Stitch by Stitch







■ Founded 2015 in Oldenburg



■ Turnover: 1.5 Mio €



■ 36 permanent employees

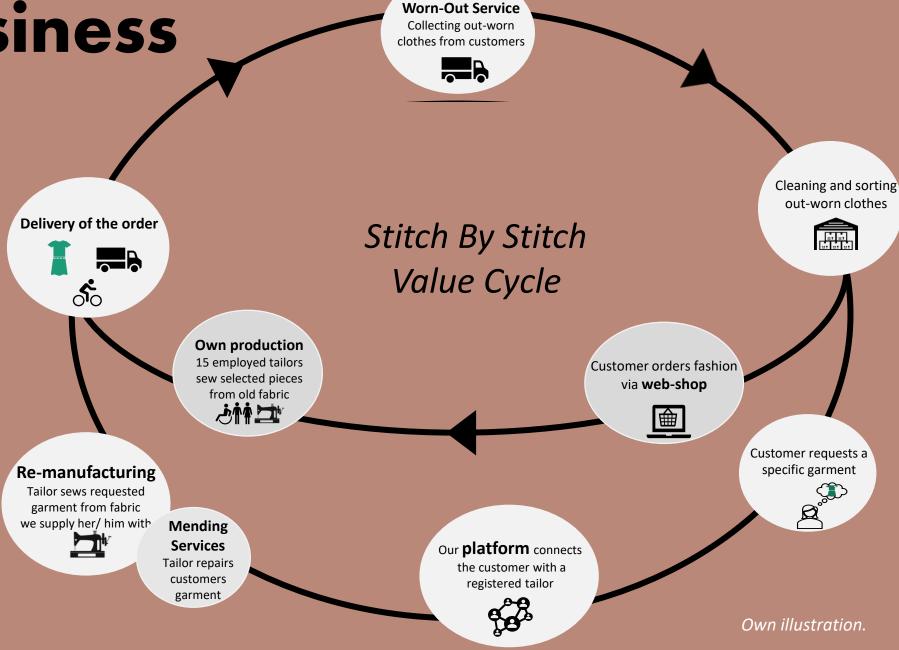


 Platform & own production creating unique hand-made garments from sorted-out-clothes

