

Decent work, transparency, and traceability in the garment sector:

Emerging stronger from the COVID-19 Crisis



Directorate General for International Partnerships *Unit E2, Micro-economic Analysis, Investment Climate, Private Sector, Trade and employment*



ITC - The joint trade for development agency of the UN and the WTO Trade-related technical support to SMEs, free-to-use web-based business solutions



United Nations Economic Commission for Europe

Norms, standards & tools for to advance sustainable and efficient value chains management

Programme







Opening Remarks

Cécile Billaux,

Head of Unit E2, European Commission, DG International Partnerships

Panel Discussion

Moderator

Cyril Sayag, Policy officer, European Commission, DG International Partnerships

Panelists

Maria Teresa Pisani, Project Manager, Economic Cooperation and Trade Division, UNECE

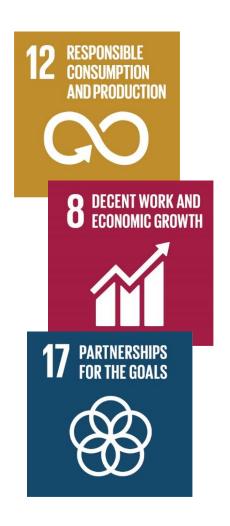
Joseph Wozniak, Head, Trade for Sustainable Development – T4SD, ITC

Carole Hommey, General Manager, Initiative for Compliance and Sustainability, ICS

Janet Mensink, Executive Director, Social Labor Convergence Program, SLCP

Paul Roeland, Transparency Lead, Clean Clothes Campaign

Heinz Zeller, Principal Sustainability, HUGO BOSS Ticino SA









Cécile Billaux

Head of Unit E2, European Commission, DG International Partnerships

Panel Discussion







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Project Manager, Economic Cooperation & Trade Division, UNECE

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Policy officer, European Commission, DG International Partnerships

- ➤ How can we leverage opportunities and overcome challenges to scale existing initiatives?
- ➤ What can be achieved through cooperation between all stakeholders involved?

Traceability system







TOOLBOX

01. Multi-stakeholder policy platform, Policy Recommendation and Call to Action

02. Traceability standard an Implementation Guidelines

03. Blockchain pilot solutions for specific fibers and materials (cotton/leather/synthetic/wool & cashmere)

Key messages

Policy coherence across national and regional levels building upon harmonization efforts

Use of a **standardised approach** building on existing standard ensuring **interoperability** with existing data management systems

■Open, neutral and inclusive collaborative platform for wide-industry engagement

Increasing role of regulators to support DD for responsible business conduct







Helping consumers trust the claims on products they buy

Supporting technologically innovative solutions

Maria Teresa Pisani, Economic Cooperation and Trade Division, UNECE

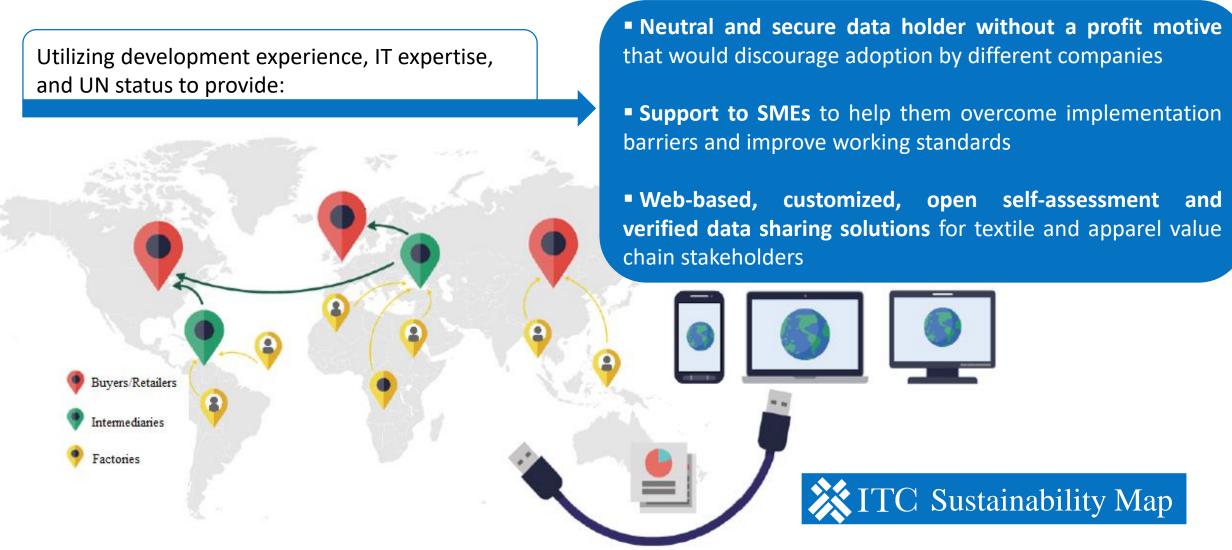
ITC-UNECE session: Decent work, Transparency & Traceability in the garment sector: emerging stronger from the COVID-19 crisis 1st February 2021 3:30 pm - 5:00 pm

Transparency across global value chains









Joe Wozniak, Head, Trade for Sustainable Development - ITC

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Initiative for Compliance and Sustainability











