

PRESENTATION

Session: **A Wider View**

- Title: Shaping a World of Trust
- Speaker: Thilo Fiedler, Bureau Veritas, Paris La Defense, France

Presentations are available in the conference archive: <u>https://baumwollboerse.de/en/competencies/international-cotton-conference/speeches/</u>

Conference Organization

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INTERNATIONAL COTTON CONFERENCE BREMEN

SHAPING A WORLD OF TRUST

A WIDER VIEW

2022



THILO FIEDLER

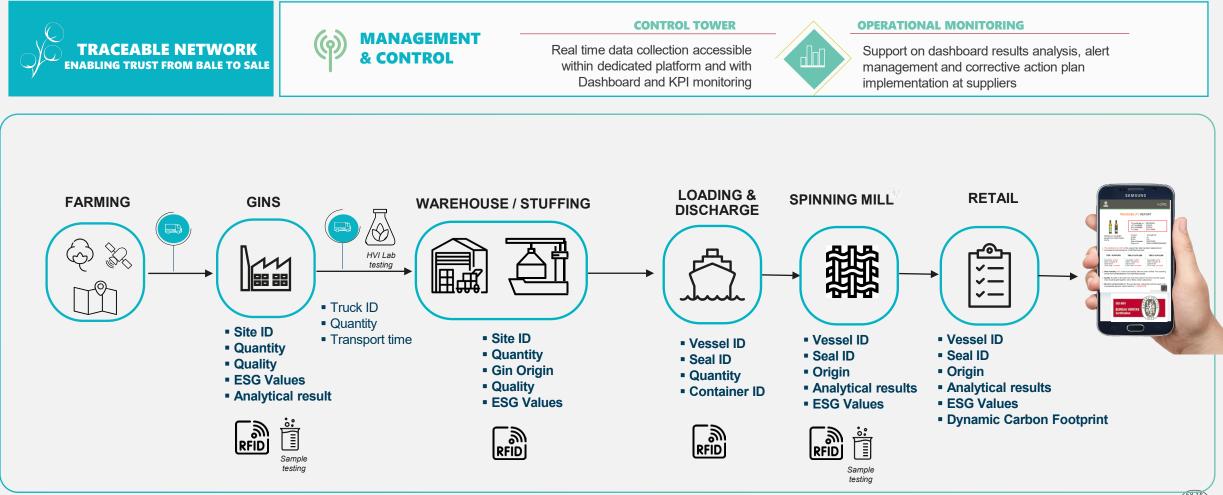
VICE PRESIDENT AGRICULTURE GLOBAL SERVICE LINE

TECHNOLOGY ALONE WON'T DO IT. ALL DATA COLLECTED ACROSS THE SUPPLY CHAIN SHOULD BE AUDITABLE AT SOME LEVEL.

