



LIA Corporate Commitment Guide

Introduction

The desired outcome of this commitment is to encourage support for farmers through the purchase of Impact Incentives as well as to generate an increase in supply chain mapping and certification; through the LIA Corporate Commitment, brands will be able to make a public commitment to LIA and set targets associated with these two areas. We suggest a 5-year target, but brands can choose the timeframe that works best for them, with a maximum of 10 years starting from 2021.

The LIA Corporate Commitment is composed of two modules. Brands may choose to participate in one or both modules, and both include a requirement to report progress towards this commitment on an annual basis.

Module 1	Module 2
Impact	Supply Chain Mapping
Incentives	& Certification

Commitment Registration & Publication

Brands may register their commitments by sending details to <u>LIA@TextileExchange.org</u>. Details of these commitments will be shared on <u>LeatherImpactAccelerator.org</u> unless otherwise requested.



LIA Corporate Commitment Guide, V#0.1



Module 1 – Impact Incentives Commitment

1. 100% Incentives Purchase-to-Leather Use Match

This commitment module requires brands and retailers to commit to purchasing Impact Incentives at an increased amount per year, with a goal of matching 100% of their leather use by the end of a chosen timeframe (**within ten years maximum from 2021**).

Example of a 5-year Impact Incentives commitment:

- \rightarrow Year 1: 20% of annual leather use is matched to Impact Incentives
- \rightarrow Year 2: 40%
- \rightarrow Year 3: 60%
- → Year 4: 80%
- → **Year 5:** 100%

Download the LIA Calculator to convert your Impact Incentives and determine the percentage (available soon)

2. Report Progress

All committed brands must report progress towards their LIA Corporate Commitment by completing the leather module of the Textile Exchange Corporate Fiber and Materials Benchmark (<u>CFMB</u>) on a yearly basis.





Module 2 – Supply Chain Commitment

Engage in mapping your leather production supply chain by the end of the selected timeframe **(within ten years maximum)** and confirm that each supplier is certified to a LIA-approved standard for both the environmental and social Leather Production benchmarks.

1. Leather Production Supply Chain Mapping

A supplier is considered to be "mapped" under the LIA corporate commitment if the following information is provided at the minimum:

- 1. Company name
- 2. Address of head office and all production sites
- 3. Contact person and contact details (email and/or telephone number)

2. Supply Chain Certification

A supplier is considered to be "mapped" under the LIA corporate commitment if the following information is provided at the minimum:

Example of a 5-year supply chain commitment:

- \rightarrow Year 1
 - 1. Map all **finishing** suppliers.
 - 2. Provide documentation that suppliers in this tier are certified to a standard that meets the <u>Leather Production Environmental Standards Benchmark.</u>
 - 3. Provide documentation that suppliers in this tier are certified to a standard that meets the Leather Production Social Standards Benchmark.
- \rightarrow Year 2
 - 1. Map all **post-tanning** suppliers.
 - 2. Provide documentation that suppliers in this tier are certified to a standard that meets the Leather Production Environmental Standards Benchmark.
 - 3. Provide documentation that suppliers in this tier are certified to a standard that meets the Leather Production Social Standards Benchmark.
- \rightarrow Year 3
 - 1. Map all **tanning** suppliers.
 - 2. Provide documentation that suppliers in this tier are certified to a standard that meets the <u>Leather Production Environmental Standards Benchmark.</u>
 - 3. Provide documentation that suppliers in this tier are certified to a standard that meets the <u>Leather Production Social Standards Benchmark.</u>
- \rightarrow Year 4
 - 1. Map all **beamhouse** suppliers.
 - 2. Provide documentation that suppliers in this tier are certified to a standard that meets the <u>Leather Production Environmental Standards Benchmark.</u>





3. Provide documentation that suppliers in this tier are certified to a standard that meets the <u>Leather Production Social Standards Benchmark.</u>

\rightarrow Year 5

- 1. Map all slaughterhouses.
- 2. Provide documentation that slaughterhouses in this tier are certified to a standard that meets the Animal Welfare Standards Benchmark.

3. Report Progress

All committed brands must report progress towards the commitment by completing the leather module of the Textile Exchange Corporate Fiber and Materials Benchmark (<u>CFMB</u>) on a yearly basis.