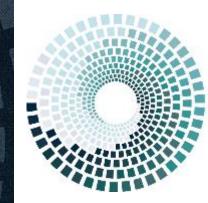
The art of logistics for product stewardship initiatives



Product Stewardship **Centre of Excellence**

Webinar, 14 July 2022

www.stewardshipexcellence.com.au



Product Stewardship Centre of Excellence



@stewardshipAU

Today's panel



Peter Tamblyn Close the Loop



Chris Tangey Ecycle Solutions



Ricardo Pinto Australia Post

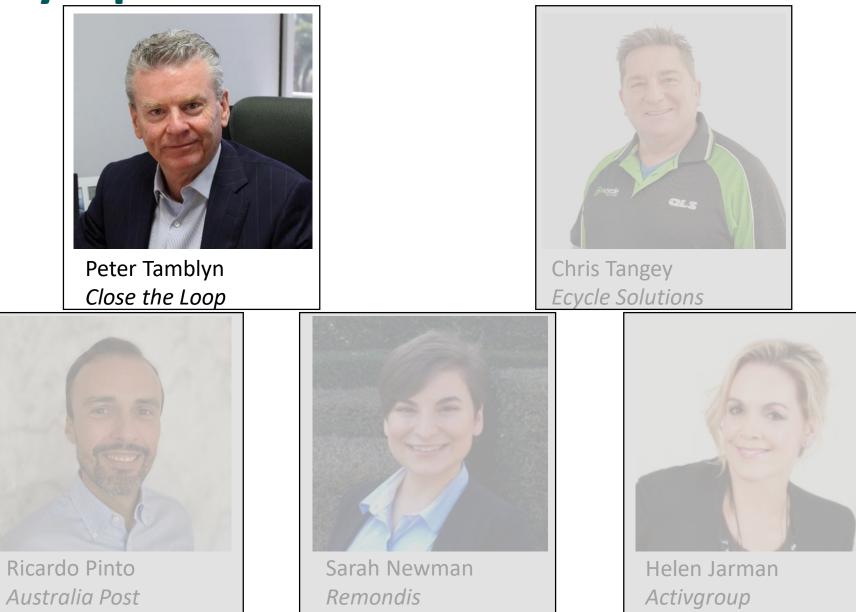


Sarah Newman Remondis



Helen Jarman Activgroup

Today's panel





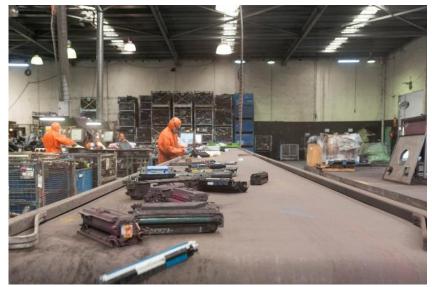


Product Stewardship & Logistics at Close the Loop

Brief Overview of Close the Loop

- Founded in 2001
- Partnered with Planet Ark since 2003 (C4PA)
- Also manage many other branded cartridge programs
- Workplace collections and retail public drop off
- More than 60,000 collection points across the country
- Use of bags to mitigate shipment of air more cartridges per truck, less carbon emissions
- Economy of scale is fundamental to success
- Key partner is Australia Post ubiquitous





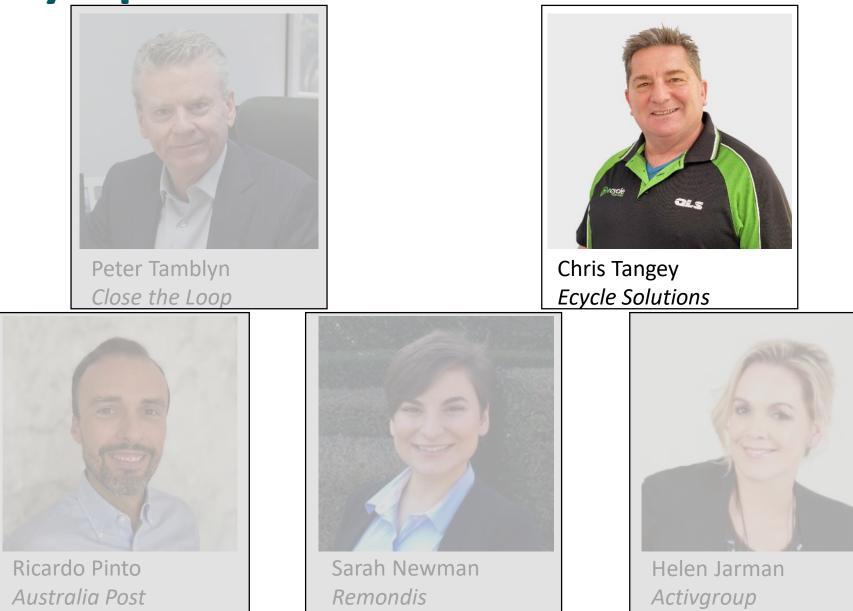


The 'Get Rights'

