Gender Responsive Procurement in Swarovski

UN Women Online Training session - Stefanie Cohen - 15 February 2024

At Swarovski Sustainability and EDI are in our DNA

One of the pillars in our Sustainability Strategy is 'Equity, Diversity and Inclusion'

Sustainability strategy



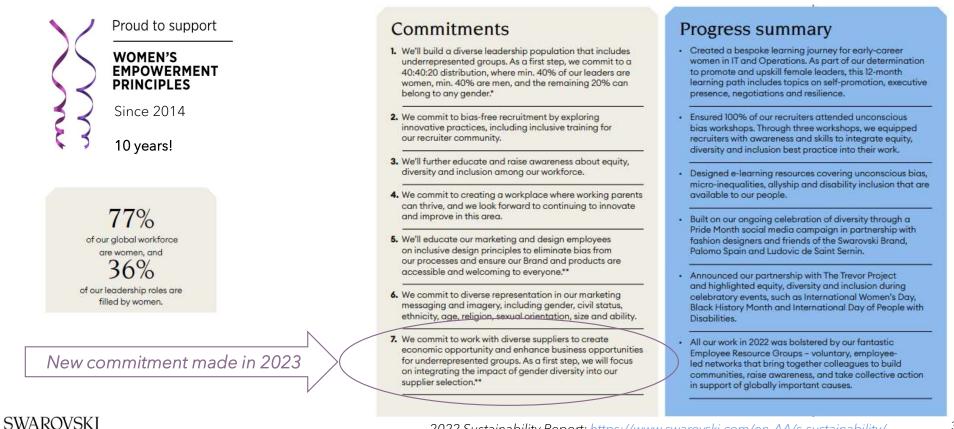


We have always been a Brand celebrating individuality in all its facets, both internally and externally... creativity is the lifeblood of our business, and more diversity means broader creative bandwidth

Alexis Nasard, CEO, Swarovski Crystal Business

Equity, Diversity and Inclusion Strategy

Our EDI Strategy extends across entire value chain: employee, suppliers, customers



2022 Sustainability Report: https://www.swarovski.com/en-AA/s-sustainability/

Moving towards GRP

As a WEPs signatory, we promote gender equality and women's empowerment among suppliers

<u>Step 1:</u> In 2023, we joined Watch & Jewellery Initiative 2030 Gender-responsive Procurement (GRP) pilot:

- Pilot targeted 10 members that are WEPs signatories
- Objective: assess GRP level among participant companies and understand their areas of improvement
- Recommendation: use GRP assessment tool with 2-3 suppliers

WATCH & JEW ELLERY

Step 2: Swarovski's GRP initiative:

- docked into our EDI Strategy
- aims to advance gender equality among suppliers (gender = first step)
- co-led by Sustainability and Procurement
- evidence-based, with measurable goals



Swarovski GRP initiative – Our steps

GRP Initiative was launched in 2023 to investigate the topic of supplier diversity

1. Self-assessment using WEPs GRP Tool

| EMPOWERMENT PRINCIPLES | | | | |
|---------------------------|------------------|--------------------------------|---------|--|
| Swarovski | | | | |
| Results, Completed or | n: 14 April 2023 | | | |
| Your Score Is | Bea | inner | | |
| 19 | | e no or few GRP initiatives in | 1 0/076 | |
| 10 | | | | |
| | Score | Range | | |
| 0 - 20 | 21 - 40 | 41 - 50 | 51 - 78 | |
| Beginner | Improver | Achiever | Leader | |

 Clear result: while we are not a beginner in women empowerment, we are a beginner in GRP ☺

2. Supplier Baseline study



- We surveyed top suppliers by category
- This informed evidence-based **KPIs setting** through identification of baseline
- Also: first thoughts how to support

| FEB-APR 2023 | \rightarrow | AUG-OCT 2023 | |
|--------------|---------------|--------------|--|
|--------------|---------------|--------------|--|

Swarovski GRP initiative – Our steps

GRP Initiative is prioritized in 2024 to make progress in diversity of suppliers

Work in Progress

3. Identification of KPI(s) and metrics

xx% of relevant suppliers **are WEPs signatories** by 20xx vs xx% in 20xx

xx% of relevant suppliers **plan to become WEPs** signatories by 20xx vs xx% in 20xx

xx% of relevant suppliers **have a Code of Conduct** that explicitly states support to diversity (gender equality) by 20xx vs xx% in 20xx

of relevant suppliers Swarovski supported with **diversity/ gender-related** capacity-building* by 20xx vs xx in 20xx

4. Implementation

- Adaptation of our supplier Code of Conduct (more specific mention of gender equality strategy & policies) - has to be signed by each supplier
- Offer capacity-building, e.g. WEPs courses 'Overview of WEPs' and 'Creating a Gender Action Plan - Activating Your Gender Equality Commitment'
- Building this topic into our **supplier onboarding** and **favoring selection** of gender responsive companies in selection process
- Explore integration of gender in our **supplier** scorecard

Lessons Learnt so far

We are in the beginning of the journey with modest progress but determined to continue

- ◆ Data-driven: Insights help to set the right goals, where to start, what to improve.
- Authentic: Make it fit with your own company and what you credibly stand for (e.g. own WEPs score)
- Together: Ensure to drive joint progress with Procurement cannot do it alone and root it in the overall company strategy
- Help vs. push: Show suppliers "what's in for them" (e.g. capacity building vs. pressure only)

