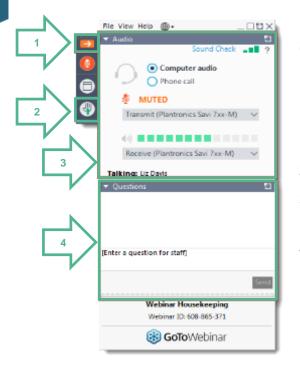


How to engage

Asking Questions and Making Comments



Control Panel

- The attendee control panel will collapse automatically when not in use. To keep it open, click the "View" menu and uncheck "Auto-hide Control Panel". Otherwise, open and close the control panel using the orange arrow.
- 2. Raise your hand to be unmuted for verbal questions.
- 3. Select audio options depending on how you are joining the webinar.
- 4. Submit text questions/comments using the "Questions" panel.

Note: The presentation will be recorded.

Better Cotton Initiative

AGENDA

- Better Cotton Production and Uptake Numbers
- Update on the Task Force on Forced Labour and Decent Work
- 3. Updates on Western China
- Today's Focus:
 Supporting Farmers through COVID-19
- 5. Questions
- 6. Closing Reminders



Anti-trust policy

The following topics are not to be discussed

- Prices
- Market share
- Customer allocation
- Anything that could be construed as limiting competition





BCI GLOBAL REACH

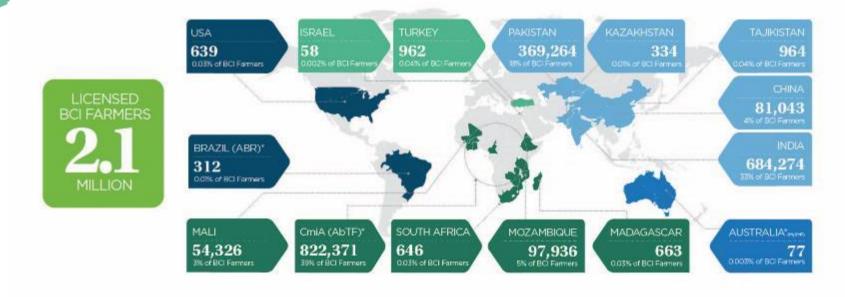
2018-19 COTTON SEASON



NB: This figure is subject to change based on the finalisation of 2018-19 ICAC world production figures. Source of ICAC World Production Figures, https://icac.gen10.net/statistics/index14.18

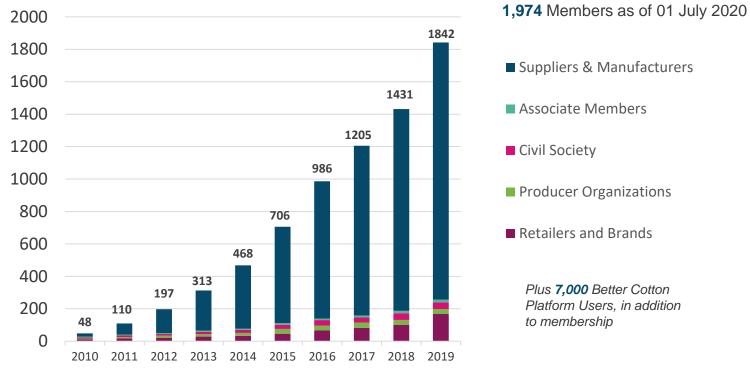
BCI FARMERS AROUND THE WORLD

2018-19 COTTON SEASON



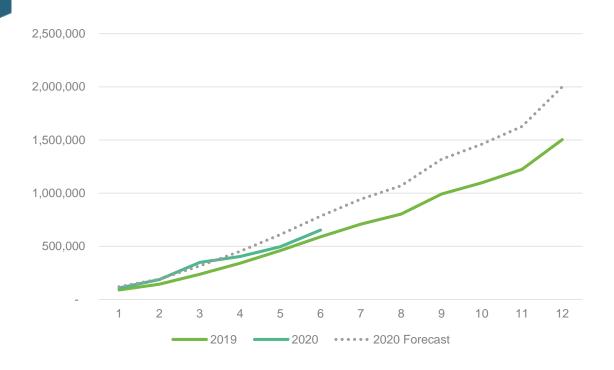
*BCI recognised equivalent standard
CmiA countries: Benin, Burkina Faso, Cameroon, Cote d'Ivoire, Ghana, Mozambique, Nigeria, Tanzania, Uganda and Zambia





