



ETHICAL MERCH CO

MODERN SLAVERY VOLUNTARY STATEMENT

ethicalmerchco.com.au



INTRODUCTION

I am proud to release Ethical Merch Co's Modern Slavery Voluntary Statement, reflecting the first phase of our continuing journey and commitment to this important work.

Ethical production has been one of our core values since we began in the custom made merchandise and apparel industry back in 2007. Since then, we have been educating ourselves, our clients and the industry on the ethical sourcing journey. Striving to set the high standard so that our competitors in the market can begin to understand the importance of how the goods and services in our supply chain are managed and produced. One of the most effective purposes of our business name is raising awareness in the industry so that more become aware that the times are changing and the day has come that 'who' and 'how' are more important than the price tag attached.

To date we have undertaken a thorough review of our policies and procedures as they relate to ethical sourcing, undergone an extensive search process of locating a factory that excels in ethical production standards, conducted training both internally and externally to raise aware of the societal and global challenges that necessitate ethical sourcing and identified opportunities for greater integration of ethical sourcing practices in our business processes and businesses' we have interacted with.

One of our goals is to become a key voice in promoting ethical production within the production industry and an advocate for the introduction of Modern Slavery legislation in Australia. We are also excited about the introduction of the Modern Slavery Act in NSW and commend the government for taking a step in the right direction, educating Australia on the important truths of modern slavery.

A large majority of people in this industry do care about human rights and are against any form of slavery, but simply don't know how or where to start when it comes to taking a stand against the issue. In order to create successful, sustainable, and ethical procedures - we know that physical actions must be partnered with a passionate heart for a world with no modern slavery.

To educate our clients on the heart behind the action, we provide the option to join us in partnering with charities like A21. A21 is a perfect example of another organisation that shares our heart in believing in a world without slavery. For 10 years now, they have rolled up their sleeves and set their feet to action. Why? Because in a single moment a number can turn into a name, a tragedy into a victory, and a belief into action. Raising awareness of A21's work, allows our clients to not only have the option to be educated but to actually help an organisation that physically frees slaves and disrupts the demand.

We want to do business differently. We recognise that to be fully successful, ethical sourcing commitments require the whole industry to work together, that's why we seek to work in partnership with like-minded organisations and businesses. We want to foster collaborative relationships with suppliers; train others on the basics of ethical sourcing including how human rights fit in; help our clients meet their own responsible sourcing targets, and take bold action above bold commitments. Aiming to one day have a completely ethical production line is a long road ahead and the process may not always be perfect, but we are committed to identifying, preventing and working to remedy cases where people involved in our business operations are denied the right to live and work with dignity. We invite you to join us on this journey.

Nathan Kingston



Sole Director
CONCIERGE CONTACTS GROUPT PTY LTD, Australia

THIS MODERN SLAVERY STATEMENT HAS BEEN APPROVED BY THE PRINCIPAL GOVERNING BODY FOR CONCIERGE CONTACTS GROUP PTY LTD.



Nathan Kingston, Sole Director
Concierge Contacts Group PTY LTD, Australia
Approved on: 24/8/20

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**WE KNOW THAT
PHYSICAL ACTIONS
MUST BE PARTNERED
WITH A PASSIONATE
HEART FOR A WORLD
WITH NO MODERN
SLAVERY.**

”

OUR MODERN SLAVERY STATEMENT

We are voluntarily reporting to outline our vision and journey of how we, as a business, can support ethical sourcing procedures throughout supply chains and all operations.

1. HEART

2. MISSION Pg 6

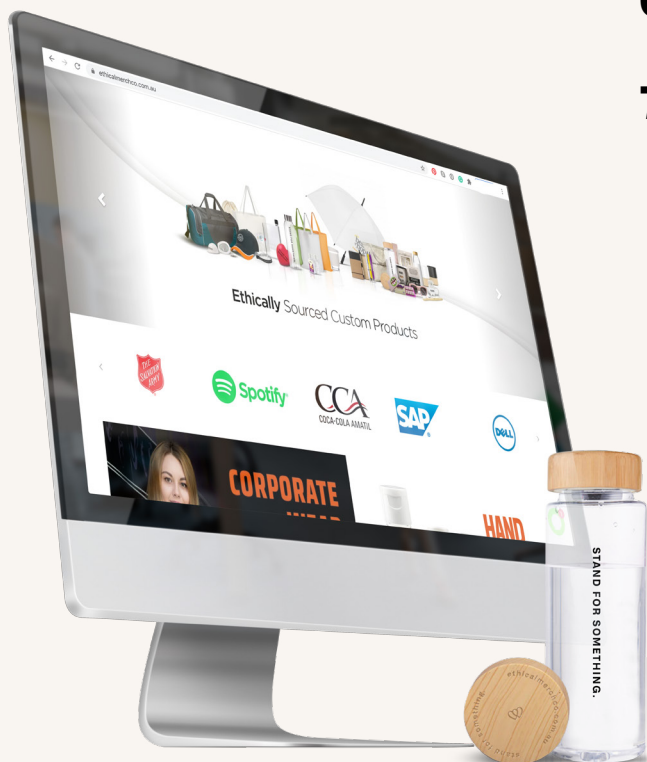
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1. OUR HEART

