

# The Good On You Ethical Brand Rating System

The Good On You app provides ethical brand ratings for more than 1,200 fashion brands. Users can check how their favorite brands rate and discover new brands that do better on the issues they care about.

Good On You uses a robust methodology to rate brands on how they treat their workers, the environment and animals.

# Our principles

The following principles guide our approach to brand ratings.

- **1. Transparency comes first -** To build trust between companies, consumers and decision makers, brands should be transparent about their supply chain systems and operations. Consumers have a right to know how a brand operates.
- 2. Consider companies' impact across their supply chain Companies should be held responsible for the impacts caused to workers, the environment and animals at each stage of their supply chain, from how their products are produced and distributed to how their products are used and then recycled.
- 3. Consider issues in proportion to their materiality The rating system should account for the relative importance of each material issue within each headline area, according to an assessment based on the views of a wide range of industry, NGO, union and academic experts.
- **4. Ensure our methodology is open and evidence based** How the rating system works and how it is applied to a brand should be transparent, based on robust research and underpinned by a good governance process.
- **5. Update ratings responsively -** Ratings should be based on up-to-date information. Ratings should be reviewed and updated regularly, and in addition updated in response to material new information (whether discovered by researchers for the rating system, or provided by a brand or stakeholder).
- 6. **Be pragmatic in order to be effective -** The rating system should produce data that can readily be used by consumers to inform their shopping decisions.
- 7. Improve iteratively based on learning The rating system should be improved regularly taking into account new knowledge gained from research and stakeholder input.

#### What we rate - material issues

The Good On You brand rating system provides transparent information on three key areas of concern to consumers: labour, the environment and animals.



For each key area we consider the *material issues* identified as the most important from our own research and input from industry experts, summarised below. In addition we add or deduct points in each area and overall for specific positive initiatives (eg industry leadership on making things better) or 'negative citizenship' (eg political lobbying against the interests of workers, the environment or animals).

Labour	
Worker policies and empowerment	Workers' rights principles applied across the entire supply chain, including health and safety, child labour, forced labour, freedom of association, freedom of movement, collective bargaining, non-discrimination, non-excessive working hours and the right and capacity to make a complaint
Living wage	Living wage definition and implementation across the supply chain
Knowing suppliers	Supply chain transparency including publishing supplier lists and tracking subcontractors
Supplier relationships, auditing and other assurance	Auditing and assurance practices throughout the supply chain and public reporting including unannounced visits and off-site worker interviews

Environment	
Resource management and disposal	Product lifecycle including types of materials used, efforts to reduce fabric and material waste in design and manufacturing, types of packaging used, product durability and promotion of long-term use, deforestation impacts
Energy use and greenhouse gas emissions	How energy use is managed including direct emissions (company facilities and vehicles) and indirect emissions (purchased electricity, emissions generated from the supply chain beyond own operations)
Chemicals use and disposal	Chemical use and disposal, goals to reduce chemical use and alternatives such as vegetable based or water based dyes
Water usage and effluent	Water usage policies and practices, engagement on water issues, specific targets to reduce consumption, quality and treatment procedures of wastewater including specific improvement targets



Animal	
Fur	Use of fur,shearling and karakul lamb fur and commitment not to use fur
Leather	Use of leather and if upcycled/recycled
Wool	Use of wool and if sourced from non-mulesed sheep
Down and feathers	Use of down and adopted practices
Angora	Use of angora and commitment not to use angora
Exotic animal hairs	Use of exotic animal hair used such as pashmina, cashmere, mohair, alpaca, llama, vicuña and shahtoosh
Exotic animal skins	Use of exotic animal skin such as crocodile and alligator

#### How we rate

We collect information and score each brand against each material issue, using the Good On You brand rating tool. Consistent with the requirement for transparency, all data is obtained from public sources.

Good On You incorporates the work of a large number of external ratings, certifications, accreditations and standard systems, as well as each brand's own reporting and credible independent reports in assessing a brand's performance against each material issue. The data sources used to compile Good On You ratings are identified in more detail below.

We make a distinction between small and large brands based on annual turnover and the number of employees. We expect larger brands to provide more detailed information on policies, targets and reports and to have greater reach and influence over their supply chain.

# The rating process

- 1. We identify brands to rate. We give priority to both brands requested by users and to brands that are likely to rate highly.
- 2. We determine if the brand should be rated using our small or large brand rating tool.
- 3. We collect information about how the brand performs against the material issues included in the rating tool, using a combination of automatically aggregated data and desk based research.
- 4. We verify the collected data using a mixture of automated checks, calculations and human review.
- 5. The brand's rating is automatically calculated across the three key areas (labour, environment, animals) and overall for the brand.