RETAILER & BRAND (RB) UPTAKE

CUMULATIVE RETAILER & BRAND MEMBER UPTAKE (MT) IN 2020



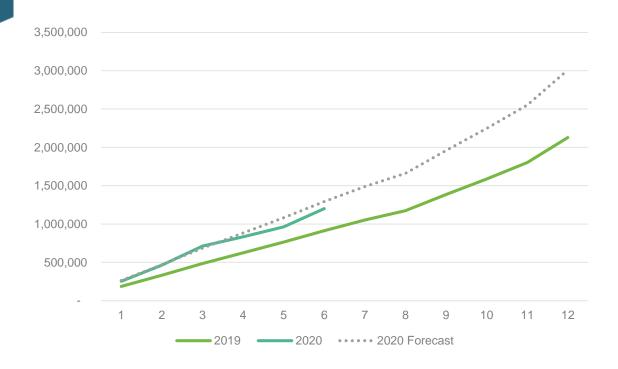
RB uptake by 30 June 2020: **653,000 MT**

2019 RB uptake: **1.5 million MT**

2018 RB uptake: **1.1 million MT**

SPINNER UPTAKE

CUMULATIVE SPINNER UPTAKE (MT) IN 2020



Mill uptake by 30 June 2020: **1,200,000 MT**

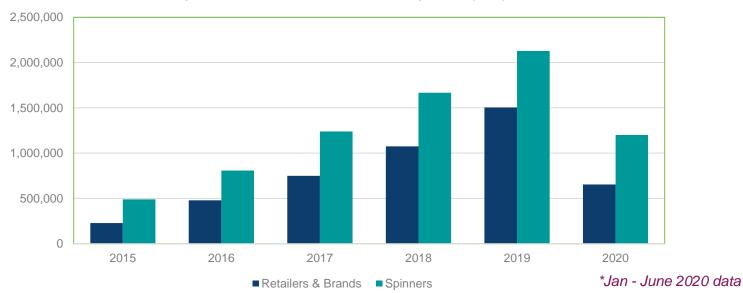
2019 Mill uptake: **2.1 million MT**

2018 RB uptake: **1.7 million MT**



SPINNER & RETAILER UPTAKE

Spinner vs Retailer & Brand uptake (MT)





tter Cotton Initiativ

Task Force on Forced Labour and Decent Work



- 1. Review elements of the Better Cotton Standard System to improve their effectiveness in identifying, preventing, mitigating forced labour risks and facilitating victims' access to remedy.
- · Global scope
- · Principles & Criteria
- Assurance model
- · Capacity building
- Related standard operating procedures

- 2. Recommendations on how to strengthen the Better Cotton Standard System and standard operating procedures by introducing:
- · Risk-based methodology
- System improvements in highrisk contexts
- General system improvements

Technical group of experts set up to help strengthen BCI's **global** operations in relation to forced labour.

 $\underline{\text{https://bettercotton.org/task-force-on-forced-labour-and-decent-work/}}$

3∉tter Cotton Initiat

Forced Labour Task Force

Task Force activities

- June: Task Force Members doing deep-dives on selected focus areas to produce draft recommendations.
- Regular 'Spotlight sessions' to harness collective knowledge & expertise.
- July: Task Force workshop to discuss and refine draft recommendations.
- Final recommendations to be submitted to BCI Council for approval.

After approval of recommendations by Council, expected activities could include:

- Modification of Better Cotton Standard System
- Field testing of modifications
- Pilot and roll-out of revised model (into 2021)



er Cotton Initiat

Task Force on Forced
Labour and Decent Work

Consultation opportunities

- Buyer & Investor Committee Members (Retailers & Brands)
- Implementing Partners & BCI Country Offices
- Workers' rights organisations and others with relevant expertise

Interim communications

August (date tbc):
 Webinar for members
 presenting draft high-level
 recommendations of the
 Task Force.