Close the Loop

- National postal network provides great leverage
 - Great economies of scale
 - Broadest network coverage
 - Better recovery rates
 - Access to regional and remote
- Cost increases are part of the landscape
 - Manage end-user customers behaviour
 - In-house call centre makes a massive difference
- Manage your program from start to end
 - Better control
 - Provides opportunities to streamline
- Shared opportunities across PS platforms
 - Difficult to do for many reasons
 - Collaborations are possible

Today's panel







Ewaste & Polystyrene Recycling

www.ecyclesolutions.net.au

Building a long term diversified, commercially viable and sustainable recycling business by leveraging off our key strengths.

Ecycle Solutions' Mission

Ecycle Solutions leads the way in innovative recycling solutions for Expanded Polystyrene (EPS) waste, battery recycling and ewaste in Australia. We provide the general public & small business with a free recycling solution for their end-of-life televisions and computers (ewaste) as part of the National Television and Computer Recycling Scheme (NTCRS), whilst recycling non-contaminated EPS and end-of-life batteries. Through reverse logistics plus low overhead and operating costs, Ecycle Solutions has a competitive advantage which is passed onto our loyal customers. Our aim is to be the lowest cost operator, without compromising our values.

As a wholly owned subsidiary of the QLS Group, a national warehousing, logistics and distribution business specialising in providing secure and reliable warehousing solutions for bulky white and brown goods. Ecycle Solutions is building a long term diversified commercially viable and sustainable recycling business by leveraging off the QLS Group.

Ecycle Solutions is dedicated to improving the environmental footprint & expanding our reach into ewaste recycling



Ewaste

• Ecycle Solutions is a Co-Regulator of the National Television Computer Recycling Scheme. Since 2012 we have established over 300+ permanent collection points, collecting and recycling approx. 17,000 tonnes in Fy2021 & more than doubled in FY2022

Expanded Polystyrene (EPS)

• We are the largest EPS recycler in Australia collecting more than 100,000m³ every year.

Battery Recycling

• Ecycle is also an Accredited Collector of batteries as part of the Battery Stewardship (B-cycle) as of January 2022.

Ecycle Solutions



How have product stewardship initiatives delivered a cost effective and efficient solution?

- Provision of the optimal collection receptacle to collect the product and minimise freight costs.
- Strategically located footprint of recyclers.

When is collaboration between product initiatives required to get logistics right?

- There is no free ride, someone has to pay
- Engage with logistics facilitators at the design stage of the PS structure
- There is a tendency for every Product Stewardship to act in a silo.
- There are logistical advantages but these tend to be regionalised.

How do Product Stewardship initiatives decarbonise its logistics?

- Reverse logistics is an effective way to minimise carbon outputs.
- Truck & trailer design
- Minimise packaging

Ecycle Solutions



Does consolidating the number of Stewardship initiatives reduce logistic costs?

 In short the answer is 'YES' but in our opinion it needs to be selective & probably regionalised. For example it is doubtful a solar panel PS would not work with any other Stewardships.

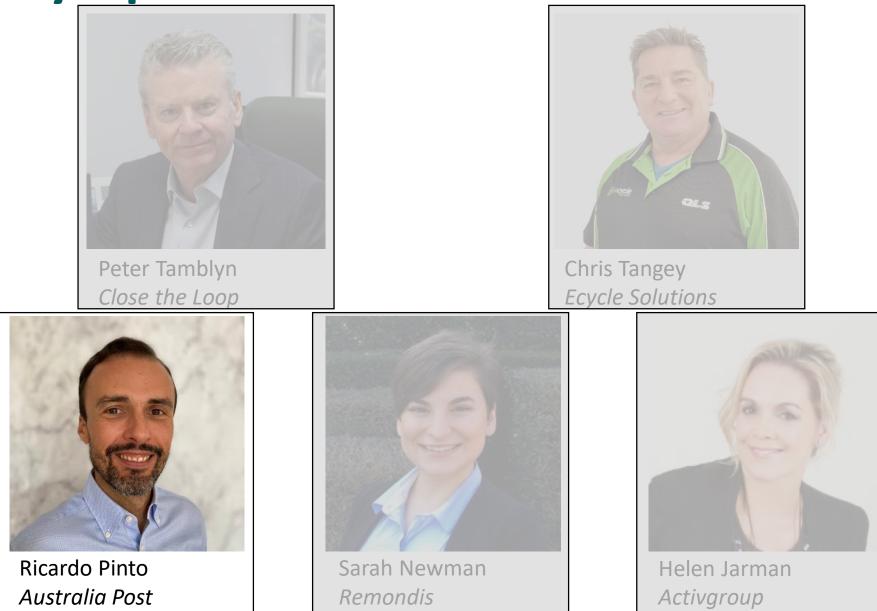
What is the key to cost effective logistics in regional and remote areas?

