

Using SLCP deeper in supply chains

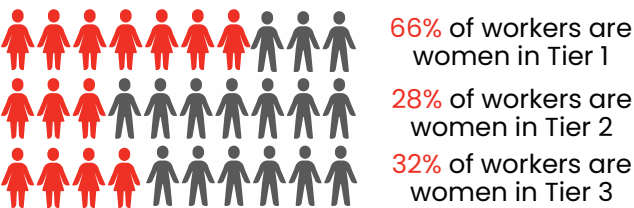
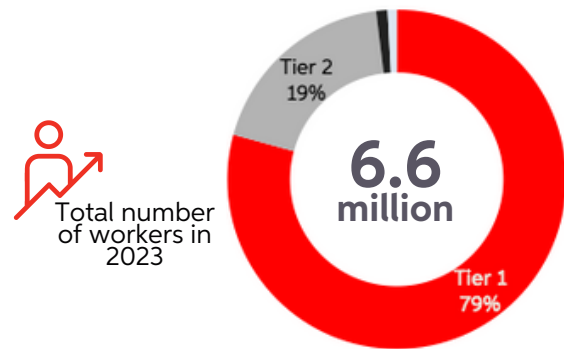
Tiers 1, 2 and 3 – the story so far

April 2024

SLCP Growth

Since SLCP launched, assessments have grown twentyfold. This growth is not only in Tier 1 but deeper in supply chains. We are aiming for 19% year-on-year growth by the end of 2024 – which equates to 11,000 new assessments.

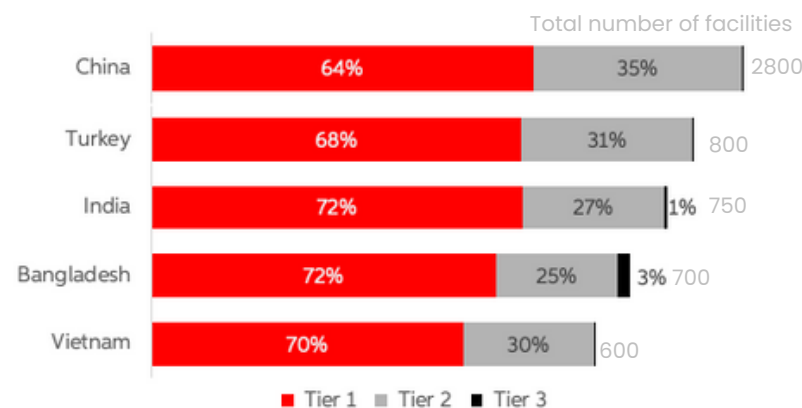
Growth of SLCP adoption



Key locations

The distribution of facilities across our focus countries confirms that Tier 2 is the second-ranked facility type. In contrast, adoption in Tier 3 is lower.

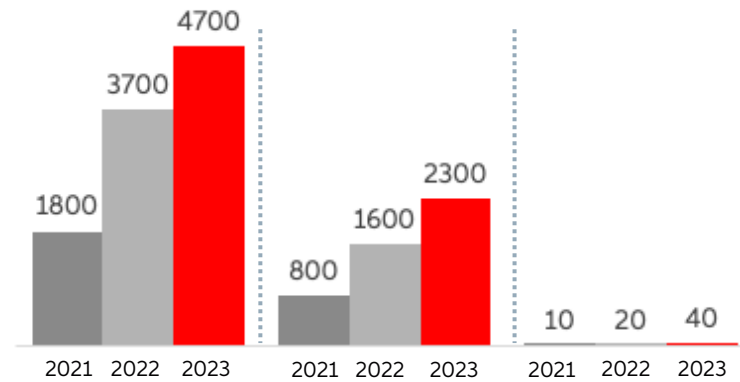
Distribution of facilities by SLCP focus country in 2023



