ITF SUPPLY CHAINS GLOBAL DEAL SOCIAL DIALOGUE AND HRDD

22 JUNE 2021



WHO WE ARE

THE INTERNATIONAL TRANSPORT WORKERS' FEDERATION IS A GLOBAL UNION FEDERATION RECOGNISED AS THE WORLD'S LEADING TRANSPORT AUTHORITY.

WE ARE THE VOICE OF NEARLY 20 MILLION WORKING PEOPLE ACROSS THE WORLD.



TRANSPORT WORKERS ARE FACING LABOUR ABUSES EVERYWHERE

The Covid-19 pandemic has further exposed the fundamentally broken system of supply chain accountability.

Across multiple countries and sectors, transport workers are paying the price.

THE PROBLEM: THE CREW CHANGE CRISIS



Ninety percent of everything

The Economist

As the virus rages on shore, merchant seamen are stranded on board

News / More port restrictions from India's Covid wave exacerbate crew change crisis

UN initiative calls on cargo owners to help safeguard seafarers



Indian Seafarer Stranded in **China Attempts Suicide**



"hranking point"

Essential, invisible: Covid has 200.000 merchant sailors stuck at sea

Global trade depends on maritime workers, but the pandemic has thrust them into 'humanitarian and economic

ITF: Crew change crisis is at



Trapped by Pandemic, Ships' Crews Fight Exhaustion and Despair

By Aurora Almendral



Unilever, P&G push suppliers to rescue more than 300,000 seafarers



PART OF THE SOLUTION

THE ITF IS READY TO WORK WITH ENTERPRISES TO IMPROVE LABOUR STANDARDS

There are concrete steps that all companies can take to fulfil their human rights due diligence obligations and prevent labour abuses in their supply chains, including in crew change.

A NEW TOOL TO SUPPORT OUR COMMON GOALS









MARITIME HUMAN RIGHTS RISKS AND THE COVID-19 CREW CHANGE CRISIS A TOOL TO SUPPORT HUMAN RIGHTS DUE DILIGENCE



HRDD TOOLKIT: MAIN COMPONENTS

A QUICK GUIDE



Ruwan Subasinghe @Ruwan Subasinghe · May 6

Thousands of seafarers are still trapped in forced labour situations due to the #crewchangecrisis.

Today four @UN orgs launch an #HRDD toolkit to help businesses respect seafarers' human rights during the pandemic. @ITFglobalunion is a proud partner.



#bizhumanrights

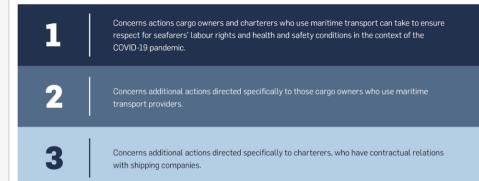


Ruwan Subasinghe @Ruwan Subasinghe · May 6

The tool is divided in 3 parts covering actions 'cargo owners' (lead firms) & charterers who use maritime transport can take to ensure respect for seafarers' labour rights and health and safety conditions in the context of the COVID-19 pandemic. Details on Pts 1 & 2 below.

2/8

THE TOOL IS DIVIDED IN THREE PARTS:



ACTIONS FOR CARGO OWNERS / CHARTERERS: ACTIONS FOR CARGO OWNERS / CHARTERERS: ENSURE RESPECT FOR SEAFARERS' LABOUR RIGHTS, HEALTH & SAFETY

ENGAGE WITH BUSINESS PARTNERS

Business partners of cargo owners: Charterers, suppliers of services, logistics providers, maritime transport. ENGAGE WITH BUSINESS PARTNERS

- providers, other business partners who use maritime transport

providers, other business partners who use thantane transport. * Business partners of charteres: Shipowners, ship operators PRACTICAL STEPS / FURTHER GUIDANCE Familiarize yourself with the IMO Protocols which outline general measures to be implemented by governments and shipping companies to facilitate safe ship crew and support companies to facultate sale step crew changes during the COVID-19 pandemic and share them.

Cascade the latest version of the IMO Recommended Cuscade the unust versual or the end respectively seek. Framework of Protocols for Ensuring Safe Ship Crow Changes. and Travel during the Coronavirus (Covid-1g) Pandemic and use it as a basis for engaging in dialogue with your

business partners."

