owned through JVs according to Teekay's End of Life Sale or Recycling of Vessel policy.

## **4. Ship recycling contract**

**4.1 - DOES THE COMPANY FOLLOW A STANDARD CONTRACT FOR THE SALE OF VESSELS FOR GREEN RECYCLING (E.G. RECYCLECON FROM BIMCO)?**

Always

**4.1.1 - IF AN INDUSTRY STANDARD CONTRACT TEMPLATE USED, PLEASE SPECIFY**

RECYCLECON, with Teekay specific amendments

**4.2 - DOES THE CONTRACT INCLUDE AN EXPLICIT REQUIREMENT TO RECYCLE THE VESSEL AT A SPECIFIC SHIP RECYCLING FACILITY?**

Always

**4.2.1 - PLEASE PROVIDE FURTHER DETAILS**

Teekay maintains a list of approved ship recycling facility yards based on the requirements specified in our "End of Life Sale or Recycling of Vessel" Procedure. This list is continuously updated based on audits and inspections – and subsequent successful/unsuccessful close out of these. Yards have been removed from the list due to unsatisfactory performance observed over time, even when the yard is not actively involved with a Teekay recycling project. This is irrespective of the yard having a valid Hong Kong Convention statement of compliance.

**4.3 - DOES THE COMPANY REQUIRE ACCESS TO THE SHIP RECYCLING FACILITY DURING THE RECYCLING PROCESS FOR ANY OF THE FOLLOWING? PLEASE SELECT ANY/ALL THAT MAY APPLY**

- Monitoring
- Control
- Stop-work
- Performance follow-up

**4.4 - DOES THE CONTRACT REQUIRE COMPLIANCE WITH THE COMPANY'S WRITTEN POLICY ON SHIP RECYCLING?**

Yes

**4.5 - WHAT PROTECTION IS IN PLACE FOR THE SELLER TO ENSURE THAT MILESTONES CAN BE SET, THAT ACCESS TO THE SHIP AND MONITORING CAN BE MAINTAINED THROUGHOUT THE SHIP RECYCLING PROCESS?**

Teekay uses the RECYCLECON Standard Contract, with additional clauses providing us the right to:

- At any time appoint an internal or third-party auditor
- Access all relevant ship recycling facility sites, personnel and documents
- Receive weekly monitoring reports, including details of any incidents

## **5. Inventory of Hazardous Materials (IHM) and Ship Recycling Documentation**

**5.1 - DOES THE COMPANY HAVE A SHIP RECYCLING PLAN FOR EACH VESSEL?**

Yes

**5.2 - DOES THE COMPANY PROVIDE THE BUYER OR SHIP RECYCLER WITH A CLASS APPROVED IHM, AT THE TIME OF FINALISING THE SHIP RECYCLING CONTRACT?**

Always

**5.3 - DOES THE COMPANY PROVIDE ALL RELEVANT SHIP CERTIFICATES, PLANS, PROCEDURES AND DOCUMENTS, TO ENABLE THE YARDS TO FOLLOW APPLICABLE SHIP RECYCLING GUIDELINES (AND THE RELEVANT STANDARDS FROM QUESTION 2.2. THAT THE COMPANY IS ALIGNED TO)?**

Always

**5.4 - DOES THE COMPANY HAVE SPECIFIC REQUIREMENTS FOR HANDLING HAZARDOUS MATERIALS AS LISTED IN THE STOCKHOLM CONVENTION?**

Yes

**5.4.1 - PLEASE PROVIDE FURTHER DETAILS**

Teekay requires that the Ship Recycling Facility will handle, remove, dispose, and store any Persistent Organic Pollutants (POPs) in accordance with the Stockholm Convention on Persistent Organic Pollutants.

**5.5 - IF OWNING OR OPERATING TANKERS, DOES THE COMPANY HAVE SPECIFIC REQUIREMENTS TO ENSURE THAT TANKERS ARRIVE AT THE SHIP RECYCLING FACILITY IN A CONDITION READY FOR CERTIFICATION AS SAFE-FOR-ENTRY OR SAFE-FOR-HOT-WORK?**

Yes

**5.5.1 - PLEASE PROVIDE FURTHER DETAILS**

In the case of Tankers and Gas Carriers, all cargo spaces are cleaned dry and gas freed with related certificates.

## **6. Implementation of the ship recycling policy and standard**

**6.1 - DOES THE COMPANY REQUIRE THE SHIP RECYCLING FACILITY TO HAVE A HONG KONG CONVENTION STATEMENT OF COMPLIANCE ISSUED BY A CLASSIFICATION SOCIETY?**

Always

**6.1.1 - PLEASE PROVIDE FURTHER DETAILS**

Teekay will recycle vessels only at a Ship Recycling Facility that has a valid Statement of Compliance (SOC) to the Hong Kong Convention, issued by a Classification Society with a High performance on the Paris MOU Performance List

**6.2 - DOES THE COMPANY CARRY OUT ADDITIONAL AUDITS TO VERIFY COMPLIANCE PRIOR TO RECYCLING?**

Always

**6.2.1 - PLEASE PROVIDE FURTHER DETAILS**

Prior to selecting any SRF, the facility will be audited by a Teekay representative against Teekay's Ship Recycling Facility Requirements. If the SRF is observed to not meet requirements, a detailed improvement plan describing and committing to specific actions and timelines will be requested from the SRF. The SRF may be selected only after the actions contained in the improvement plan are verified as effectively implemented. On-site audits are conducted regularly on all yards currently on the Teekay approved list of Ship Recycling Facilities, as well as yards considered for inclusion on the list.

