



Emperor

Modern Slavery

Statement

February 2023

About Emperor

Emperor is one of the largest independent strategic and creative corporate communications agencies in the UK. We specialise in brand, sustainability, employee engagement and stakeholder disclosure across all forms of media from digital and print, to film and presentations.

We are an employee-owned business with over 300 talented partners supported by an established roster of freelancers and fixed-term contractors who return year-on-year during our busiest season. Over our 26-year tenure, we have established a network of trusted suppliers without whom we couldn't provide a complete service to our clients.

In 2017 we launched our 12 pledges, a series of social and environmental commitments; in 2021 we updated our Articles of Association to demonstrate our commitment to creating value for all our stakeholders including employees, suppliers, clients, communities and the environment; and in September 2022 we became a B Corp Certified company joining a movement committed to using the power of business to build a more inclusive and sustainable economy.

For more information about Emperor and our approach to responsible business, please see our [Annual reports](#).

Why this policy is important

Modern slavery, forced labour, forced marriage and human trafficking continue to be a major issue around the globe; often hidden from sight and hard to detect, this phenomenon exists as much in the 21st century as it did hundreds of years ago. This fundamental issue continues to grow as a cycle of fear, deception and exploitation makes it difficult, even for local employers, to detect. The COVID-19 crisis exacerbated underlying factors that can make people vulnerable to modern slavery, including poverty, financial insecurity, supply chain and logistics challenges due to changes in demand.

The statistics are staggering:

- At any given time in 2021, an estimated 49.6 million people were in modern slavery, including 27.6 million in forced labour and 22 million in forced marriage.
- It means there are 5.4 victims of modern slavery for every 1,000 people in the world.
- One in four victims of modern slavery are children.
- Out of the 27.6 million people trapped in forced labour, 17.3 million people are exploited in the private sector such as domestic work, construction or agriculture; 6.3 million people in forced sexual exploitation and 4 million people in forced labour imposed by state authorities.
- Women and girls are disproportionately affected by forced labour, accounting for 99% of victims in the commercial sex industry and 58% in other sectors.

Source: [Global Estimates of Modern Slavery: Forced Labour and Forced Marriage, ILO, Geneva, September 2017](#).

Our Vision: Positive partners and purchases

Our purchases, partners, suppliers and customers are all part of a chain that links us to the world. This reflects who we are and what matters to us. **Our vision is to be part of a supply chain that's as ambitiously positive, resilient, collaborative and responsible as we aspire to be.** That's why with every decision we take and every connection we make, sustainability should always be at the forefront of our thinking.

Key initiatives

2021

During 2021, we began a programme of work with the aim of increasing our use and procurement of socially impactful and environmentally preferable products and services in our shared workplaces by making informed decisions and actively shaping our supply chain:

- May – we undertook our third annual supplier review process and introduced a set of sustainability criteria, which has been consolidated as a Sustainable Procurement Policy.

- September – we published an updated [Code of Conduct](#) with suppliers, clients and partners in mind, which outlines our values and provides an overview of key policies.
- November – we conducted our first supplier survey informed by best practice screening criteria detailed in B Corp’s Impact Assessment (BIA). The questions focused on suppliers’ approach to governance, and how they are addressing environmental and social issues. Supplier selection and screening criteria include, but are not limited to:
 1. Respect the human rights of their own employees and those in their supply chain.
 2. Act with honesty and integrity, managing their business ethically and responsibly.
 3. Comply with legislation and regulations.
 4. Manage and reduce their impact on the environment.
 5. Proactively support the development of an inclusive workplace and a diverse workforce.
- The survey and our Code of Conduct were sent to 139 of our suppliers, which equals more than 80% of our procurement spend. As of December 2021, we received 53 responses.