- Outline expectations and verify that: No seafarers should be or have been on board for a continuous period of more than the default nut or transmission persons of the set of the second of th
 - b. Vessel operators are limiting any avoidable crew
 - Seafarers are not to work beyond the expiration of their contracts without their consent, highlighting that to do so may be grounds for considering such
 - d. Vessel operators are upholding the right of seafarers to both fair and free repatriation (as required by
 - e. The cost of any quarantine obligations, before or after joining the ship are not borne directly or indirectly.
 - in whole or in part, by the seafarer.12 Vessel operators are providing seafar

commitments, See ANNEX B Review suppliers' company reports for sta

their policy and pract

with your business partners.

ritten assurance that your company's expectations are being met, and make this public when

appropriate. ¹⁶ See <u>ANNEXE</u> for an example letter to

OUSHINGS PARTHERS.

Make your company's expectations public, e.g. through

annual corporate responsibility reports, enterprise

the International Chamber of Shipping (ICS), See a list of relevant stakeholders/email addresses in ANNEXE.

website, or other relevant forms of disclosure. Westers, or uniner reservoirs, marine or unaccusation.

Engage with relevant stakeholders, in particular the International Transport Workers' Federation (ITF) and

Engage with third parties (e.g. NGOs, research

consultancies) to help with the verification of

- PRACTICAL STEPS | FURTHER GUIDANCE
- UTILIZE YOUR LEVERAGE
 - designating segrators as key workers. mended framework of protocols.

 - port the efforts of other actors (e.g. othe tions, unions, NGOs, UN ager

ADDITIONAL ACTIONS FOR CARGO OWNERS: ADVOCATE FOR AND SUPPORT NECESSARY CREW CHANGES

ENGAGE WITH BUSINESS PARTNERS

 Business partners of cargo owners: Suppliers of services, logistics providers, maritime transport providers, ACTION

Urge charterers and other business partners to be flexible and to accept route deviation requests from shipping companies for the purpose of facilitating crew changes.

Request charterers and other business partners to swiftly remove or refrain from using "no crew change" clauses in charter parties' agreements.

PRACTICAL STEPS / FURTHER GUIDANCE

- Consider offering to contribute to the costs of deviation to share costs during the COVID-19 crisis.
- Seek a written assurance against use of "no crew change" clauses, to be made public where appropriate and available to external stakeholders.
- As a follow-up, verify that all "no crew change" clauses

ENCOURAGE COOPERATION WITH THE MARITIME INDUSTRY

Encourage business partners to work constructively with the maritime industry through MSIs to help facilitate

PRACTICAL STEPS / FURTHER GUIDANCE

 An example of an MSI is the Neptune Declaration on Seafarer Wellbeing and Crew Cha



Ruwan Subasinghe @Ruwan Subasinghe · May 6

Replying to @RuwanSubasinghe

Part 1 covers concrete actions cargo owners & charterers can take to ensure that, among other things, seafarers are not being forced to work beyond their contracts.

Lead firms can contact @ITFglobalunion at [SeafarersHRDD@itf.org.uk] to assist with verification.

3/8



Ruwan Subasinghe @Ruwan Subasinghe · May 6

Cargo owners & charterers are also expected to use their significant leverage to, among other things, call on governments to implement coordinated & consistent policies and legal measures designed to alleviate the situation of seafarers during the pandemic.

4/8



Ruwan Subasinghe @Ruwan Subasinghe · May 6

Part 2 calls on cargo owners to engage with biz partners to encourage (1) route deviation requests from shipping companies for the purpose of facilitating crew changes (and consider cost sharing) and (2) to refrain from using "no crew change" clauses in charter party agmts.

5/8

- The first step we took was to reach out to our transport partners to make them aware of the IMO protocol
- Joining a ship (from a seafarer's place of ordinary residence in one country via aircraft to join a ship) seaport in another country); and

 Leaving a ship and repatriation (from a ship in a seaport in one country via aircraft to a seafarer's place of

We requested that they provide a detailed map of our logistics network and ask them what actions they were taking to

Our shipping agent came back with a map outlining our global logistics routes and vessels from 1 January 2020 to Our shipping agent came back with a map outlining our global logistics routes and vessels from 1 January 2020 to 1 June 2020. We approached the International Transport Workers' Federation to help us decipher the data and verify Luune 2020, we approached the international transport workers. Federation to neep us de-whether within this timeframe there had been any human rights infringements perpetrated whether within this thrientaine there had been any intrinsi reprise any section of the map. ITF compared our data with their own or