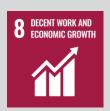


Our Business model





Vision, Strategy and Goals





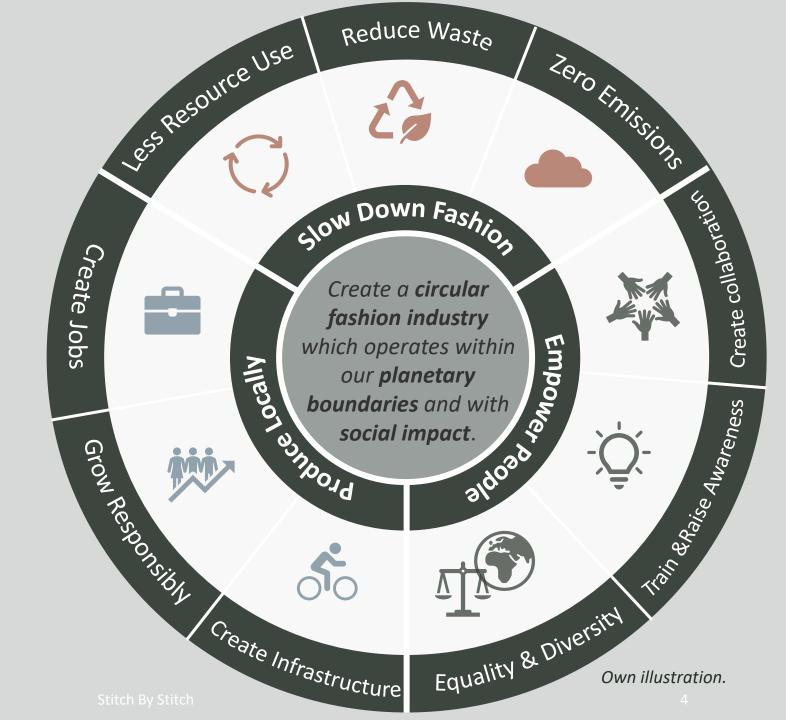












SBSC

Objectives	Measures	Targets	Initiatives
Customer Satisfaction	Customer Satisfaction Score- Satisfaction surveys after every purchase	95% customer satisfaction	Strengthen our customer service Offer a customer insurance for every purchase
Customer Retention	Number of repetitive purchases and clothes donations per year	Increase the number of repetitive purch by 20% until 2022	I mage and living up to our mage and living up to our miniment to sustainability Ensure our products' quality and longevity
Higher reach and increased gain of new customers within our target	target customer segment (in %)	Increase the market share from 2 to 5% in the target customer segment by 2022	 Communication campaign for social media Sewing workshops in Oldenburg in spring/summer 2021 Awareness raising Workshops together in

Objectives	Measures	Targets	Initiatives
Increase of the economic growth of our own production and platform	Figure of the annual revenue	10% growth of the turnover by 2025	- Ensure customer retention and gain new customers - Febblish savings via ctions in resource utilization
Productivity Growth in opposition	produced per employee per year	the annual number of produced units per employee by 2022	 Purchase of new sewing machines Training courses for employees Ensure employee satisfaction

Create a circular fashion industry which operates within our planetary boundaries and with social impact.

cooperation with FEMNET e.V. workshops in

Oldenburg in spring/summer 2021

Objectives	Measures	Targets	Initiatives
Saving the resource water	Water consumption in litre per year	Reducing our water consumption by 30% until 2030	 Optimization of our production processes and formulations → recycling of purified process water, using ultrafiltration for water recovery
Becoming a zero- waste office	Amount of office waste in kilogram by type and disposal method per year	Reducing the amount of our office waste by 30% until 2030	- Digitalization of the office uppers of all departments of Sprocesses via
Less waste in our textile production	Amount of production waste in kilograms types and the mean of the control of the	nd P	oncepts enduon (recycling fibre
New job perspectives in the area of Oldenburg	Number offering to Stich by Stitch	jobs within our company until 2022	(Staff)-Expansion of the logistics department towards more sustainable shipping methods (Cargo bikes etc.) Cooperation with the job centre in Oldenburg
Less CO2 consumption in our logistics	Average annual carbon footprint of our logistics in tones CO2eq	Ship CO2 neutral by 2030 to contribute our share in reaching the Paris Agreement	Expansion of our logistic department with cargo bikes Establish DHL Green shipping

Objectives	Measures	Targets	Initiatives
Raise awareness among society about the devastating impact of the fashion industry on our environment	Number of actions planned for raising awareness	Organization of 2 actions by 2022	- Realization of 2 community awareness kshops in Oldenburg 2021
Fight against human right violations in the textile industry	Number of cooperation with NGOs working in that area	Establish 2 Sen we	- Arrange first meetings with "future fashion forward e.V." and "Clean Clothes Campaign Germany"
Ensure that circulation do confurectly finance unsustainable projects	Amount of company assets in € supporting indirectly unsustainable projects	Invest all of our corporate assets in a 'green' bank by 2022	- Switch to the GLS bank

group

Employee satisfaction Employee Satisfaction 90% happiness and Offer semi-annual trainings for professional Fixed number of female and male managers

Management G 10

Me and male managers

Management G 10

Me Employees has access to the everyone Score in %- via semisatisfaction Gender diverse teams rience more than wards diversity Fair and equal Employees has access to the salaries of salaries regardles of position level Semi-annual salary adjustments and -Establish other incentives for managing positions beside the other than the salary

3.02.2021 Stitch By Stitch

Slow Down Fashion





18.02.2021

Stitch By Stitch



Slow Down Fashion



Less Resource Use & Act within planetary boundaries

- → Circular business model
- → Up-scale access to re-manufacturing & repair services instead of new production
- → Incentive-based Worn-Out Service