STAND FOR SOMETHING

Our 5-year goal is to have the largest presence in the Australian market so that clients and competitors are competing on ethics and not just price. Price is the number one contributing factor that decides where the products are sourced from. This will stop suppliers in overseas countries getting orders if they are not compliant. Its a long road ahead but we want to ensure people in our world aren't being exploited. We want to make a difference in the way the world sources their products. Many clients have no idea where their products are coming from and our aim is to change that. Some of our clients even use our standards in their own marketing materials to show their clients that they only align with ethical suppliers.

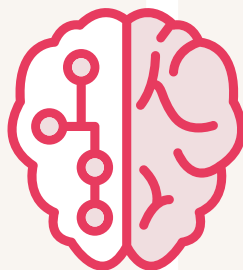
2. MISSION

The Global Slavery Index's 2018 report, published by the Walk Free Foundation, states that \$127.7 billion worth of garments at risk of including modern slavery in their supply chain, are imported annually by G20 countries, a group of nations which account for 80 percent of world trade. These imports help underwrite a global economy that trapped 40.3 million people in modern slavery in 2016, 71 percent of whom were women. Our vision at Ethical Merch Co is simple - We want to disrupt the supply from factories that have unethical practices and create transparency for global businesses so they know where and how their products are being made.



RAISE THE INDUSTRY STANDARD

The way that we see it, if factories and suppliers are being turned down for business, they will eventually change the way that they operate. It starts with the buyer.



CHANGE THE WAY BUSINESSES THINK

Modern slavery is fed by a simple supply and demand structure. If we change the mindset of Australian businesses so that the deciding factors aren't so much about price, but about the lives attached - we change the demand. Ideally, if we all start changing the demand it will drastically affect the supply.



ERADICATE MODERN SLAVERY

Although it's a vision that seems ambitious, it's the reason we have taken on a business model that focuses on ethics. We genuinely believe that although it's a long road ahead - taking the right steps, we can live in a world without modern slavery.



Photography courtesy of www.corporatecomplianceinsights.com

CURRENT BUSINESS STRUCTURE

QUOTING (AND EDUCATING)

When a client introduces us to a brief, if they aren't yet familiar with how we operate, our first point of call is to bring up the topic of Modern Slavery. If our clients aren't already aware of the Modern Slavery Act, we educate them not only on the policy itself; but the importance of partnering on a journey to eradicate modern slavery.

Once the client can express some form of understanding about the way we source our products, we proceed to quote accordingly.

SOURCING (AND EDUCATING)

Depending on the client's request, we look into our current pool of factories and suppliers that would best suit their needs. Due to the vast spectrum of orders we produce, we have used the services of factories all over the globe.

Once we have matched a supplier that will best meet the client's order, we check their audit reports to make sure they are up to date. If we are unable to find a supplier that can produce the certificates, we will not supply the product.

Fortunately, we are able to educate the factories that are not complying and encourage them to move in the right direction and let us know when they have done so. We continue to build relationships with our current factories; some of which have been working with us for over 6 years. Over that time we have been able to visit them, converse with workers & management, and inspect their working conditions.

FULFILLING ORDERS

The current production time-frame varies depending on product, but our rule of thumb for overseas manufacture is 5-7 weeks from confirmation of artwork. This estimate can vary, based on product availability, but we like to allow extra time to decrease any chance of modern slavery risks that may spawn from a tight deadline.

Once the order lands in our Sydney based warehouse, it will then be sent out via courier.

