



About the Report

The data in the Suitsupply 2019-2020 Corporate Responsibility Summary Report was developed to provide insight into the complex challenges associated with how we do business, our sustainability successes and an outlook into the company's future ambitions and targets.

In case of any further questions please feel free to <u>drop a line</u> to our Corporate Social Responsibility team at any time. For full disclosure please view our CSR Report 2020.

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1. About Suitsupply

Suitsupply is a global European brand renowned for its focus on expertly crafted tailoring. Suitsupply helps its clients find their own perfect fit through attainable and transparent craftsmanship, with a radically personal approach to service that delivers exciting tailoring via fast and effective direct sales channels. We live by the mantra, "Don't just fit in, find your own perfect fit." To that end, Suitsupply is there for individuals with an eye for detail and a nose for quality.

Founded in Europe in 2000, Suitsupply has since grown to over 128 international locations with stores in cities such as Milan, London, Zurich, Amsterdam, New York, Toronto, Shanghai, Singapore, and Hong Kong. In addition to our brick-and-mortar locations, we maintain a strong online presence, bringing our style and service to all corners of the globe.

"We aim for sustainable growth through ethical business practices, by creating and sharing value with our customers, society, and within our supply chains."

Fokke de Jong CEO Suitsupply

Suitsupply in numbers



Revenue €336M







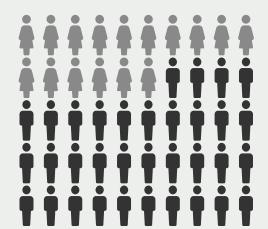


EBITDA €29.6M

1833 Employees +6% new hires

+128 locations
28 countries

+28 countries



Gender distribution

33% women 67% men

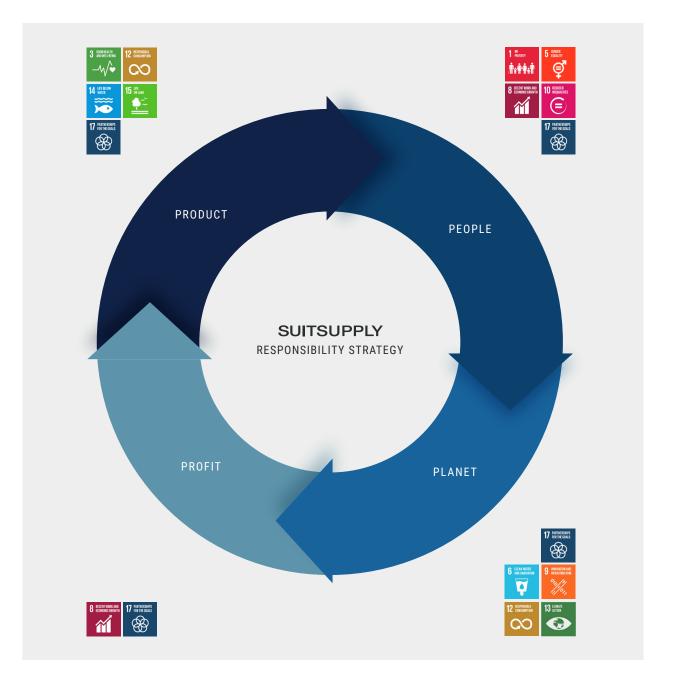
Management positions

30% women 70% men

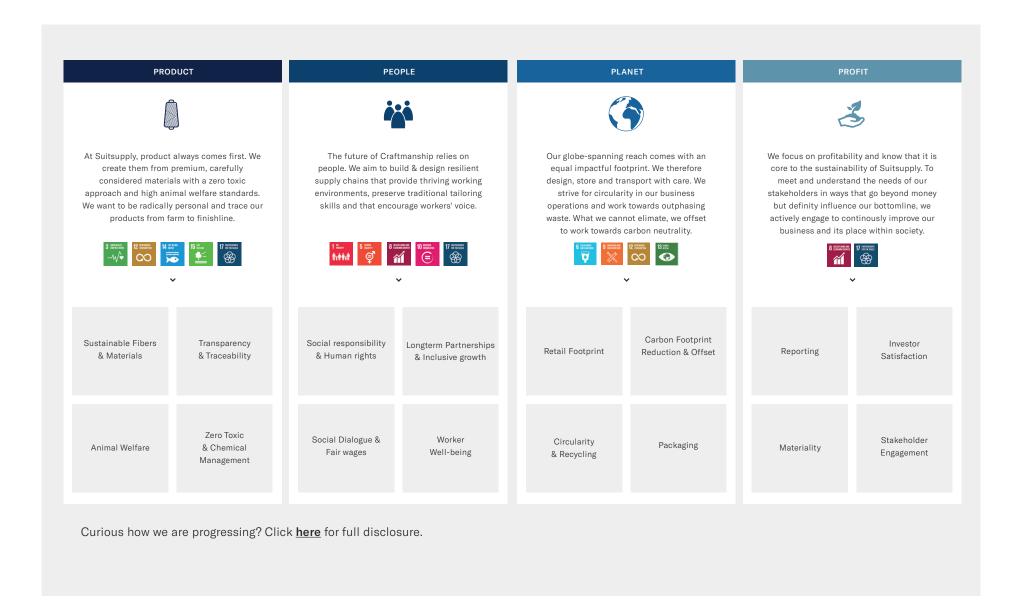
Responsibility Strategy