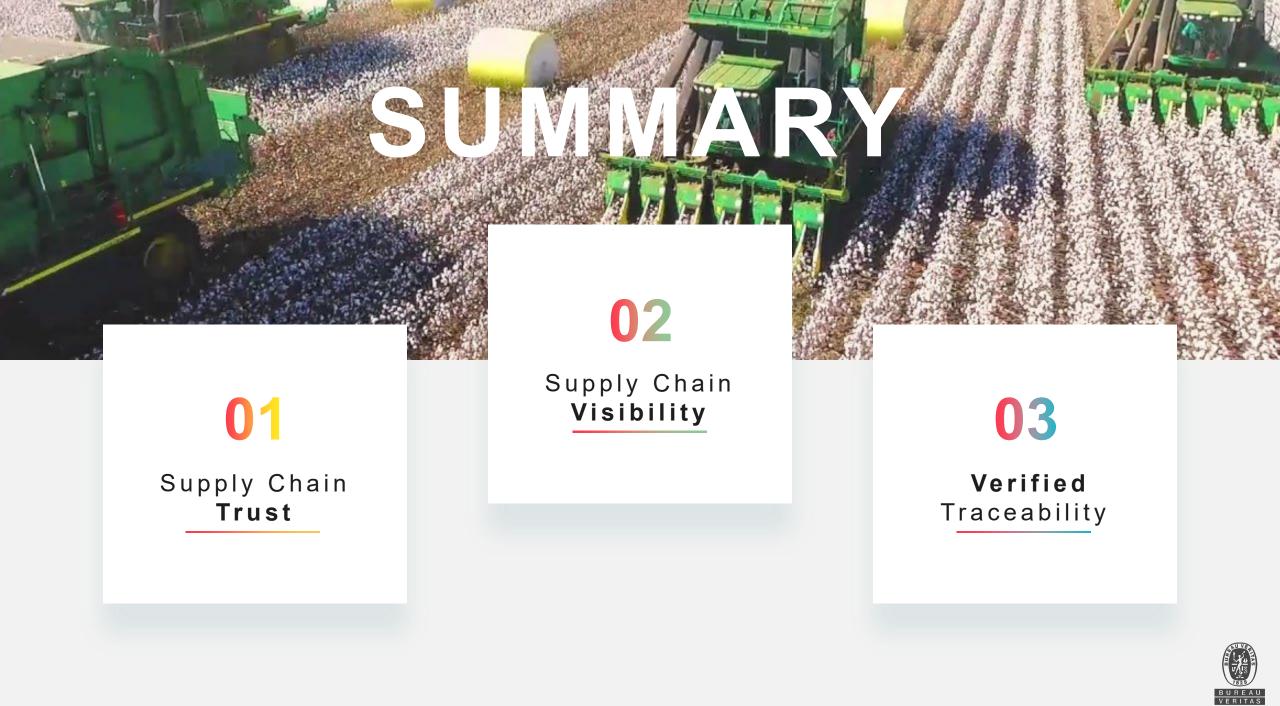


SHAPING A WORLD OF TRUST

A WIDER VIEW



BUREAU VERITAS



SUPPLY CHAIN TRUST

DELIVER ON OUR PROMISES AND REBUILD TRUST

420 MILLION HECTARES OF FOREST WERE LOST TO DEFORESTATION BETWEEN 1990 AND 2020, ACCORDING TO UN DATA.

THIS IS AN AREA LARGER THAN THE EU





SUPPLY CHAIN TRUST

DELIVER ON OUR PROMISES AND REBUILD TRUST

60% OF SUSTAINABLE FASHION CLAIMS ARE GREENWASHING

90% OF EGYPTIAN COTTONS ARE FAKE

40% OF ENVIRONMENTAL CLAIMS MADE BY FASHION BRANDS COULD BE MISLEADING, ACCORDING TO THE ICPEN

CONSUMER TRUST IS GETTING LOW

53% OF AMERICAN CONSUMERS SOMETIMES OR NEVER BELIEVE COMPANIES ENVIRONMENTAL CLAIMS

IN EUROPE, MORE THAN HALF ALSO ADMITTED TO NOT BEING ABLE TO TELL BETWEEN TRUE AND FALSE CLAIMS

64%

OF THE CONSUMERS SUPPORT SUSTAINABLE FASHION AND ½ ARE WILLING TO PAY A PREMIUM



SUPPLY CHAIN TRUST

83% SAID TRACEABILITY OF THEIR PRODUCT IS VERY OR EXTREMELY IMPORTANT TO STAYING COMPETITIVE IN THE MARKET

TRUST

- ♥ WHAT IS THE ORIGIN OF THE RAW MATERIALS?
- © WHO MADE THESE GARMENTS AND IN WHAT CONDITIONS?
- WHAT IS THE ENVIRONMENTAL IMPACT BASED ON VERIFIABLE DATA?





SUPPLY CHAIN VISIBILITY



SUPPLY CHAIN VISIBILITY

YOU CAN'T MEASURE WHAT YOU DONT KNOW AND YOU CAN'T FIX WHAT YOU CANT MEASURE

MAP YOUR SUPPLY CHAIN

BASED ON A SURVEY OF GLOBAL SUPPLY CHAIN PROFESSIONALS:

62% USE TRACEABILITY DATA TO improve the customer experience WITH THEIR PRODUCT.

THE CHALLENGE IS THAT MOST BRANDS don't even know WHAT IS BEHIND THE CURTAIN OF THEIR SUPPLY CHAIN WHICH IS OFTEN COMPLEX AND GLOBAL.