DAY TO DAY OFFICE

Our warehouse and office is based in Castle Hill, Sydney. With a small team here on the ground, we are able to facilitate a fair and safe work place, free of modern slavery.

OVERSEAS MANUFACTURE

We work with factories when manufacturing custom products. We have 3 key factories that we utilise for majority of our orders. These factories all comply with Sedex Global by providing certifications for their production.

We have an agent on the ground in China, who knows our strict criteria when it comes to sourcing a product that is out of our 'Key Factories' capabilities. That criteria is to have Sedex Global membership, allowing us to inspect audit reports that have been undertaken and certifications to ensure the standards are met.

On the search for factories, we have come across many audits that have not met a high enough standard when it comes to reporting & certifications. Thankfully in these cases, we have been able to educate the factories on the modern slavery topic. One of these factories actually went on to produce certifications so that they could contend with the standard. That is our goal, educating and lifting up factories - to set a new standard, where the price isn't dictating the sale, but the ethical standard is.

OUR WHOLESALE SUPPLIERS

The minority of our business comes from local suppliers within Australia & New Zealand. Our local wholesale suppliers assist us in completing orders that total to a smaller quantity or for orders that are more basic in nature and where less customisation is involved. ie; Pens, Mugs, Tote Bags, Generic uniforms and other items of that nature.

When choosing our local suppliers, they must meet at the very least some of the following criteria:

- Acknowledge the issue of Modern Slavery and how it effects their supply chain.
- Provide audit reports, certificates or any other relevant information regarding their supply chain.
- Provide examples of how they are combating the issue of Modern Slavery if applicable.

MODERN SLAVERY

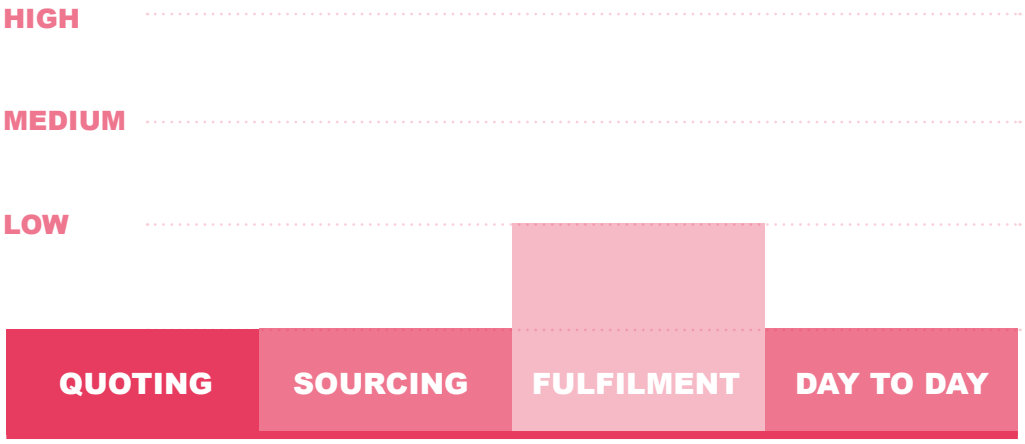
RISKS

1ST TIER OUR RISK CATEGORIES

Assessing our 1st Tier Risks is fairly easy, as we have a small local team and a strict criteria when it comes to working with factories that comply with audits, certifications and standards.

What we can acknowledge, is the risks of modern slavery in production and supply throughout higher tiers, that we currently cannot see, or where audits and visits have been unable to identify problem areas.