Cotton Initiativ

Suspension of licensing activities

WHAT IT MEANS

- BCI Council decided to suspend assurance activities in the XUAR region of China for the upcoming cotton season (2020-21)
- Continue providing capacity building to farmers, despite no licensing
- No assurance activities will be conducted, including licensing, for the 2020-21 season for all farms in the XUAR
- Cotton licensed in 2019 can still be sourced as Better Cotton



Cotton Initiative

BCI activities in Western China

Maintain presence for providing capacity building to farmers in the XUAR

- No licensing, but continued support
- Most IPs remain fully committed

Reviews of Decent Work Risks in the XUAR

- Insights from BCI's operations to date
- External independent review of risks

Engagement with stakeholders in China

- National level
- BCI Members
- Implementing Partners

Supply chain impact mitigation support to members







FROM 2020 - 21 SEASON

From the 2020-21 season there will be **no Better Cotton from Xinjiang**. Licensing will not take place in September 2020.

Decrease of approximately 800,000 MT of licensed production.

SECURING SOURCES OF BETTER COTTON

Significant oversupply, therefore significant inventory of BCCUs available in the supply chain.

BETTER COTTON HARVESTED AT THE END OF 2019

Better Cotton licensed in September 2019 has entered supply chains and **remains valid**.

The cotton season for Xinjiang runs from approximately April (planting) to November (completion of the harvest).

Supply chain impact mitigation

1. Data gathering and sharing

2. Facilitating Better Cotton uptake

3. Policy interventions

4. Increase production

Production

Supply Chain

Demand

Improving supply & demand connections

Processes & Training

Exploring variations to supply chain policies

Strategic country programmes

Consultation

Communication

Better Cotton Initiative

Recent and upcoming progress

1. Data gathering and sharing

2. Facilitating Bette Cotton uptake

3. Policy interventions

 Increase production

Better Cotton production and supply report

- latest Better Cotton production volumes
- ginner uptake, spinner uptake, fabric mill uptake, and more.
- To be available to BCI Members on a quarterly basis
- The first report will cover Q1 and Q2 2020 and will be published by the end of July.

Retter Cotton Initia

Recent and upcoming progress

1. Data gathering and sharing

2. Facilitating Better Cotton uptake

3. Policy nterventions

4. Increase production

Implementing Partner (IP) Training

- Training delivered to IPs in other provinces of China (Shandong, Hebei and Hubei)
- Covered the Chain of Custody and the responsibility of IPs regarding the supply chain
- Reached a hundred representatives from IPs, Producer Unit Managers and Field Facilitators

Increasing ginner uptake

- Revised IP agreement for IPs to have a stronger role in the farm to gin uptake link
- Mapped production timelines to better time interventions aimed at increasing uptake
- Developed training materials for IPs on supply chain requirements for farmers
- Better aligned licensing and harvest dates
- Shifting ginner training online to ensure global coverage





THE XUAR COALITION

- a coalition of civil society organisations and trade unions "united to end state-sponsored forced labour" in the XUAR.
- asking brands and retailers to "exit the XUAR at every level of their supply chain, from cotton to finished products".
- urges governments to "strengthen and enforce existing laws prohibiting trade in goods produced using forced labour".

STATUS OF CAMPAIGN

- Website and position statement to be launched in few week's time
- Date of public launch of the campaign still to be determined.

COMMUNICATION WITH BCI

- BCI is not part of this Coalition, but having regular communication.
- Ensuring the Coalition is aware of the position of BCI – suspending licensing while maintaining farmer support in the XUAR.





Covid-19 impact and response

SUPPORTING BCI FARMERS

Context

- All countries where BCI operates have been affected.
- As pandemic evolves, rural areas have not been spared.
- Medium-long term lockdown is only possible in wealthier countries.

Adaptation

- All trainings from BCl to IPs have shifted to virtual. Regular communication with IPs field teams is maintained despite not meeting face to face (through trainings, follow-up calls, use of Skype, Teams etc).
- BCI has launched the Resource Library a first step in our supporting Virtual Learning project.
- Laudes Foundation grant to support IPs covid-19 activities: first activities started in India and Pakistan. Mozambique and Mali following.
- Remote licensing assessment piloted in Mozambique and South Africa
- Some teams like China and Turkey slowly going back to the field.