• Costs associated with the delivery of returning empty containers to collection sites.

How do you know if you are getting value for money from your logistics provider?

- Utilising reverse logistics.
- Benchmarking against competitors on a regular basis.

Today's panel





4,300+

THE REAL

12.3m

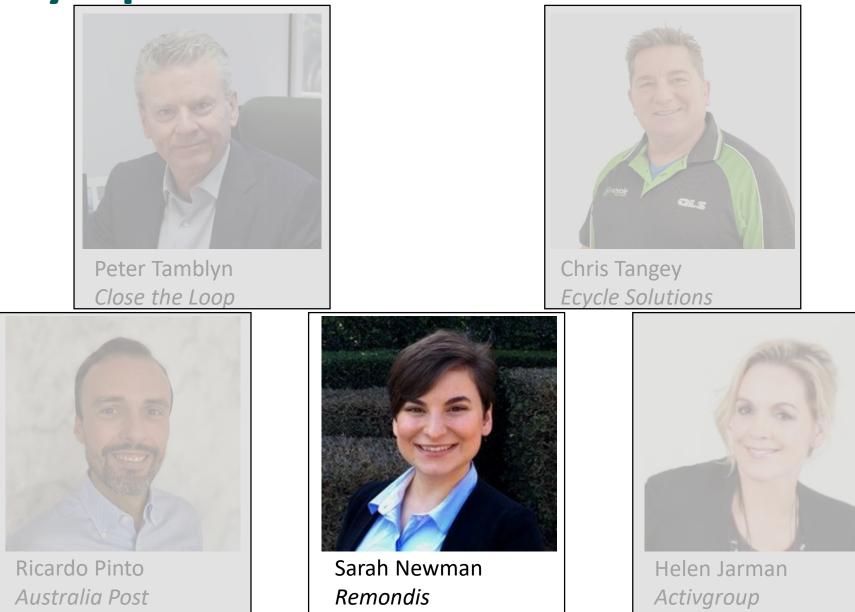
Synergy

HR

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Today's panel





· WITH YOU

REMONDIS®

WORKING FOR THE FUTURE

REMONDIS[®]

WORKING FOR THE FUTURE

3 Containers are recycled into new products Point and collect your 10c

Logistics Solutions for Product Stewardship Schemes REMONDIS Australia July 2022

Our role as a logistics partner

How we deliver a complete reporting, transport and logistics package

Working as a true partner, REMONDIS can deliver:

- A network of 1000+ collection, transport, sorting and recycling partners
- Support for all collection methodologies, required locations and processing facilities
- Access to professional framework and foundation for national roll out
- Scalable service delivery model.
- Reporting platform to monitor performance.
- In house service team to support your scheme.





Common Logistics Challenges

How to ensure your scheme has a robust and reliable delivery network

No 'one size fits all' national model

- Requirements can differ for each region, particularly in remote areas
- Consider how to create and sustain demand, and where it is concentrated
- Easy to use collection method, with adequate reward for collection partners
- Staged roll out focus on high volume locations and scale up as appropriate
- We work with collection partners to put in place equipment, processes and resources to consolidate material and maximise transport payload

Lack of sufficient data

 Important to know: where and how the material is generated, volumes, potential contamination, main processors, stakeholders, etc

Complex collection requirements

- Collection partners in each region can have varying resources and capabilities
- To maximise volumes work on a region by region basis, being flexible regarding the collection packaging

Ensuring value from providers

- A true partnership needs to be established with your logistics provider
- We prefer a transparent remuneration model with volume growth incentive this drives correct behaviour and partnership outcomes