Presented with the data, we felt powerless to this crisis. We did not know, for instance, wheti whom we had existing relationships or industry lacking support in the form of NGOs or expert bo equested via email that our shipping agent agree

- Accept the MLC 2006 and cascade it do
- Accept the IMQ Industry Recommended F Liaise exclusively with partners who had i



ige to respond to y organisations with ie. We were also

ast five vessels used by

der to retain verifiable data access. We approached a MSI we are involved with to ask whether they could establish a member's working groun we approached a man we are involved with to ask whether they could estudiate a member's working group specific issue as well as set up an Expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as well as set up an Expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as well as set up an Expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as well as set up an Expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as well as set up an Expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as well as set up an Expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as well as set up an Expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as well as set up an expert Support Network (ESN) aimed at providing a space for the extension of the second specific issue as the se specinic issue as werr as ser up an expert support network (ESN) aimed at provising a space for the e expert advice and knowledge on human and labour rights in the logistics sector of MSI members' val expert advice and knowledge on numan and ulubour rights in the bugostics sector or resumentation. Finally, we requested that the ESN start working on a tool or framework which could support in due diligence to address the crew change crisis.





Home > Supply Chains > Seafarers' Human Rights Due Diligence

Seafarers' Human Rights Due Diligence

Upholding human rights within supply chains is a social responsibility, and, increasingly, a legal requirement of companies.





Ruwan Subasinghe @Ruwan Subasinghe · May 6

Annex C contains an excellent case study on the concrete actions that @TFGZA London Brands took to mitigate human rights risk in this space. Excellent blueprint for meaningful stakeholder engagement with the trade unions and MSIs.

6/8



Ruwan Subasinghe @Ruwan Subasinghe · May 6

We want to see as many companies as possible taking action, committing to use the tool, and helping to stamp out human rights abuses in their supply chain & the wider #shipping industry. This has been an HRDD blind spot for too long!

ITF can assist: itfglobal.org/en/focus/suppl...

7/8



Ruwan Subasinghe @Ruwan Subasinghe · May 6

With thanks to the @globalcompact, @UNHumanRights, @ilo, @IMOHQ and experts & supporting orgs @shippingics, @OECD, @ethicaltrade, @ihrb, @RaftoFoundation, @wef, @SustShipping, @glmforum & @CGF The Forum.

Link to toolkit: unglobalcompact.org/library/5886

Please share!

8/8

HRDD TOOLKIT: ITF SUPPLY CHAIN HEALTH CHECKS

ENGAGING WITH THE ITF ON SEAFARERS' HRDD

We work with companies to help them better understand maritime supply chains – and the opportunities available to them to uphold the human rights of seafarers, including to crew change.



Home > Supply Chains > Seafarers' Human Rights Due Diligence

Seafarers' Human Rights Due Diligence

Upholding human rights within supply chains is a social responsibility, and, increasingly, a legal requirement of companies.



Supply Chain Health Checks for Seafarers' Human Rights and Crew Change

In May 2021, we launched ITF supply chain 'health checks' for

HRDD TOOLKIT: ITF SUPPLY CHAIN HEALTH CHECKS

ITF SUPPLY CHAIN HEALTH CHECK TEMPLATE REPORT

Here's an example of what we can do with the data we already have available.

With accurate data from you and your key transport suppliers, we can unlock even more opportunities to uphold the human.rights of seafarers.

Upcoming Events

ESG Analytics

Company X | Public Company

NYSE:XXXX

Corporate Data

Company Data

| Status | Operating |
|-----------------------|------------------------------------|
| Primary Industry (MI) | Packaged Foods and Meats Producers |
| LEI | xxxxxxxxxxx |
| Date of Incorporation | 01/31/XXXX |
| SIC Code | 2011 |

Ex Dividend Date Regula

Contact

| Headquarters | USA |
|--------------|----------------|
| Phone | (XXX) 290-XXXX |
| Web Address | www.com |