Remote Licensing pilot

MOZAMBIQUE - INTERVIEWS









IPs support to farming communities

Leverage on BCI's vast network and close interaction with villages, farmers and farm workers









©Mask and information material distribution by ACF in Maharashtra, India





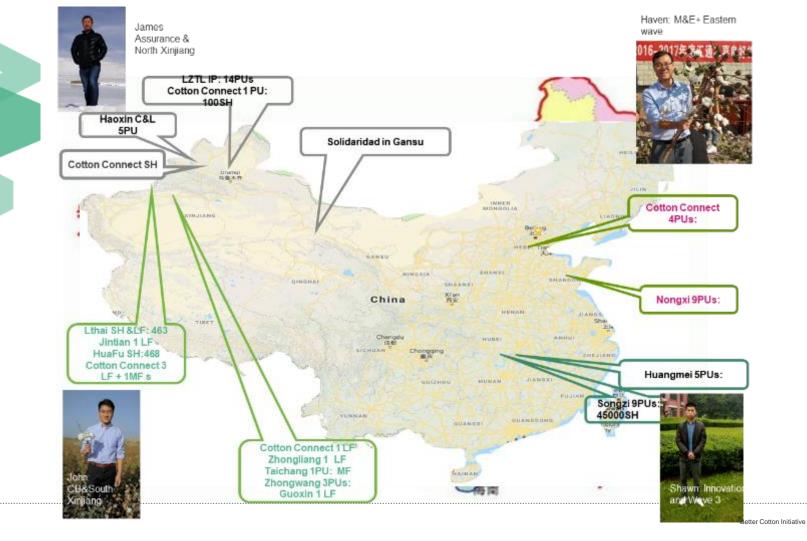


China Program Update

Work from Home to Field

June 2020







- Kick off Social distance
- Start more Online trainings how important Videos are
- Resume to normal work step by step
- Start travelling

Kick off social distance-Jan

A SPECIAL SPRING FESTIVAL

- 1. Give up travel to hometown
- 2. Give up travel to beach for holidays
- Give up London training as UK Visa Center was closed
- 4. Resume work earlier at home to prepare for the worst with optimistic attitude



Kick off online training-Feb/Mar

STREAM PLATFORM BECOMES AN IMPORTANT TOOL

- ✓ Postpone the F2F national
 IP training from March to
 May
- ✓ Train New IPs firstly online one by one – Interesting training materials were highly demanded.

- Encourage IPs to shot Videos of daily working- share in stream platform.
- ✓ BCI has establish social media account in tik-tok
- ✓ BCI has broadcasted news and updates with wechat Public Account
- ✓ Wechat Group were used more often



Limited F2F training with masks Feb/May

BETTER EFFECTIVENESS



Cotton Connect Training in Hebei





Team Resume to normal work

Join Cotton Conference held by Cotton Inspection institute



Local TV Station Interview



F2F Training to Nongxi IP



Cotton Fiber Improvement Meeting





Dive into implementation

POs travel to each IP in his own area to deeply engage in daily implementation.

To understand the challenges in implementation

To understand exactly how they interpret indicators

To understand their daily work with farmers and different stakeholders

Case: Picture was Shawn travelled IP in Hubei. Come across IP to join online training held by S&C team. Shawn showed them how to join this meeting with a cellphone.



IPs training resume normally

Field Training held by New IP in North Xinjiang

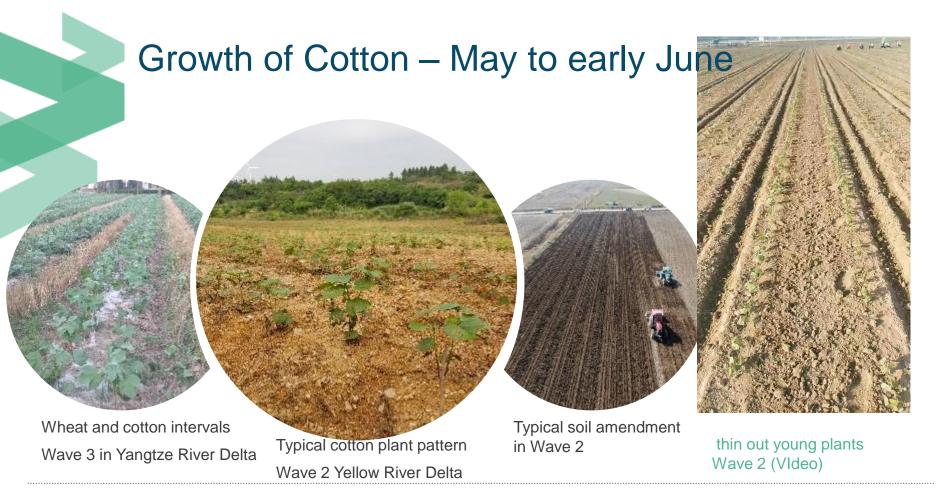
No masks needed strictly

Indoor Field Facilitators Training in Dongying

Keep distance and wear masks are recommended







Project Data

2019-2020 Licensing Data

- 104,035 Licensing farmers
- 885,000 MT Lint Cotton
- 408,000 Ha
- 16 IPs
- 64 PU&LF