1ST TIER RISK AREAS



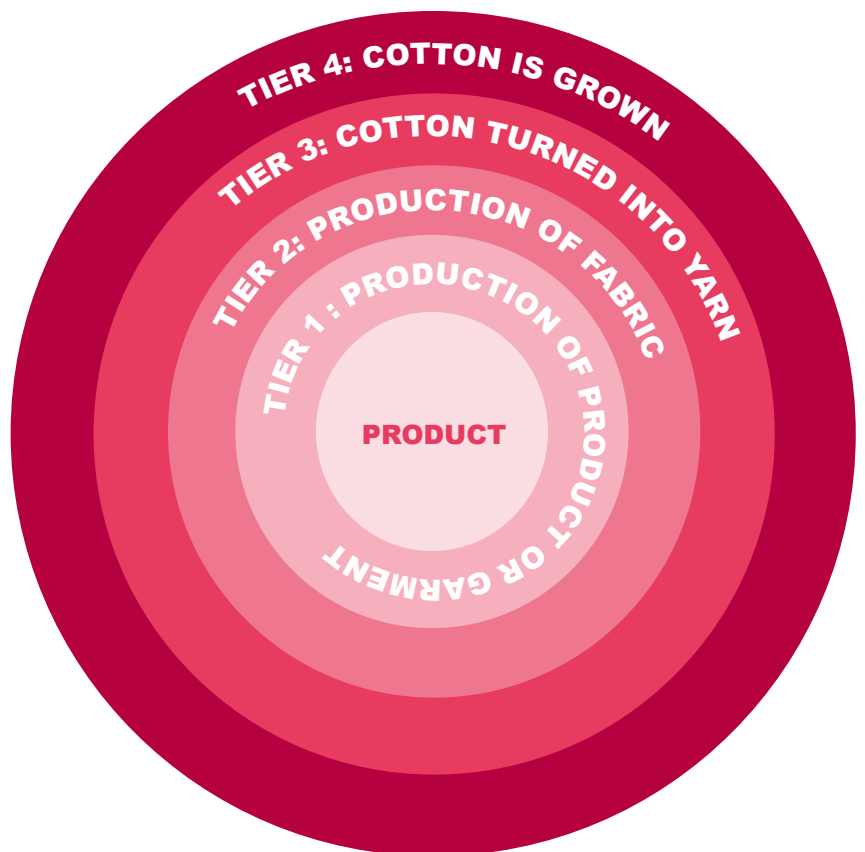
GLOBAL MANUFACTURING



FURTHER TIER RISK AREAS

Beyond tier 1 of our production, there are 3 clear points of risk (Exemplified here for a cotton garment). This varies from product to product, and the amount of stages involved in producing the product..

We are able to look further down the supply chain for our client's products, when the order quantities are larger and it's within their budget.



3. ACTIONS

As part of our 5-year plan, we as a company, have set in place an accountability map that indicates where we as a company need to improve. We do not claim to know exactly where all aspects of our products are produced, as there are only so many measures that can be taken into consideration given the wide array of products we can provide, but one day we hope to.



REACH FURTHER LEVELS

For example on a woven product: Currently, when inspecting the reports provided by suppliers & factories they will usually provide reports on top tiers such as the factories where the garments are being produced. Ideally we want to be able to inspect all the way down to the cotton farm, although it's a long road ahead, we aspire to keep reaching further down.



INSPECT MORE SUPPLIERS

When we inspect new suppliers, we are only able to see so much with the reports provided. To improve our business, we aim to visit more factories, in addition to the factories we currently have relationships with, to physically inspect their production procedures.



PROVIDE ETHICAL SOURCING ROAD MAP

We will review the implementation of our current Ethical Sourcing Road Map, that is available to view, setting goals and activities for continued improvement.



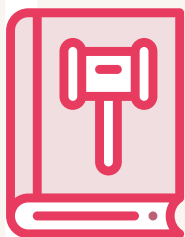
STAFF KNOWLEDGE

We will continue to develop staff education on ethical sourcing and ethical production by attending appropriate conferences & educational events.



LIKE MINDED PARTNERS

We will continue to grow our partner base, with like-minded organisations that are equally passionate about making a stand against modern slavery. So far, we have become official partners of A21 - a non-for profit organisation that fights modern slavery and human trafficking on the ground all over the globe.



DEVELOP INSPECTION QUESTIONNAIRE

One of our goals is to develop an in-depth questionnaire that we can provide for our factories to complete, which outlines key facets of modern slavery. The point of this exercise is to introduce a practical way to educate and help adjust our factories' processes & conditions as opposed to a mechanical audit. A way for them to self regulate and amend any areas of concern without being policed or feeling under threat.

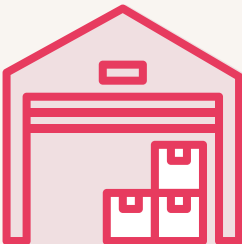
CHANGE

We have applied several procedures to the operation of our business to ensure we know where and how our orders are being fulfilled. Below are some of the key procedures we have put in place to support ethical production as best as we can and also educate our clients on the importance of the topic.



EDUCATE OUR CLIENTS ON THE MODERN SLAVERY ACT

If our clients aren't already aware of the Modern Slavery Act, we educate them not only on the policy itself; but the importance of partnering on a journey to eradicate modern slavery.