Public disclosure of

audits data (date, type,

category) linked to the

ICS Members - icsasso.org - are committed in the Transparency & Traceability project in partnership with ITC and UNECE



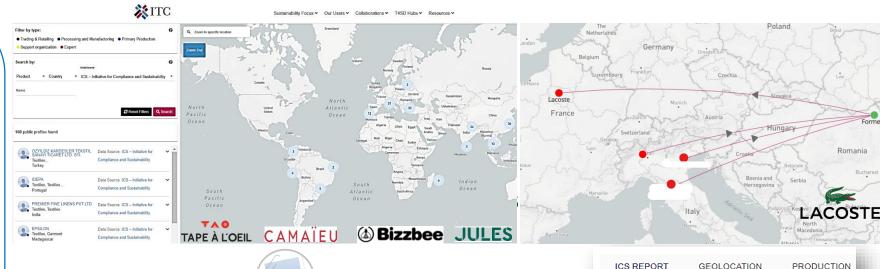


Direct API with ICS database to populate ITC Sustainability Map -24 hours review

Already used to involve subcontracting ranks down the supply chain – up to Rank 5 for some ICS Members in the private network



Involve the factories and the suppliers to accept the transparency and to engage about relevant communication on social and environmental compliance



ICS - Initiative for Compliance and Sustainability Last update: August 8, 2020 1:12 AM View all companies part of this network: ICS - Initiative for Compliance and Sustainabilit

Undate to the data can take up to 24 hours

Original Source: https://ics-asso.org/

Company Type: Processing & Manufacturing

No. 4 Calea Nationa **Country City**

Contact information Company size: 250+ employees

Business License: 14197 Purchase Department: Woven garment Audits: Audit Type: Initial audit done on 29-12-2020 Audit Category: Environmental Announce Type: Semi announced Audit Type: Initial audit done on 28-12-2020 Audit Category: Social complete audit Announce Type: Semi announced

Carole Hommey, General Manager, ICS

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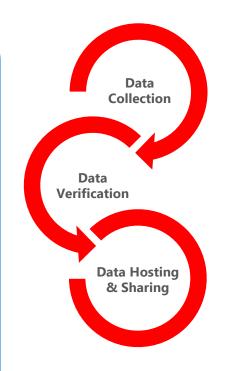
Social and Labor Convergence Program







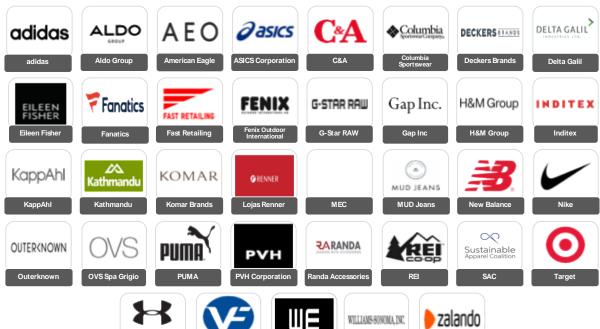
- Multi-stakeholder organization of 228 signatories
- Aims:
 - ✓ 1) avoids audit duplications by providing a converged S&L assessment framework to unlock resources for improvement.
 - √ 2) #1 source S & L data: Comparable, credible verified data provides opportunities for data insights and transparency
- 2021 projected verified assessments: 4,000 (> 40+ countries)., translating into 10 million USD unlocked for improvement programs. Further scaling in 2022 and 2023.



SLCP Converged Assessment Process

SOCIAL & LABOR CONVERGENCE

40+ organizations accepting SLCP verified data



"H&M believes SLCP is the solution to a long-standing problem in the apparel and footwear sector, that of duplicative social audits that are a drain on resources and cause audit fatigue. SLCP can help the industry move beyond compliance to real collaboration and the improvement of working conditions with more fact-based data which is measured across the industry. For this reason, H&M has committed to fully adopting SLCP where possible within our supply chain by 2022."

Janet Mensink, Executive Director, SLCP

Clean Clothes Campaign







MANDATORY TRACEABILITY TRANSPARENCY **RESPECT PROTECT**

Paul Roeland, Transparency Lead, Clean Clothes Campaign

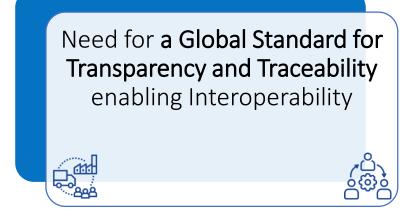
Blockchain Pilot







Pilot #1 - Implementing a blockchain technology for traceability and due diligence in the cotton value chain in support of a circular economy



Advanced technologies to boost information exchange

e.g. Blockchain for immutable data storage, DNA tracers, IoT





Data Protection as a Legal & Business requirements
i.e. GDPR

Trustworthy Claims

meet NGO/NPO requirements & communication regulations e.g. EC New Consumer Agenda

Heinz Zeller, Principal Sustainability, Hugo Boss Ticino SA



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Trade for Sustainable Development



Maria Teresa Pisani <u>maria-teresa.pisani@un.org</u> Economic Cooperation and Trade

Thank You! Questions?



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