2022

Our goal during the first half of 2022 was to determine a clear vision of the supply chain we want to have and ensure we have the tools and processes required to achieve the key objective for the year of engaging our internal relationship managers with the importance of developing a sustainable supply chain management programme and their role in the process which in turn would mean greater engagement with our supplier partners:

- February – we began a detailed B Corp data collection process to review the suppliers who make up 80% of our procurement spend to provide B Corp with the documentation requested.
- May – we created our new Supply Chain Vision Statement as an important internal engagement tool.
- June – equipped with the B Corp review of suppliers and the analysis of the survey results from the previous year, we developed a new process for reviewing suppliers which includes a set of 10 sustainability criteria against which to score suppliers.
- August – we created a presentation for relationship managers, briefed them on the new process for reviewing suppliers and provided them with the tools required, again starting with 80% of our spend
- September – we began the process of embedding the new sustainability review criteria into the onboarding of new suppliers through further relationship manager presentations.
- November - we updated our Sustainable Procurement Policy to reflect our improved processes.
- December – we analysed the results of the supplier review, which can be found below, and began planning for 2023 with a particular focus on increasing scope and measuring progress.

Governance

We are continuing to embed our approach within our teams and to establish the necessary systems:

- New suppliers will receive our Supplier Review Form and Code of Conduct.
- Existing suppliers who meet expectations will be reviewed annually.
- Suppliers who do not have policies in place or fall below expectations will be offered support and guidance to improve standards within 6-12 months depending on the level of severity of the issue.
- If standards still fall below expectations, the supplier is referred to our Group Chief Financial Officer, Chief Responsible Business Officer and relevant Relationship Managers for review. Persistent non-improvement will lead to the supplier being removed from our system.

Looking forward we undertake to monitor our approach to supply chain standards on an ongoing basis as we seek to embed our policies and processes. We will also review against best practice, such as B Corp’s guidance, annually or sooner if in line with any significant developments.

Supply Chain Programme Governance Structure

Kingsley James – Executive Chair	- Management of risk register and review of Supply chain risks.
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<p>Simon Newton – Group Chief Financial Officer Lynn Dickinson – Chief Responsible Business Officer</p>	<ul style="list-style-type: none"> - Oversight of the Supply Chain Management Programme and drive continuous improvement. - To approve and oversee processes and policies. - To review suppliers that fall below expectations. - Removal of suppliers who do not improve in line with Emperor’s requirements.
<p>Yumna Hussain – Responsible Business Executive</p>	<ul style="list-style-type: none"> - To drive continuous improvement of our Supply Chain Management Programme. - To establish and oversee processes. - To collect and review data. - Facilitating conversations on best practice. - To report internally and externally on supply chain management performance. - To review any high-risk suppliers and work with Relationship Mangers to support supplier engagement for continuous improvement.
<p>Sarah Coombs – Financial Controller</p>	<ul style="list-style-type: none"> - Oversight of embedding processes. - Work closely with Relationship Managers to support the new onboarding process for suppliers. - Collecting information from Relationship Managers on any new supplier relationships, including reviews. - Ensuring that Relationship Managers are undertaking the review process with suppliers prior to adding the supplier to our internal systems.
<p>Relationship Managers</p>	<ul style="list-style-type: none"> - Responsible for undertaking the Supplier Review process with their suppliers to score them against the set of criteria. - Responsible for sharing the Code of Conduct with their suppliers. - Responsible for ensuring that all Freelancers/ Sole Traders sign up to our Code of Conduct. - Screen new suppliers against the criteria to ensure suitability through our onboarding process. - Liaise with the Finance team to support the data collection process. - Continuously reviewing supplier relationships to ensure the highest standards are being met.

Policies

Through our policies we communicate our values and expectations, setting a high bar for ourselves and our supplier partners and making clear that we do not tolerate modern slavery. We are committed to consistently evolving and improving our approach. We regularly review our policies to identify areas for update and improvement.