CHOOSE SUPPLIER/FACTORY BASED OFF CLIENT'S ORDER

Depending on the client's request, we look into our current pool of factories and suppliers that would best suit their needs. Due to the vast spectrum of orders we produce, we have used the services of factories all over the globe.



FACTORY CHECKS

Once we have matched a supplier that will best meet the client's order, we check their audit reports to make sure they are up to date. If we are unable to find a supplier that can produce the certificates, we will not supply the product.

Fortunately, we are able to educate the factories that are not complying and encourage them to move in the right direction and let us know when they have done so.

We continue to build relationships with our current factories; some of which have been working with us for over 13 years. Over that time we have been able to visit them, converse with workers & management, and inspect their working conditions.



WHAT WE LOOK FOR

Below are some of the organisations and certifications that we look for when checking our factory's audit reports.



SUBSIDIARY ENTITIES

An important part of our business is continuing to learn more about Modern Slavery, in all of its aspects.



SEDEX GLOBAL - MEMBER

Sedex is one of the world's leading ethical trade service providers, working to improve working conditions in global supply chains. They provide practical tools, services and a community network to help companies improve their responsible and sustainable business practices, and source responsibly.

We utilise Sedex global's audit access system to help verify the reports and certifications that our overseas factories provide. We have been members of Sedex Global for nearly 3 years but have used sedex approved suppliers for over 5 years.



F R E E D O M

— H U B —

THE FREEDOM HUB - WORKSHOPS

The Freedom Hub is an Australian anti-slavery organisation, experienced in running a successful ethical business with slave-free supply chains. We use our profit to fight slavery within Australia and to help victims recover. This experience positions the Freedom Hub to be the ideal organisation to provide compliance training for all business enterprises, large and small.

The Freedom Hub's MSA WORKSHOPS are for small businesses under \$50 million in revenue, who want to submit a voluntary statement.



Australian Government
Department of Home Affairs

IMPLEMENTING AUSTRALIA'S MODERN SLAVERY ACT – KNOW YOUR SUPPLY CHAINS CONFERENCE

Hosted by The Australian Department of Home Affairs, this conference was a timely opportunity to raise awareness of obligations under the Act and to help businesses assess and address modern slavery risks in their supply chains and operations. It was a great opportunity for the 450 participants to hear from modern slavery experts from the public, private and NGO sectors.



WAR ON SLAVERY - EVENT

At this event we heard from the UK and world first independent anti-slavery commissioner Kevin Hyland. Author and lead negotiator of UN Sustainable Development Goal 8.7, targeting 2025 to end child labor, 2030 to eradicate all forms of modern slavery, forced labour and human trafficking.



WALK 
FOR 
FREEDOM

WALK FOR FREEDOM - EVENT

In 2020 Our company took place in walking in A21's Walker For Freedom. "No matter who you are or what you do, you can take action right where you are. We all can put our feet the pavement and take a stand for the freedom, value, and dignity of every single human life." - A21 Website.

OUR ALIGNMENT

THE TYPE OF ORGANISATIONS IN WHICH WE ALIGN OURSELVES WITH, HAS ALWAYS BEEN A CRUCIAL PART OF OUR BUSINESS. WE BELIEVE IN PARTNERING WITH OTHERS WHO SHARE THE SAME BELIEFS AND PASSION FOR A WORLD WITHOUT MODERN SLAVERY.



F R E E D O M
— H U B —

Freedom Hub's Survivor School provides survivors saved from human trafficking, long-term support. They do this by running free, personalised classes to assist them in recovering from trauma. Further, they have courses to help them become ready to work.



i58 is a movement of people committed to loving our neighbour through actions. Every person carries immense worth, & they believe that injustice of any kind, should never be a normal situation for anyone. So, when they see others suffering oppression, poverty, and pain they step in.



A21 is a nonprofit organisation fueled by radical hope that human beings everywhere will be rescued from bondage and completely restored. They are the abolitionists of the 21st century. They work with you to free slaves, disrupt the demand, and bring the perpetrators to justice.

Compassion Australia is a Christian holistic child development and child advocacy organisation that works in partnership with local churches to foster the spiritual, economic, social, physical and emotional development of children living in extreme poverty in over 25 countries.



You'll find Salvos across Australia dedicated to sharing the love of Jesus through caring for people, creating faith pathways, building healthy communities and working for justice. Regardless of where they are or what they're doing, one thing always remains true: They're about giving hope.

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