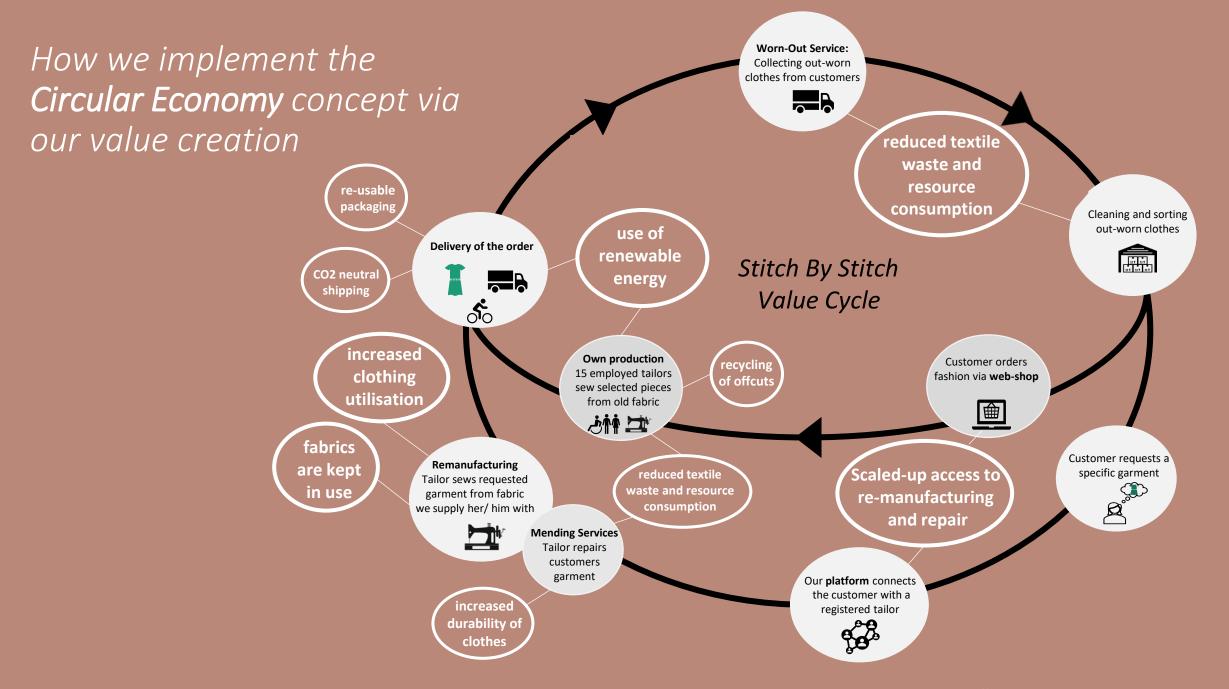
We aim to achieve Zero Emissions

- → external: DHL GoGreen & cargo bikes around Oldenburg → internal: offices, storage & production run 100% on renewable energy



Reduce Waste

- → Recycling of fabric offcuts into insulation material by local recycler
- → Reusable packaging options
- → Zero Waste office





Slow Down Fashion



Less Resource Use & Act within planetary boundaries

- → Circular business model
- → Up-scale access to re-manufacturing & repair services instead of new production
- → Incentive-based Worn-Out Service



We aim to achieve Zero Emissions

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Reduce Waste

- → Recycling of fabric offcuts into insulation material by local recycler
- → Reusable packaging options
- → Zero Waste office

Our own Labels



environmental impact of the garment



the true costs



who has sewed the specific garment



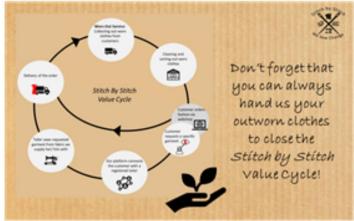
"The True Costs", Own illustration.



I hope you will like the _____
I have sewed for you. I have put ____
working hours and a lot of love in your garment.