We have created a framework & strategy that outlines the responsibility and principles to which we hold ourselves accountable, presently and ongoing. We prefer talking about "responsibility" rather than "sustainability"—a complex umbrella term so large that it is hard to pin down or define. Responsibility, on the other hand, is about the concrete commitments & standards to which we hold ourselves accountable, with the promise to act upon them.

Composed of pillars, focus areas, actions, and goals, it guides us in setting the right social and environmental aspirations, take better day-to-day actions in pursuit of those ambitions, and to explain our progress more effectively.



The Strategic Pillars & Focus Areas



Key Achievements



87% of fabrics in our collection are made of 100% natural fibers



Awarded CSR Leader by the Fair Wear Foundation since 2016



Became net-carbon neutral from sheep to shop through Gold Standard climate credits



Launched the Circular Wool Flannel
in cooperation with Vitale Barberis
Canonico



The Zero Waste to Landfill strategy saved +20.000 kg of textiles, apparel, and leather from landfills



All product labels transitioned to 100% RPET



Featured as an exemplary brand in the Green Supply Chain Report 2019 from the Institute of Public & Environmental Affairs (IPE)



Hangtags and B2C packaging transitioned to FSC certified and recycled paper



Supply chain emissions were reduced by 40% compared to base year 2018



Sustainable Fibers & Materials



79.4% of our fabrics are made with natural mono fibers.

While no material is perfect and there are many trade-offs between fiber, we have developed a material choice matrix to further support our transition towards a sustainable material mix. The Suitsupply Sustainable Fiber Standard was developed based on industry benchmarks, existing tools, LCA's and own research. It classifies fibers into categories ranging from 'recommended' to 'banned'. The standard is taking into consideration water usage, energy input, land use, eco-toxicity, greenhouse gas emissions and animal welfare. We are not quite there yet, but we are working hard towards our goal of reaching 75% of bought materials from more sustainable fibers by 2025.



3.2% of our fabrics contain noble fibers such as cashmere, mohair, camel and alpaca.



11.3% of our fabrics are made of man-made fibers & blends.