**6.3 - DOES THE COMPANY MONITOR YARD COMPLIANCE DURING THE RECYCLING PROCESS?**

Always

**6.3.1 - PLEASE DESCRIBE HOW THE MONITORING TAKES PLACE (PLEASE SELECT ANY/ALL THAT MAY APPLY). THROUGH:**

- Spot checks
- Company representative on-site
- Other (please specify)

#### 6.3.1.1 - PLEASE SPECIFY

Teekay monitors and ensures compliance with requirements during all phases of the recycling process, which includes monitoring of performance and incident data, and conducting regular on-site inspections at the SRF. The SRF provides detailed weekly update reports, including as a minimum: • The main activities conducted in the last weeks, including but not limited to cutting progress, removal and disposal of hazardous materials; • The schedule of activities planned for the upcoming weeks; • HSE data and trends • Training and drills carried out in the last weeks and plan for upcoming weeks; • Maintenance and servicing of equipment and machineries; • Statistics and details of any incidents If negative trends are observed in monitoring data, the SRF is required to investigate root causes and create a detailed corrective action plan. The plan is approved, and implementation verified by a Teekay representative. The SRF must report any incidents within 24 hours of occurrence and conduct and provide a full incident investigation report within 7 days. In addition, the SRF is physically inspected by Teekay at least monthly, on average, throughout the recycling process. Any non-compliances observed and recorded during the inspection must be addressed by the SRF within a reasonable time, and photo evidence provided to Teekay representatives for approval. Teekay will also work cooperatively with the SRF to provide training and raise awareness. Training focuses on high-risk recycling operations and areas for improvement as observed during inspections and audits. Training is delivered to SRF management and personnel. Lastly, the SRF's performance is reported to Teekay senior management in monthly and quarterly management reviews.

#### 6.3.2 - PLEASE DESCRIBE WHAT TOPICS THE MONITORING ADDRESSES (PLEASE SELECT ANY/ALL THAT MAY APPLY)

- Environment
- Health and Safety
- Labour and Human Rights
- Anti-corruption
- Sub-contractors
- Downstream facilities for managing waste and hazardous materials

#### 6.4 - DOES THE COMPANY HAVE THE CONTRACTUAL RIGHT TO STOP WORK AT THE FACILITY, IN CASE OF UNSAFE OPERATIONS OR OTHER NON-COMPLIANCES?

Always

#### 6.5 - DOES THE COMPANY REQUIRE FACILITIES TO PROVIDE A PROCESS WHEREBY YARD WORKERS CAN VOICE AND RESOLVE CONCERNS AND GRIEVANCES REGARDING ALL WORKPLACE ISSUES WITHOUT FEAR OF RETRIBUTION?

Always

#### 6.5.1 - PLEASE PROVIDE FURTHER DETAILS

Teekay requires SRF's adherence to International Labour Organization guidelines and conventions, and specifically requires the SRF to: • Maintain a formal and confidential internal complaints / grievance process to receive, investigate, and resolve issues related to violation of HR policies, human rights, or labour practices • Keep records of all policy breaches, as well as investigations and actions taken by the SRF to resolve breaches, complaints or grievances • Protect the privacy and safety of persons reporting complaints / grievances without fear of reprisal

#### 6.6 - DOES THE COMPANY REQUIRE FACILITIES TO ENABLE YARD WORKERS TO ASSOCIATE AND BARGAIN COLLECTIVELY?

Always

#### 6.6.1 - PLEASE PROVIDE FURTHER DETAILS

Teekay requires SRF's adherence to International Labour Organization guidelines and conventions, and specifically requires the SRF to maintain a written and communicated policy that: • prohibits harassment and abuse; • prohibits discrimination and supports equal opportunity; • protects all workers' freedom of association and rights to collective bargaining • prohibits forced or involuntary labour

### 7. Other comments

#### 7.1 - PLEASE USE THIS AREA TO PROVIDE FURTHER INFORMATION ON THE COMPANY'S APPROACH TO SHIP RECYCLING IF NOT ALREADY COVERED

Vessel End of Life Sale or Recycling Policy Teekay is committed to recycling our assets in a manner that demonstrates best-practice in our industry, and which at all times safeguards people, property, and the

environment. To fulfill our commitment, we will:

- Prevent harm to people and property by holding Health and Safety as our first priority
- Strive to minimize the impact of our operations on the environment
- Meet or exceed all compliance obligations, including full compliance with the Hong Kong International Convention for the Safe and Environmentally Sound Recycling of Ships
- Ensure that our vessels are recycled only at Ship Recycling Facilities that have been physically inspected and audited by Teekay
- Strive to raise minimum standards by ensuring Ship Recycling Facilities comply with our requirements in addition to the Hong Kong Convention, specifically related to facility design and operations, anti-corruption, sub-contractor management, and labour and human rights
- Conduct our recycling operations in a transparent manner that supports the Teekay brand
- Maintain oversight and monitor compliance during all stages of the recycling process
- Ensure that our recycling procedures and activities are suitable, effective, and aligned with the strategic direction of the organization through our Management Review process
- Sell vessels near end-of-life only to buyers that warrant not to recycle the vessel within 24 months of purchase from Teekay, and to comply with the Hong Kong Convention if the vessel is recycled at any time in the future.