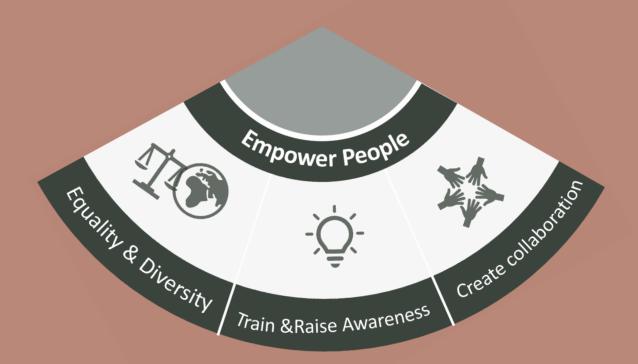
Yours,

"Personalize the Platform Operations", Own illustration.



"Don't Forget to Recycle", Own illustration.

Empower People





18.02.2021 Stitch By Stitch

Empower People



Equality & Diversity

- → Fair & equal payment
- → Gender equal filling of management positions
- → Recruit with impact & Sustainable Employer Branding
- → Code of Conduct



Train & Awareness

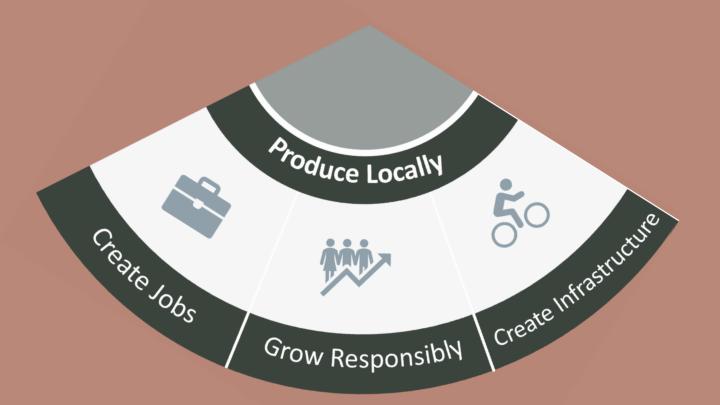
- → Train our staff and help them grow
- → Health & Benefits

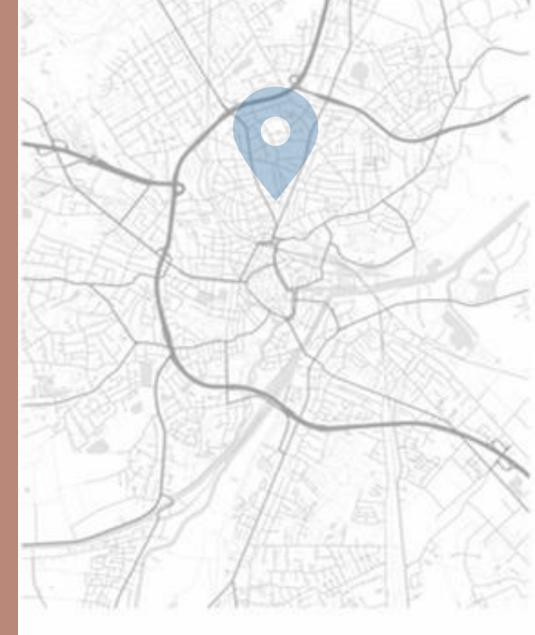


Create Collaboration through Cooperations

- → FEMNET e.V.
- → Bündnis nachhaltige Textilien
- → Future Fashion Forward e.V.
- → Initiative Lieferkettengesetz