2020-2021 Seasonal Project Data

- 119,303 famers
- 102,505 MT Lint
- 68,227 Ha
- 15 IPs
- 28 PUs
- 48 PU/LF (Paused)

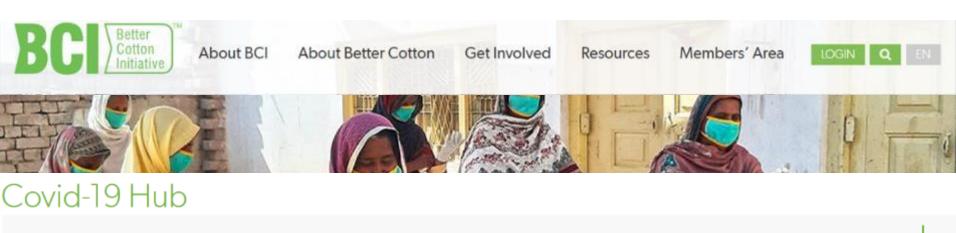


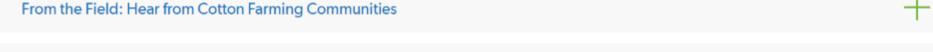


Closing Reminders

BCI Covid-19 Hub

bettercotton.org/covid-19-hub/



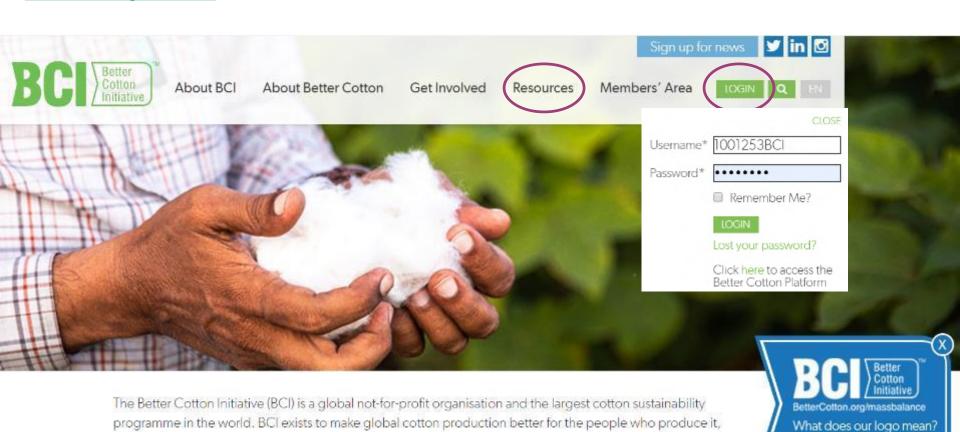


- CEO Blog Series: Covid-19 and the Cotton Sector
- Innovation: Adapting Implementation of the BCI Model to Support Farming Communities Through the Crisis
 - Member Support and Information: How BCI Is Supporting Members

Members' Only Resources Website

better for the environment it grows in and better for the sector's future.

bettercotton.org/resources/



Find out more >>

Members' Only Resources Website

bettercotton.org/resources/

Members' Only Resources

Log in to view.



BCI Member Toolkit



Logo Downloads



Better Cotton Platform



Cotton Production Reports



Communications Materials





Print Materials for Events



BCI Slides for Members



Videos



Implementing Partner Tools



Western China Resources

2019 ANNUAL REPORT

www.bettercotton.org



Get Engaged



Registration re-opening in October, details at www.globalcotton.org

Monthly Webinars | Don't wait for the conference to connect!

All webinar registration at: www.bettercotton.org/get-involved/events

- Next Member-Only Webinar
 "A Deeper Look at the BCI Assurance Model"
- BCI Introduction for Retailers & Brands
- BCI Supplier Training Programme (multiple languages)



Thank you

Please complete webinar survey

•••••

membership@bettercotton.org