Benefits of Scheme Collaboration

How schemes can reduce both financial and environmental impacts

Sharing the cost of collections

- Sharing data and collaborating during the design stage can help identify opportunities to service multiple schemes in single collection runs
- The maintenance, fuel, and labour costs for collection vehicles can be shared across the different schemes utilising them
- This cost reduction can make the scheme more accessible for consumers, manufacturers, retailers and other scheme participants

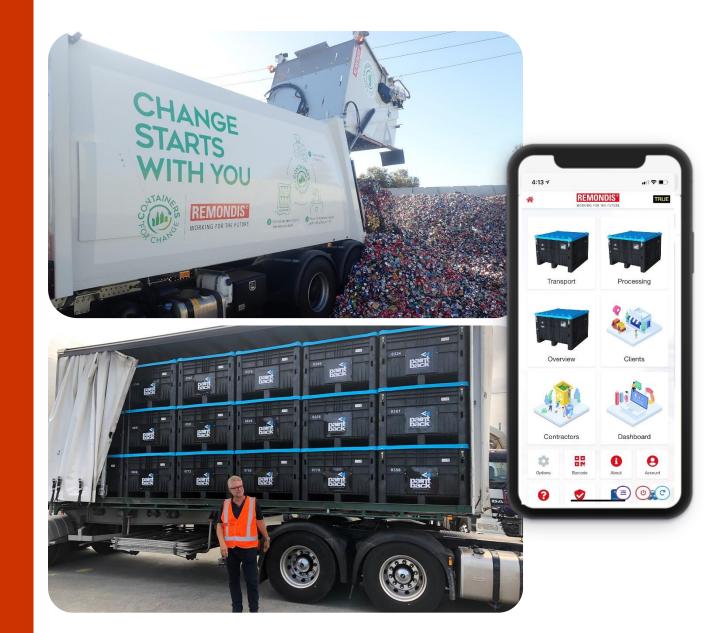
Increasing access to regional / remote areas

- Reducing the cost of transport increases viability for remote collections
- Collecting multiple streams in a single load is a more practical solution for regional residents and collections sites (e.g. transfer stations)

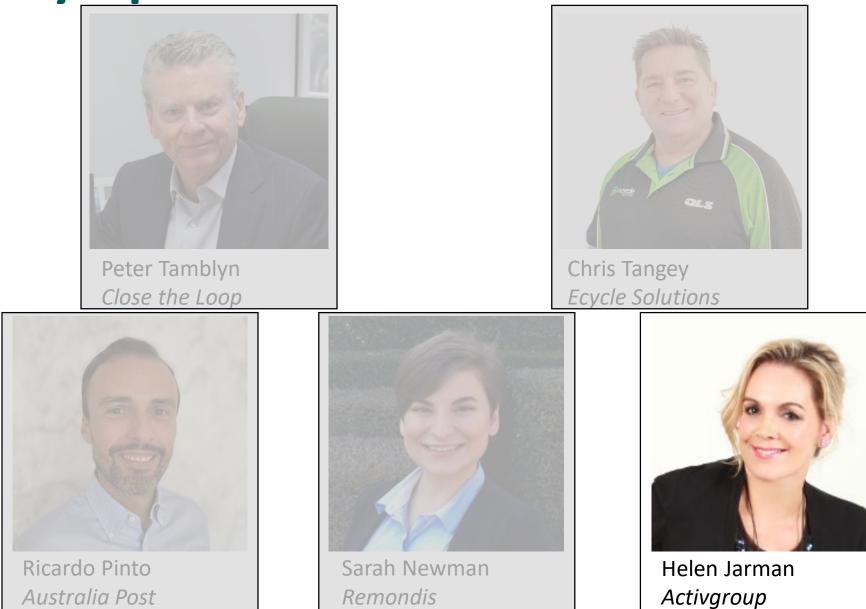
Reducing emissions

- Volumes across different schemes can be consolidated into one collection service and one truck movement
- Our goal is to have full vehicle loads comprising multiple eligible scheme materials, with schemes sharing a portion of the emissions per load





Today's panel





New Era of Supply Chain & Sustainability solutions

End to end practice: consulting, digital technology & managed services

14 JULY 2022





Harnessing 22+ years of Supply Chain, Product Stewardship & Technology Experience

Supply Chain and Reverse Logistics

"gate to cradle"