- 6. We prepare a text summary of the brands rating using a specially developed thesaurus to promote consistency.
- 7. The scoring, ratings and summary are reviewed and approved by our Head of Ratings.
- 8. The brand ratings and summary are uploaded to the Good On You app and reviewed periodically.

#### The rating labels

Brands are rated from 1 (We Avoid) to 5 (Great). Overall ratings are derived from an average of the brand's scores for each area.

**Great** = These brands score highly in at least two categories and usually have one or more certifications or accreditations. They're often built to be sustainable and ethical from the ground up, and they're very transparent.

**Good** = These brands have taken many positive initiatives, are often leaders on one or more key issues and in most case are very transparent.

*It's a Start* = These brands are making good progress on one or more of the main issues we look at.

**Not Good Enough** = These brands have provided a little bit of information in several areas, but not enough to truly know what happens across their supply chains.

**We Avoid** = These brands provide little to no relevant or concrete information. In some cases the brand may make ambiguous claims that look like greenwash. Consumers have a right to know more.

### **Data Sources**

Our key data sources are:

- 1. Certifications, accreditations and other standards systems
- 2. Independent ratings
- 3. Brand and parent company websites
- 4. Credible third party reports

The Good On You ratings methodology generally does not place any weight on information that is not in the public domain, including any private brand communications. Where a brand approaches us with information we encourage them to publish that information and take account of it only when it is in fact published.



#### Certifications, accreditations and standard systems

There are a large number of certifications, accreditations, voluntary standards and model codes of conduct ("standard systems") that seek to address all or some of the issues relevant to the clothing, footwear and accessory industries.

Each standard system works in different ways. Some apply to products, some to factories or other facilities and some are designed to be adopted by a brand and applied to all or part of their supply chain. Assurance of compliance varies between standard systems, with different requirements for transparency, auditing or other assurance methods.

Good On You has reviewed each of the standard systems to identify their scope and assurance methodology in order to assess how to score a brand that is certified by or complies with a standard system.

A list of the main certifications, accreditations and standard systems that we consider is below.

### Independent ratings

The rating methodology incorporates credible independent rankings of brands where those ranking systems map to all or a subset of the material issues we consider. For example the 2017 Ethical Fashion Report by Baptist World Aid rates 330 brands on material labour issues. Where available the labour score in Good On You is based on the labour score in the Ethical Fashion Report. In some cases the labour score is adjusted up or down, for example where a brand upgrades its practices in between the annual Fashion Reports.

We are reviewing a number of other third party rankings to consider whether they can be automatically included in the methodology.

# Brand and parent company websites

Information from brand publications including websites is taken into account in scoring the brand. Good On You will only make use of information that is factual, concrete and relevant.

## Credible third party reports

From time to time brands are the subject of investigation by organisations such as the International Labour Rights Forum or Transparentem. Where reports from those organisations expose significant issues we will take them into account in rating the brand.

# Standards systems

We reference the following certifications, accreditations, standards and guidelines when rating brands.



- Better Cotton Initiative
- Blue Angel
- bluesign® system
- Business Social Compliance Initiative Code of Conduct
- Carbon Trust Standard
- Caregora
- Clean Clothes Campaign Code of Labour Practice
- Climate, Community & Biodiversity Standards CCB Standard
- Cradle to Cradle Basic, Bronze, Gold, Platinum and Silver
- EcoVadis
- Ethical Clothing Australia
- Ethical Trading Initiative
- EU Ecolabel
- Fair for Life
- Fair Trade Small Producers
- Fair Trade USA
- Fair Wear Foundation
- Fairtrade International Hired Labour
- Fairtrade International Small Producers Organizations
- Fedex Members Ethical Trade Audit SMETA Best Practice Guidance
- Fair Labour Association Workplace Code of Conduct
- Global Organic Textile Standard
- Global Recycle Standard
- Global Traceable Down Standard
- Good Weave
- International Labour Organization Labour Standards
- International Wool Textile Organisation
- ISO 14001:2004
- National Wool Declaration Integrity Programme
- Naturland
- Naturtextil Best
- Nordic Swan
- OEKO-TEX Standard 100
- OEKO-TEX STeP
- Responsible Jewellery Council
- Responsible Down Standard
- Responsible Wool Standard
- Sedex Members Ethical Trade Audit SMETA Best Practice Guidance
- Social Accountability International SA8000
- Soil Association Organic Standards
- TerraChoice -EcoLogo Program (UL Ecology Certification)
- Traceable Down Standard
- Triple Sello unicef



- WFTO Guarantee System
- Workplace Condition Assessment
- Worldwide Responsible Accredited Production
- ZQ Merino Label

The following initiatives that are not standards systems are also referred to in the brand rating tool

- Agreement on International Humane Trapping Standards
- Carbon Disclosure Project
- Detox Catwalk Greenpeace
- PETA
- Zero Discharge of Hazardous Chemicals Programme

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