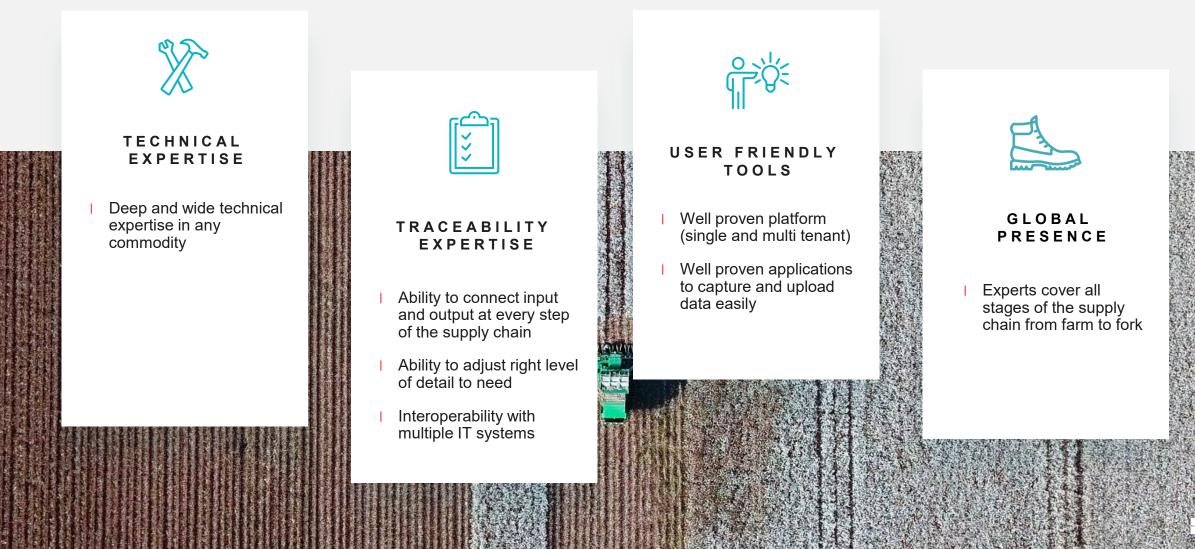
SUPPLY CHAIN VISIBILITY

DEPTH / GRANULARITY

	QUALITY ASSURANCE	Identify weak quality act your supply chain and fin alternatives		-	Monitor bale quality and find immediately root cause when needed
Ŷ	ORIGIN ASSURANCE	Identify risk of exposure certain countries	products on s	ns for category of specific time om A, Y% from B)	Trace back locations involved in each unit produced
(A)	ENVIRONMENT - SUSTAINABILITY ASSURANCE	Assess environmental performance of each act your supply chain	tor in 🛛 🔶 for category o	ironmental impact of products 3 for example)	Measure environmental impact in each unit product
- Kar	SOCIAL - SUSTAINABILITY ASSURANCE	Assess social performar each actor in your suppl	7	•	Measure social impact in each unit product
	GOVERNANCE - SUSTAINABILITY ASSURANCE	Assess governance performance of each ac your supply chain	tor in bor in bor in broducts		Measure governance impact in each unit product

BUREAU VERITAS

SUPPLY CHAIN VISIBILITY



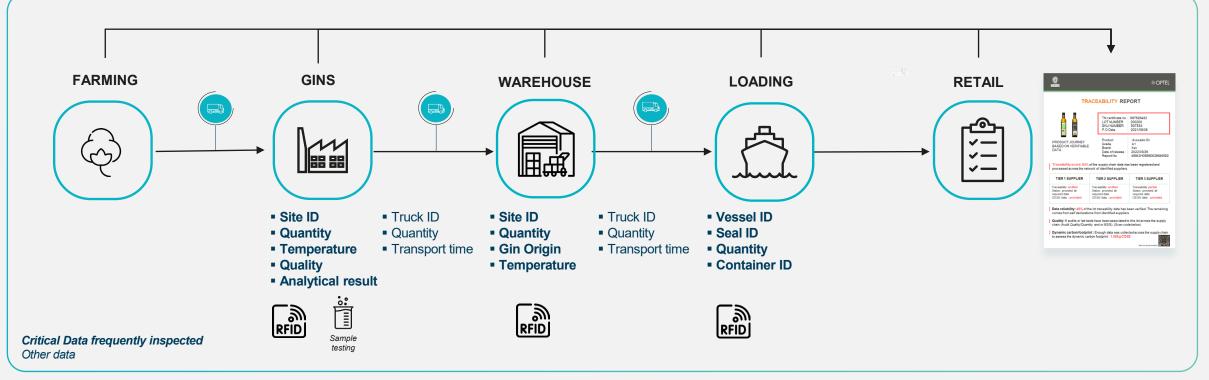


VERIFIED TRACEABILITY



VERIFIED TRACEABILITY







VERIFIED TRACEABILITY

OPTEL

TRACEABILITY REPORT





TN certificate no.	987626432
LOT NUMBER	200200
SKU NUMBER	937534
P.O Date	2021/08/08

PRODUCT JOURNEY **BASED ON VERIFIABLE** DATA

Product Grade Brand Date of release Report No.

Cotton A1 Ххх 2022/03/26 498k3H0B860028646592

Traceability score: 82% of the supply chain data has been registered and processed across the network of identified suppliers.

TIER 1 SUPPLIER	TIER 2 SUPPLIER	TIER 3 SUPPLIER
Traceability verified	Traceability verified	Traceability partial
Status: provided all	Status: provided all	Status: provided all
required data	required data	required data
ESG data : provided	□ESG data : provided	ESG data : provided

Data reliability: 40% of the lot traceability data has been verified. The remaining comes from self declarations from identified suppliers

Quality: 5 audits or lab tests have been associated to this lot across the supply chain (Audit Quality/Quantity and or ESG). (Scan code below)

Dynamic carbon footprint : Enough data was collected across the supply chain to assess the dynamic carbon footprint : 1.58kg CO2E



Scan for dynamic report

A traceability solution is a seamless way to associate reliable data with your product along the supply chain.

Physical inspections



Digital traceability



= Verified Traceability



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VERIFIED TRACEABILITY

OVERCOMING CRITICAL CHALLENGES