Produce Locally

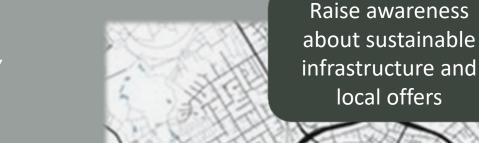






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Produce Locally











Urban gardening: vegetable and flower patch on warehouse rooftop

Recruiting with an impact

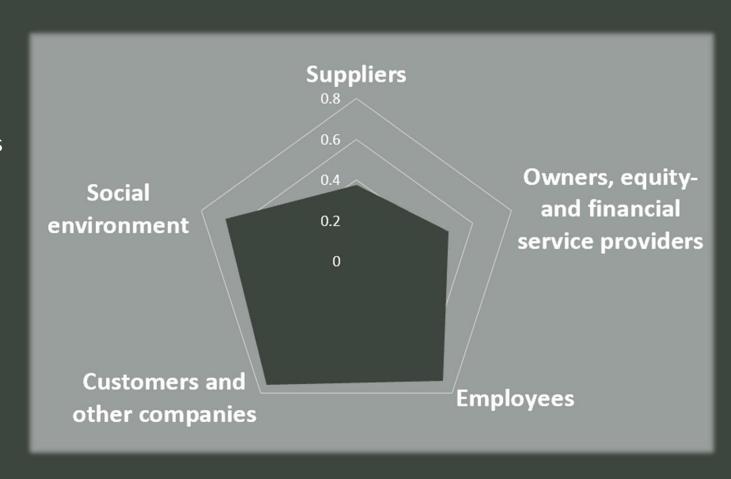
Create new local jobs
Platform
Cargo bikes
Recruiting sewers

Volunteering (social or ecological projects in the region)

14

Main Challenges

- Outworn clothes as main resource
 - Majority of these items were originally produced for fast fashion industry
 - we cannot rule out that human or labor rights violations may have occurred in its initial production
- Platform: difficult-to-control precariousness
 - Working times
 - Safety
 - Forced labor



Challenges and what we have already done



- Outworn clothes as main resource
 - ✓ UN Guiding Principles on Business and Human Rights
 - ✓ UN Global Compact
 - ✓ FEMNET e.V.
 - ✓ Initiative Lieferkettengesetz



- Platform: difficult-to-control precariousness
 - ✓ Code of Conduct



- High price segment might appear exclusive
 - ✓ Cards explaining the "true costs"

Roadmap 2021



- Sufficiency
 - Including topic in our own labels (cards)
 - Offering awareness seminars



- Sustainability Report
 - Compile a report according to GRI standard



- Common Good Balance Report
 - Conducting external audit



- Sustainable finances
 - ❖ Switch to GLS Bank until to 2022



"We are not a perfect company and still have a long way to go. But we will keep fighting for our vision of a circular fashion industry!"



In how far do you as **Stitch By Stitch** employees see us responsible for the production circumstances under which our raw materials have initially been produced?

- morally?
- by law?
- In how far should we continue to focus on tackling this issue? Do you still see potential to change something?

Image Sources

- Folie 1: https://www.rawpixel.com/image/6138/premium-psd-fabric-style-workspace-craft-mock
- Folie 2: https://www.rawpixel.com/image/6138/premium-psd-fabric-style-workspace-craft-mock
- Folie 6: https://unsplash.com/photos/5obYWU5UXdl
- Folie 11: https://unsplash.com/photos/Zyx1bK9mqmA
- Folie 17: https://www.spektrum.de/news/intelligente-strassen-sollen-strom-erzeugen/1351985
- Folie 14: https://www.cartida.com/global/poster/Germany/Oldenburg

Appendix

SBSC | Common Good Matrix | ...

Common Good Matrix

Values ► Stakekolders ▼	Human dignity	Solidarity & social justice	Environmental sustainability	Transparency & co-determination
A: Suppliers	A1: Human dignity in the supply chain	A2: Solidarity and social justice in the supply chain	A3: Environmental sustainability in the supply chain	A4: Transparency & co-determination in the supply chain
	20 of 50 40 %	25 of 50 50 %	15 of 50 30 %	15 of 50 30 %
B: Owners, equity- and financial service	B1: Ethical position in relation to financial resources	B2: Social position in relation to financial resources	B3: Use of funds in relation to social and environmental impacts	B4: Ownership and co-determination
providers	15 of 50 30 %	40 of 50 80 %	20 of 50 40 %	20 of 50 40 %
C: Employees	C1: Human dignity in the workplace and working environment	C2: Self-determined working arrangements	C3: Environmentally-friendly behaviour of staff	C4: Co-determination and transparency within the organisation
	40 of 50 80 %	30 of 50 60 %	40 of 50 80 %	35 of 50 70 %
D: Customers and other companies	D1: Ethical customer relations	D2: Cooperation and solidarity with other companies	D3: Impact on the environment of the use and disposal of products and services	D4: Customer participation and product transparency
	35 of 50 70 %	30 of 50 60 %	45 of 50 90 %	40 of 50 80 %
E: Social environment	E1: Purpose of products and services and their effects on society	E2: Contribution to the community	E3: Reduction of environmental impact	E4: Social co-determination and transparency
	30 of 50 60 %	30 of 50 60 %	35 of 50 70 %	40 of 50 80 %

