LEARNING FROM THE LUXURY SECTOR: A DEEP DIVE INTO BIODIVERSITY STRATEGY

EUROPEAN OUTDOOR SUMMIT



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WHY IS IT CRUCIAL FOR BUSINESS TO BECOME NATURE POSITIVE?



CLIMATE







BIODIVERSITY

1 million animal and

plant species are

threatened with

extinction due to human

activities

22% of GHG emissions are from agriculture, forestry and land use WATER SECURITY

Natural ecosystems play a critical role in regulating water cycles and maintaining water quality. When these ecosystems are destroyed, the risk of floods, droughts, and water pollution increases

SOCIAL IMPACT

Natural ecosystems are crucial to supporting human health, human rights and community livelihoods

BUSINESS RESILIENCE

An ongoing ability to source raw materials from healthy ecosystems. For the fashion industry the raw materials we use – leather, wool, cashmere, cotton, linen, viscose, gold or diamonds – comes from nature

Average decline of 69% in species populations since 1970

75% of the Earth's land surface and 66% of the marine environment have been significantly altered by human actions



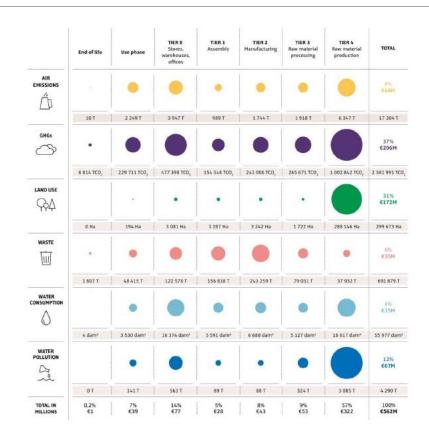
WHY IS IT CRUCIAL FOR FASHION TO BECOME NATURE POSITIVE?





FASHION'S ENVIRONMENTAL IMPACTS LIE AT RAW MATERIAL LEVEL

| TIER 4: RAW MATERIAL PRODUCTION | <u>\$</u> |
|--|---------------------|
| TIER 3: RAW MATERIAL PROCESSING | $\bar{\mathcal{D}}$ |
| TIER 2: MANUFACTURING | % |
| TIER 1: ASSEMBLY | 뒤 |
| TIER 0: STORES, WAREHOUSES & OFFICES | |





HOW IS KERING TRANSITIONING TO A NATURE POSITIVE APPROACH?





KERING'S BIODIVERSITY STRATEGY



6x larger — What we will restore and protect

Our land use impact: c.300,000 ha
throughout the entire value chain

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Becoming a nature positive company by 2025 by regenerating and protecting an area about six times our total land footprint across our full supply chain

- Regenerating 1 million hectares of farms and rangelands in our supply chain landscapes by 2025, though the launch of the "Regenerative Fund for Nature"
- Protecting 1 million hectares of critical, 'irreplaceable' habitat outside of our supply chain, through UN REDD+ and other programs

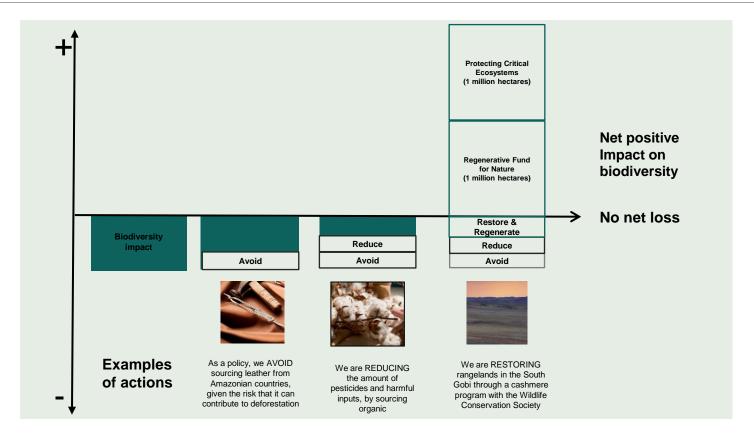
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Alignment with the Science-based target framework

- Actions prioritized according to 4 stages: to prevent impacts ("avoid"), minimize impacts that are unavoidable ("reduce"), and push for corrective, nature-positive action when possible ("restore & regenerate")
- Looking outside of our immediate supply chain ("transform") to concretely take game-changing actions that proactively contribute to a world in which people and nature can thrive



KERING'S APPROACH TO "NET POSITIVE IMPACT" IN LINE WITH SBTN





THE REGENERATIVE FUND FOR NATURE





OBJECTIVE

Transition 1M hectares of existing farms/rangelands into regenerative agricultural practices.

MATERIAL FOCUS

Leather, wool, cotton and cashmere

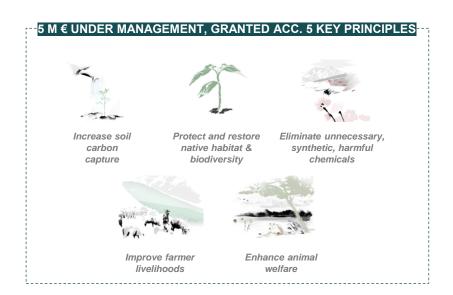
TIMELINE

2021 - 2025





THE REGENERATIVE FUND FOR NATURE

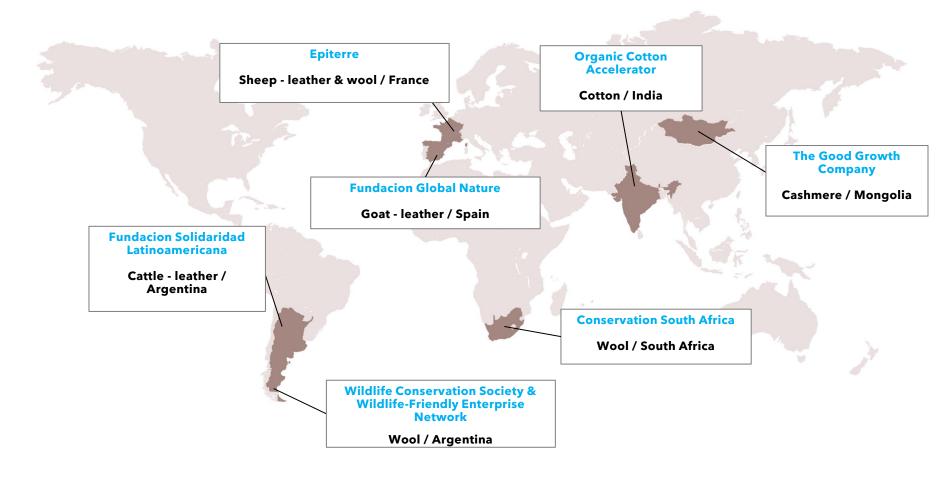




The Regenerative Fund for Nature is open to other companies across the fashion sectors.



FUND PROJECTS



EXPANDING THE FUND TO SUPPORT FURTHER FARMING COMMUNITIES



OPPORTUNITIES AND CHALLENGES







Gucci • Saint Laurent • Bottega Veneta • Balenciaga • Alexander McQueen • Brioni

Boucheron • Pomellato • Dodo • Qeelin

Kering Eyewear

Empowering Ginagination