SUITSUPPLY

SUSTAINABLE FIBER STANDARD

Preferable for Suitsupply production		Not Preferable	Never use	
A RECOMMENDED	B GOOD	C COULD BE BETTER	D DISCOURAGED	N/A BANNED
ecycled/ Reclaimed Wool* ecycled Down inen (LI, natural retting) lemp (natural retting) emberg Cupro* emberg Cupro* enzing lyocell seadstock materials****	Linen (LI) Eco Silk, Organic Silk***** Traceable Wool* Organic cotton/ Transitional cotton RDS Down Lenzing Modal Hemp Lenzing/ Enka Viscose Recycled Polyester (mechanically) Recycled Polyamide (mechanically) Natural Bamboo (combed) Kapok	Silk (SE) Non-Traceable Wool (WO)* Recycled Polyester (chemically) Recycled Polyamide (chemically) Recycled Nylon**** Cotton (CO) Modal (CMD)	Acetate/ triacetate Bamboo Viscose Polyamide (PA) Elastane/ Spandex*** Cupro (CUP) Viscose (CV, VI) Polyester (PPT, PES, PE) Acrylic (PAN)	Fur Shearling Angora Non-certified Down****** Non-certified Mohair************************************

Still reviewing (TBD): Peace Silk, Pinatex, Yak Wool.

- * Includes Alpaca, Cashmere, Merino & Mohair
- **GRS certified Cupro
- *** If needed for contruction and or durability, the percentage can go up to 10%.
- **** Deadstock declaration required from supplier
 ***** Econyl or similar

- ******RDS or similar, counts for every type (duck, goose, etc.)& origin.
- ******* Bluesign or Oekotex100 certified
 ******* All mohair must be tracaeble& certified according to the MSA Mohair Guidelines.

Our Mills



7 countries



62 mills



3.1 million meters



Our Factories



13 countries



41 factories



11.397 workers



Supplychain Material Flow Map



MATERIALS

₩ Silk

Linen

PRODUCTS



Social Responsibilities & Human Rights

Code of Labour Practices- our 8 standards for ethical production

Fair working conditions are at the heart of our products and Suitsupply's social responsibility work. These eight social standards are the basis on which we operate and are derived from the ILO Convention and the United Nations Declaration on Human Rights. Our Code of Labour Practices is therefore based on internationally recognized standards discussed at tripartite meetings and in line with the Fair Wear Foundation Code of Labour Practices ('COLP').



1. Employment is freely chosen



5. Payment of a living wage





2. Freedom of association and the right to collective bargaining



6. Reasonable hours of work



3. No discrimination in employment



7. Safe and healthy working conditions



4. No exploitation of child labor



8. A legally binding employment relationship



How we operate - Suitsupply's human rights framework

Human Rights Framework



Protect



Respect



Remediate

We protect human rights in our supply chains.

Respecting human rights starts with our own practices.

We pro-actively deal with any issues that arise and aim to support our partners in their remediation.

Risk management

Due dilligence

Grievance mechanisms

Strict supplier onboarding

Audits

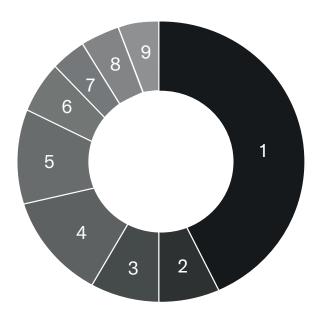
Long-term partnerships &
Inclusive growth
Decent purchasing practices
Supplier contracts

Corrective action plans
Social dialogue
Stakeholder engagement
Training & education



Monitoring & Audits

Types of improvements needed



Т	ype of improvement required	% to total
_		
1	Safety and healthy working conditions	52%
2	Payment of a living wage	14%
3	Reasonable hours of work	10%
4	Communication & consultation	9%
5	Management system to improve working conditions	6%
6	Legally binding employment relationship	4%
7	No exploitation of child labor	2%
8	Freedom of association	2%
9	No discrimination in employment	1%
1	O Employment is freely chosen	0%

Continent	Production Locations	Subcontractor Locations	Workers at Production	Audits in 2019	Improvements required from all audits	Improvements verified	Improvements required	,	Major
			Locations				peraudit	Critical	
Africa	1	0	508	1	11	0	11	5	3
Asia	19	1	9148	15	200	37	19.8	32	116
Europe	21	17	1741	20	134	33	7	18	51
N. America	0	0	0	0	0	0	0	0	0
Oceania	0	0	0	0	0	0	0	0	0
S. America	0	0	0	0	0	0	0	0	0

% to total

Long-term partnerships & Inclusive growth

We value our suppliers, and our relationships with them, more than anything else.