Different tiers in the supply chain¹

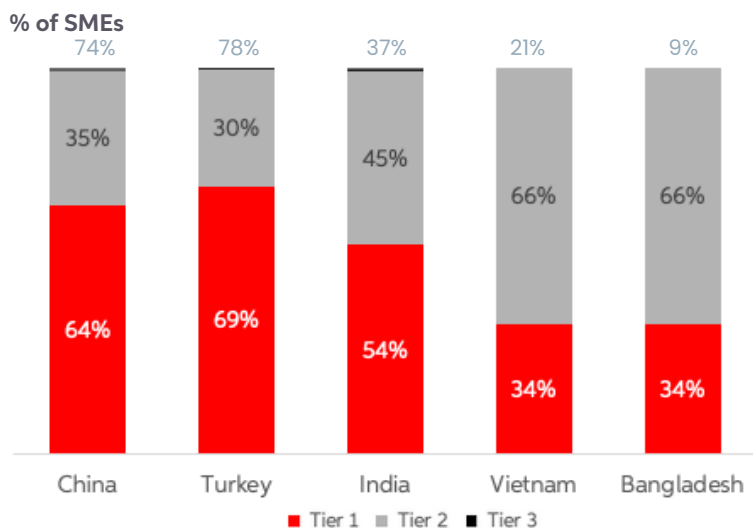
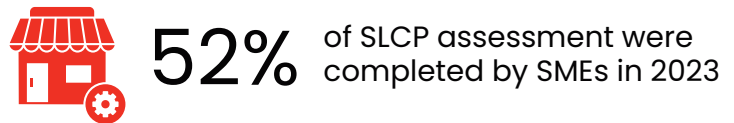
Around 2,300 of SLCP facilities were classified in Tier 2 in 2023 – a strong progression compared to the previous year. Tier 3 is growing! In 2024, SLCP is focusing on increasing adoption deeper in the supply chain.

Growth by tiers in 2023 and evolution of SLCP adoption



SMEs²

Small and Medium-sized Enterprises (SMEs) primarily adopted SLCP in Tier 1 for Chinese, Turkish, and Indian facilities, while two out of three SMEs in Vietnam and Bangladesh belong to Tier 2.



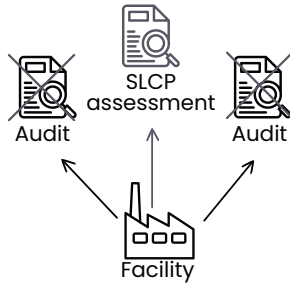
1. Data is based on facilities that belong to a single tier only. They represent 78% of total facilities in 2023.
2. SMEs – , small and medium sized enterprises – are facilities with less than 250 workers in accordance with the ITC/WTO and EU definitions

Social & Labor Convergence Program – SLCP

Decent Working Conditions in Global Supply Chains

What is SLCP?

SLCP is a multi-stakeholder initiative aimed at reducing audit fatigue and creating decent working conditions in global supply chain.



SLCP's Signatories and Stakeholders

250+

SLCP now has over 250+ signatories, publicly committing to our vision and mission.

80+

Organizations (brands and standard holders) accepting SLCP data

SLCP is working closely with manufacturers, brands, governments, international organisations, civil society organisations and audit firms.

Key SLCP features



Collects harmonised, accessible and trusted social and labor supply chain data through our key proprietary tool, the Converged Assessment Framework (CAF)



Replaces the need for repetitive audits and frees up resources for preventing and mitigating adverse human rights impacts



SLCP data is independently verified by a third party verifier



Facilities own their data



Companies can use this data to undertake meaningful HRDD

SLCP Human Rights Due Diligence Toolkit

In 2023, SLCP published a HRDD Toolkit for our stakeholders to understand how the CAF tool is aligned with demands of various HRDD legislations, including the CSDDD.

This resource is useful for stakeholders looking to be compliant, and policymakers looking to understand the role of SLCP data for HRDD.

SLCP will undertake a full mapping against the CSDDD Annex when a final text is adopted.



Interested to read more?

Scan the QR code for the full version of our HRDD Toolkit.

SLCP's Impact: Unlocked Resources



Over \$26 million

Unlocked through the use of SLCP converged assessments in 2023* instead of duplicative social audits

For more information on SLCP's impact, read our 2022 Impact Report:



Benefits of a common framework

The CAF is suitable for use in policy compliance as the questions and data are:



Globally applicable



Comprehensive



Aligned with ILO core Conventions



Aligned with national labor law



Avoids confusion



Consistent set of expectations