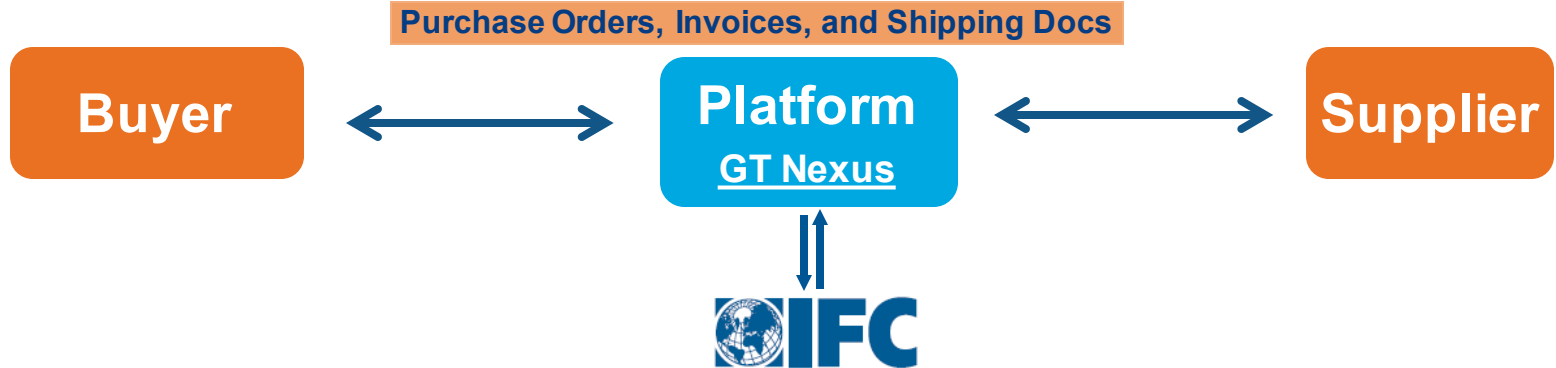
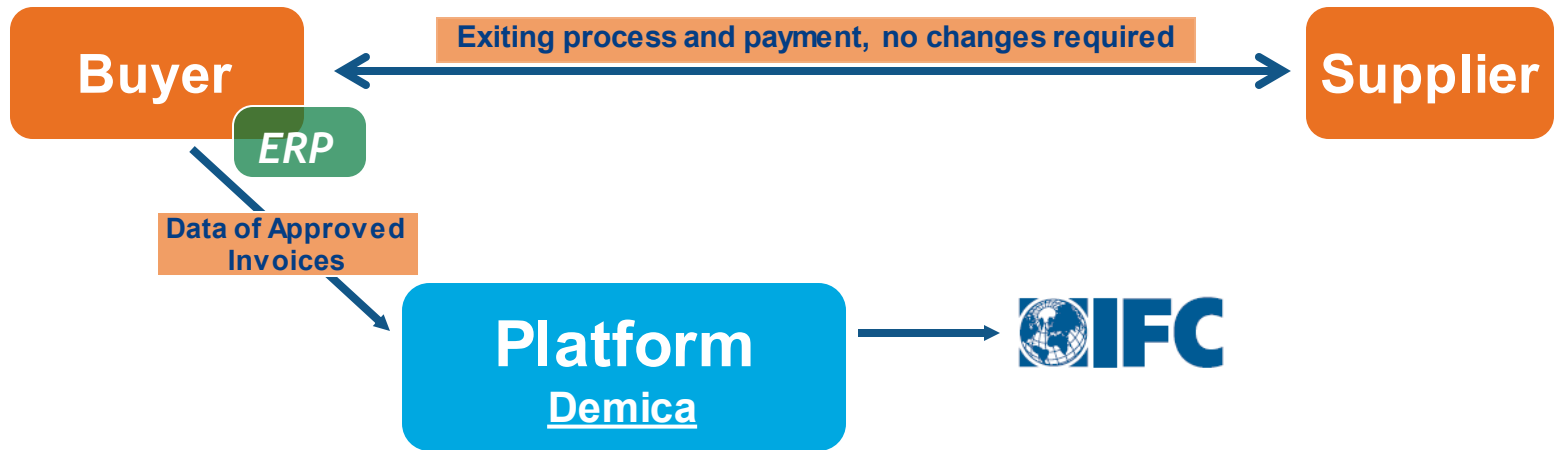


ROLE OF SCF PLATFORMS

1



2



EXAMPLE: BONSUCCRO

- GTSF links interest rates linked to the supplier's environmental and social (E&S) performance level.
- This model can be applied in other products such as potatoes, spices, rice, meats etc.

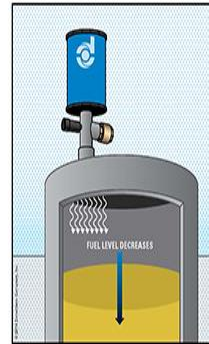
Supplier's Bonsucro Certification Status	GTSF Annual Interest Rate
Bonsucro Certified + Meets greater than 85% of all criteria, including all 16 critical criteria	Lowest rates
Bonsucro Certified (e.g. all critical criteria and 80% non-critical criteria)	Lower rates
Meets all 16 critical criteria, is <u>not</u> Bonsucro Certified, but has completed 3 rd party assessment	Standard rates
Is only compliant with local law, not in Bonsucro	Ineligible

Examples of Using Working Capital to Improve Environmental Performance

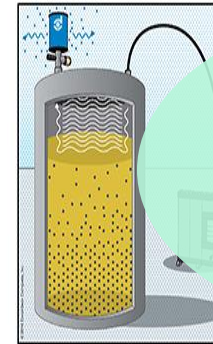


Software Energy Control
 Cost: USD 2,380
 Resource Saved: 250,795 kWh/y
 Monetary Savings: USD 45,588
 Payback: less than 3 months

Protect From Moisture



Remove Moisture



Moisture Reduction in Fuel
 Cost: USD 6,897
 Resource Saved: 961 tons/y
 Monetary Savings: USD 55,497
 Payback: 2 months



Compressed Air Leak Reduction
 Cost: USD 30,250
 Resource Saved: 946,080
 Monetary Savings: USD 94,600
 Payback: less than 4 months

Ways to Improve Power Factor



Power Factor Improvement
 Cost: USD 14,533
 Resource Saved: 326,321 kWh/y
 Monetary Savings: USD 32,494
 Payback: 5 months



US Apparel, Lahore, Pakistan

Company Profile

- Vertically integrated apparel company based in Lahore, Pakistan;
- Employs 15,000 people and produces 28 million meters of fabric per year;
- Levi's supplier since 2009;

Sustainability Achievements

- Increased Environment/Social score from 5 to 7 (out of 10) by implementing new compliance strategy focusing on worker well-being and the environment;
- Expanded compliance team from 12 to 30;
- Implemented trainings on worker health and safety, personal finance and personal health;
- Upgraded equipment to include water saving technology, more efficient and cleaner models, and solar panels;

US Apparel & IFC Financing



55 days

Average number of days earlier US Apparel receives payment for its sales to LS&Co with IFC financing



\$40k/year

Approximate US Apparel finance fee savings