We always plan for the long-term and want to grow our business together through the concept of inclusive growth. Our average orders occupy 29% of capacity in factories

94% suppliers visited in 2019

Average supplier relationship is 6 years

28.8% of our collection is made at suppliers with whom we've worked for over 15 years.







Carbon footprint

Want to read the full report?
Please click here.

The amount of carbon dioxide in the world's atmosphere is at the highest level seen in 3 million years. Human activities such as burning fossil fuels, clearing forests, and cultivating lands for agricultural use contribute to climate change by emitting carbon dioxide (CO²) and other greenhouse gases (GHGs) that trap heat in the atmosphere.

We're already seeing the effects—from rising average temperatures to stronger and more frequent storms, drought, and wildfires.

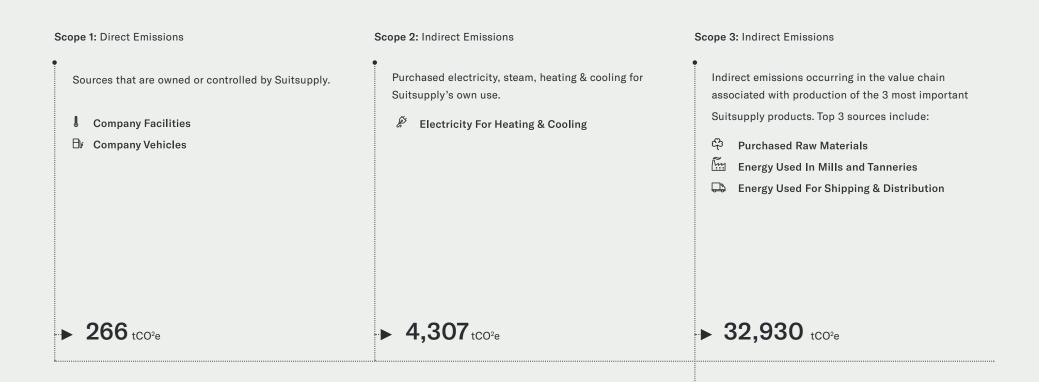
At Suitsupply we recognize that we have an impact on the planet and a responsibility to mitigate and reduce our impact where we possibly can. We therefore transparently disclose the way we measure, reduce and offset our carbon impact.

What practices make Suitsupply different?

- Third-party certifications (Oeko-Tex, Blue sign for low-impact and safe dye practices)
- Lower-impact, 100% recycled/certified content & recyclable packaging
- · Zero waste to landfill & end-of-life recycling through the Suitsupply recycling rewards program

Measure

Carbon emissions are grouped into 3 categories called 'scopes'. We count our emissions from each scope and then add them together to estimate our company's footprint:









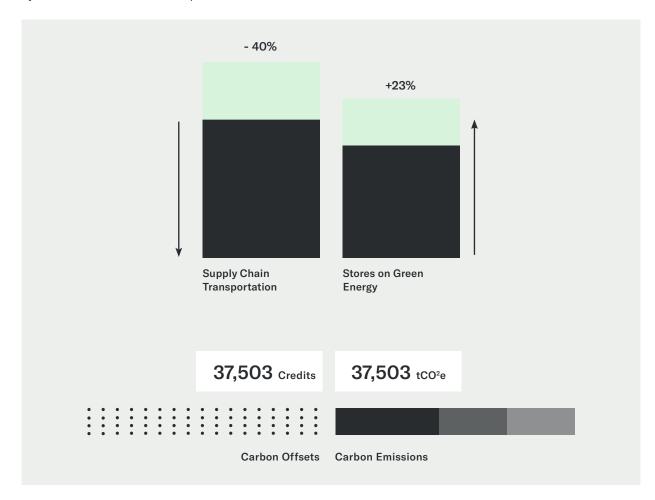
61kg CO²-eq per suit 6kg CO² -eq per shirt