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SBSC

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Customer Retention	Number of repetitive purchases and clothes donations per year	Increase the number of repetitive purchases- and donations by 20% until 2022	 Strengthen our image and living up to our commitment to sustainability Ensure our products' quality and longevity
Higher reach and increased gain of	Market share in the target customer	Increase the market share from 2 to 5% in	 Communication campaign for social media Sewing workshops in Oldenburg in

the target customer

segment by 2022

Objectives	Measures	Targets	Initiatives
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Create a circular fashion industry which operates within our planetary boundaries and with social impact.

spring/summer 2021

Awareness raising Workshops together in

Oldenburg in spring/summer 2021

cooperation with FEMNET e.V. workshops in

Saving the resource water	Water consumption in litre per year	Reducing our water consumption by 30% until 2030	-	Optimization of our production processes and formulations → recycling of purified process water, using ultrafiltration for water recovery
Becoming a zero- waste office	Amount of office waste in kilogram by type and disposal method per year	Reducing the amount of our office waste by 30% until 2030	-	Digitalization of the office papers of all departments and paper-free processes via tablets
Less waste in our textile production	Amount of production waste in kilogram by type and disposal method per year	Reducing the amount of our production waste by 50% until 2030	-	Implementing new recycling concepts regarding our own production (recycling fibre textiles)
New job perspectives in the area of Oldenburg	Number of local job offerings linked to Stich by Stitch	Create at least 5 new jobs within our company until 2022	-	(Staff)-Expansion of the logistics department towards more sustainable shipping methods (Cargo bikes etc.) Cooperation with the job centre in Oldenburg
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Ensure that our funds in circulation do not indirectly finance unsustainable	Amount of company assets in € supporting indirectly unsustainable projects	Invest all of our corporate assets in a 'green' bank by 2022	- Switch to the GLS bank

new customers

group

within our target

segment (in %)

Employee satisfaction Employee Satisfaction 90% happiness and Offer semi-annual trainings for professional Score in %- via semisatisfaction and personal development annual satisfaction Gender diverse teams Fixed number of female Value talent and experience more than Management and male managers positions equally filled with 50% women and Recruiting actions towards diversity Fair and equal Annual statistic of salary Diminish pay gap Employees has access to the salaries of salaries regardless distribution between managers, of position level employees and tailors Semi-annual salary adjustments and by 50% until 2025 Establish other incentives for managing positions beside the other than the salary

Financial & Non-market Perspective

Objectives	Measures	Targets	Initiatives
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Customer Perspective

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Learning & Growth Perspective

Objectives	Measures	Targets	Initiatives
Employee satisfaction	Employee Satisfaction Score in %- via semi-annual satisfaction surveys	90% happiness and satisfaction	 Offer semi-annual trainings for professional and personal development
Gender diverse teams	Fixed number of female and male managers	Management positions equally filled with 50% women and 50% men	 Value talent and experience more than degrees Recruiting actions towards diversity
Fair and equal salaries regardless of position level	Annual statistic of salary distribution	Diminish pay gap between managers, employees and tailors by 50% until 2025	 Employees has access to the salaries of everyone Semi-annual salary adjustments and –increases Establish other incentives for managing positions beside the other than the salary

Internal Business Processes Perspective

Objectives	Measures	Targets	Initiatives
Saving the resource water	Water consumption in litre per year	Reducing our water consumption by 30% until 2030	 Optimization of our production processes and formulations → recycling of purified process water, using ultrafiltration for water recovery
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