Company Description

XXXXX, Inc., together with its subsidiaries, operates as a food company worldwide. It operates through four segments. The company processes live fed cattle and live market hogs; fabricates dressed beef and pork carcasses into fresh, frozen, and value-added chicken products, and supplies poulty breefing stock; sells specially products, such as hides and meats. It also manufactures and markets frozen and refigerated food products, including ready-to-eat sandwiches, flame-grilled hamburgers, pepperoni, bacon, breakfast sausage, turkey, lunchmeat, hot dogs, flour and corn tortilla products, appetizers, snacks, prepared meals, ethnic foods, side dishes, meat dishes, breadsticks, and processed meats under various brands. It sells its products through its sales staff to grocery retailers, grocery wholesalers, meat distributors, warehouse club stores, military commissaries, industrial food processing companies, chain restaurants or their distributors, live markets, international export companies, and domestic distributors who serve restaurants and foodservice operations, such as plant and school cafeterias, convenience stores, hospitals, and other vendors, as well as through independent brokers and trading companies.

As of Date: 3/31/2021

Officers & Directors

| Chairman of the Board | xxxxxxxxx |
|---|-----------|
| CEO. President & Non-Independent Director | xxxxxxxxx |
| Executive VP & CFO | xxxxxxxxx |
| COO & Group President of Poultry | xxxxxxxxx |

Industry Details (MI)

| Consumer | | |
|-----------|-------------------------------|--|
| Producers | | |
| Packa | ged Foods and Meats Producers | |
| | Bread and Bakerv Products | |
| | Bread, Biscuits and Cookies | |
| | Tortillas | |
| | Ethnia Ecodo | |

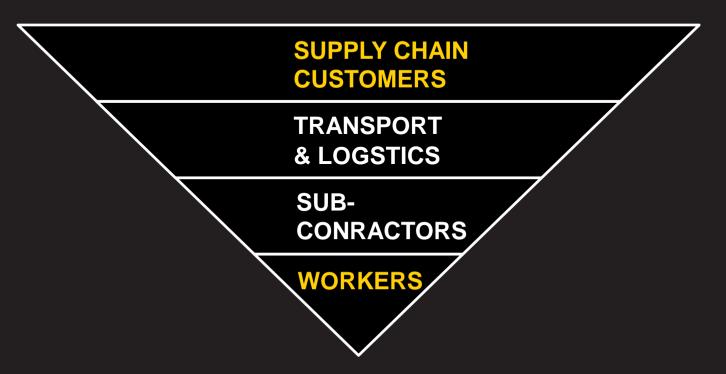
ITF SUPPLY CHAINS ETI EXPERT SUPPORT NETWORK

SYSTEMATIC EXPLOITATION IN EUROPEAN ROAD TRANSPORT

Starvation pay
Fraud
Living in vehicles
Working and resting time
No PPE, lack of clean water
No sick pay
Human trafficking and modern slavery

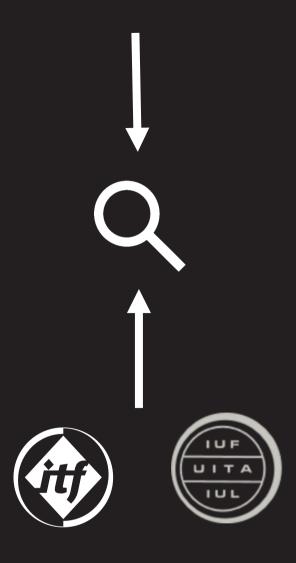


SUPPLY CHAIN CUSTOMERS HAVE THE MARKET POWER NEEDED FOR CHANGE



ROAD TRANSPORT DUE DILIGENCE

- 1. Minimum standards
- 2. Monitoring
- 3. Remediation



WHAT ARE THE MINIMUM STANDARDS?

1. MINIMUM STANDARDS

Compliance with laws

Employment relations

Fair wages

Working and resting time

Equality and respect

Health and safety

Labour and union rights

HOW DO WE MONITOR COMPLIANCE?

2. MONITORING & REPORTING

RTDD Foundation

Bottom-up monitoring network

Training and capacity-building

Evidence and data gathering

Anonymised reporting



HOW DO WE FIX PROBLEMS?

3. REMEDIATION

- 1. Notification
- 2. Consultation
- 3. Restitution
- 4. Training
- 5. Corrective plans
- 6. Assistance
- 7. Evaluation
- 8. Final measures



HOW DOES IT WORK?