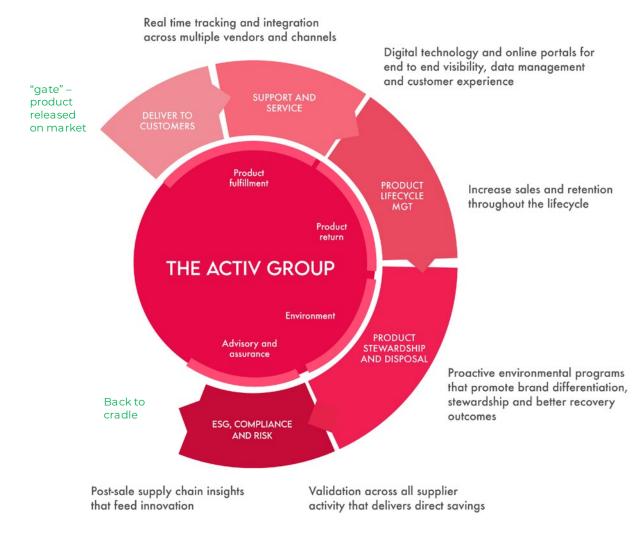
Amazon "Z to A" Product Stewardship & Circular Economy Design & Activation

Value-orientated

Digital Technology Platforms

Ecoactiv App Turn-key enablement Customised

Consulting, Advisory & Assurance (Audit) services across our domain expertise Post-sale end to end capability (gate to cradle).



Industry Leader in Product Stewardship

The Activ Group has a depth of experience and a proven track record with Government and industry in the design and delivery of turn-key product stewardship programs and schemes (IPR / EPR).

Our expertise, experience and ability to design innovative stewardship solutions and implement and scale programs is unmatched.

Our expertise covers the full gamut of product stewardship requirements:

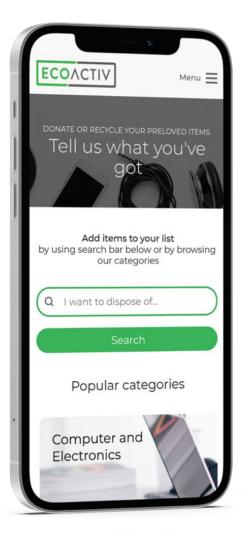
- Feasibility and Business Case Development
- Industry Scheme and Program Design
- Stakeholder engagement & membership
- Digital Activation
- Implementation and Roll-out
- Ongoing Product Stewardship Operations











Ecoactiv Digital Platforms and Circular Economy Hub Capability

For Brands

Redefine your post-sale reverse logistics function and maintain ongoing connection and engagement with customers; second hand market activation

For Retailers

Back of house waste and front of house stewardship programs; the circular economy store

For Councils

Bring together and activate the ecosystem of services, integrated with council's own waste function

For Stewardship Schemes

Full end to end digital and service enablement and activation

For Government

Effective tracking, reporting and governance of waste

Reverse Logistics - solving common gaps for brands, retailers, stewardship organisations and industry.



Technology Gaps

- Bespoke IT requirements
- Manual Processes
- Visibility gaps / lack of end to end tracking & measurement
- Limited collection and use of data and reporting capability to analyse processes and gain insights
- Integration & management of vendors



Process Gaps

- Limited bandwidth
- Return / waste prevention
- Effective triage to determine best pathway
- Longer turnaround times to restore & service customer
- Layers of cost / inefficiencies in collecting, storing and evaluating product & materials
- Limited vendor pool
- Audit & validation gaps



Sustainability Opportunity Gaps

- Absence of well designed environmental closed-loop programs that interact with the end-customer throughout the product lifecycle
- Leadership opportunity missed to differentiate brand
- Missed opportunity to embed circular economy principles that can increase market share and customer engagement

Quick Tips & Learnings

Product Stewardship schemes & Reverse Logistics efficiencies

- Key Structural and Design led change open schemes
- Open schemes: open up the market and allow collaboration, increase volumes, stimulate innovation and achieve best cost
- Neutral Collection points participating with industry
- Decarbonise
 - Design and price it in, integrated with all programs
 - Pursue efficiencies and enable real time decision-making before product
 moves
- Regional and remote: activate the local community
- Government regulation: use existing industry attributes and simple levers to naturally stimulate voluntary action

Working Together

Supply Chain and Sustainability services – transforming our client's business outcomes, leveraging smart digital solutions

Helen Jarman CEO

-----STREET, STREET, STREET RECERCICUS. STREET, STREET ----STREETING. ----........... ---------**HEREKS** -----**HEADERSON**

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Product Stewardship Centre of Excellence

Questions & Answers

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Social Media



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<u>https://www.linkedin.com/company/product-stewardship-</u> <u>centre-of-excellence</u>