13kg CO²-eq per pair of shoes

Reduce & Offset

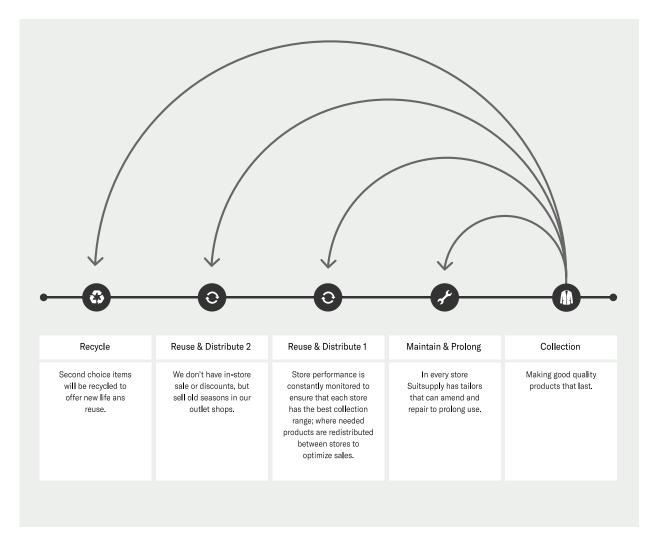
By measuring our emissions, we have started to understand where we can reduce them. We work with industry experts and resources in order to maximize the reduction opportunities, particularly since our footprint will evolve over the years. In 2019 we've implemented measures to reduce our supply chain footprint and started to switch our stores to green/renewable energy, with the following results.

Where Suitsupply currently cannot reasonably reduce we offset as part of our commitment to be carbon net-zero by 2020. Each carbon credit represents the removal of 1 ton of CO²e.



Circularity

Suitsupply takes a holistic approach to responsibility, focusing on a circular rather than linear business model. This model aims to create a system that allows for long life, optimal reuse, restoration, remanufacturing and recycling of products and materials in open or closed loop systems. We believe in the quality of craftsmanship, high attention to detail, and responsibly produced products that last. Circularity fits in with this belief, by retaining and optimizing value as already existing within the way we make our products and in our company's processes:



Circularity 2019

79.4%

of fabrics are made with 100% mono fibers allowing for optimal recyclability

100%

of fabrics and components are Oekotex100 certified

+90%

of range is fit for in-store repair

17 000

alternations & repairs are performed each week

+178

expertly trained in-store tailors

48%

of tier 1 suppliers linked to local recyclers

78%

of tier 2 suppliers linked to local recyclers

View our circular status report 2

to see how we are progressing on our journey.



Zero waste to landfill

Every item kept from landfill counts- and to date Suitsupply has been able to save over 20.000 kilos in pre- and post-production apparel & leather products. That means that we are well on our way to reach our target of keeping 25.000kg of unwanted apparel out of the waste mountains by the end of 2020.

We aim for an ongoing life beyond its original purpose. The unwanted garments, textiles and leather products are collected, rated on quality, and carefully sorted accordingly. The quality or grade (A, B or C) heavily decides what the afterlife of these products will look like.

Both internally and through our partners Suitsupply analyzes this material flow on a regular basis and follows the EU Waste Framework Directive to determine every items' next best use. The high quality of our products also speaks through our high recovery rate of this sorting analysis: 93.7%. Only 6.3% of unwanted garments cannot be re-worn, re-used or recycled and are used to make energy. Please find our full sorting analysis disclosure here.



86.2% Re-Wear



7.5% Recycling



6.3% Energy Recovery

Suitsupply practice

- Timeless design & purchase practices: 80% of our collection is NOOS & Basic, 15% Seasonal, and only 5% Fashion
- Made to Order and Made to Measure customization programs that curb overproduction & create individualized garments with the customer at the center
- · 21.157kg kept out of landfills between 2017-2019
- 100% of all second choice kept from landfill
- 93.7% recycling recovery rate

■ Industry practice

- Every second truck of apparel waste is brought to landfill
- Clothing is massively overproduced & underutilized- low quality and high fashionality creating fast consumption habits.
- Only 8% of all clothing is recycled

SUITSUPPLY