Related policies:

- Code of Conduct – an overview of our values, approach and key policies for suppliers, clients and employees. All suppliers are now required to sign up to our Code of Conduct.
- Sustainable Procurement Policy – including the criteria to look for in our suppliers to ensure we are supporting and driving a sustainable economy.
- Environmental Purchasing Policy – outlining the choices that should inform our purchasing of products.
- Anti-bribery and Corruption training – defining ethical business practices.

- Data and Information Security – determining the responsible management of data and information in line with ISO27001.
- Speak Up Whistleblowing Policy – for partners concerned about behaviours in the workplace and in our supply chain.
- Health and Safety Policy.

Our Supply Chain

Our suppliers fall into two main categories: those providing goods and services that we use to run our companies such as IT, telecommunications, professional services and facilities; and those providing services used in client work, such as print, video production and market research.

About our top 80% supplier spend

Sectors that our suppliers come from	Percentage of spend on each sector	Geographical location	External Accreditations
38% Freelancers	26% Professional services (including legal/accountancy)	90% are based in the U.K.	30% of these suppliers hold an external accreditation such as an ISO certification
26% Professional services (including legal/accountancy)	22% Support services (including digital and video production)	10% are based outside of the U.K.	
12% Support services (including digital and video production)	19% Freelancers		
12% Print	18% IT/Technology services		
9% IT/Technology services	12% Print		
2% Office Furniture	2% Office Furniture		
1% Utilities	1% Benefit providers		

Note: 49% of our suppliers from FY2020/21 have remained in our top 80% spend in FY2021/22.

Through our Supply Chain Programme, we aimed to review 80% of our procurement spend which is 100+ suppliers. This data allowed us to determine which suppliers' values align with ours and to flag any high-risk suppliers who are falling below our requirements. An annual review of our suppliers also gives relationship managers an opportunity to consider the value and quality of the goods and services provided.

The ten sustainability criteria fall into three buckets: Ethics and the Environment, People and Society and Governance and Assurance. 87% of reviews have been completed so far and the results can be seen below:

- 37% of suppliers scored 10 out of 10
- 29% scored 9 out of 10
- 16% scored 8 out of 10
- 5% scored 7 out of 10

We determined that there were no high-risk suppliers within our 80% biggest spend. However, we will continue to monitor these numbers, keeping an open dialogue with all our suppliers and identify areas for improvement.

Assessing and managing risk

We are currently undergoing a process of change within our supply chain in order to embed our new set of criteria into our onboarding of new suppliers. This includes the involvement of Relationship Managers and the Finance Team to ensure that every supplier we work with meets our requirements, and to put plans in place for any who do not.

In order to assess and manage these risks, we are reviewing our current suppliers against our new criteria described in our Sustainable Procurement Policy, resulting in a score for that supplier. A low score does not mean that we will not work with the new supplier, but we will seek a commitment to improve their score within 12 months of the start of our relationship. Suppliers

accounting for 80% of our expenditure will be reviewed annually with coverage increasing over time as we onboard new suppliers using our review criteria. The Finance Team will meet monthly with relationship managers, or as required, to ensure information is being kept up to date.

Given the nature of our business, our supply chain and the review processes we have undertaken, we believe that the risk of modern slavery in our supply chain is currently low. We have seen no evidence of modern slavery within any of our suppliers as part of the review and onboarding processes to date. During 2022 we had no reported incidents of modern slavery or human trafficking via our Speak Up initiative. However, we understand that modern slavery and human rights breaches can be difficult to detect, and we remain committed to improving our processes to ensure that we respond to changing circumstances and the evolution of our business.

We are also aware that some regions and sectors present potentially higher levels of risks due to the prevalence of low-paid and migrant workers. Through our review process of our top 80% of our supplier spend, we have identified that we have one supplier in a high-risk country (India) and one supplier in the domestic industry (cleaning services) which is a high-risk sector. We aim to prioritise suppliers in high-risk sectors and regions, even if they sit outside of our top 80% expenditure in line with our ambition to increase the scope of the programme.

Engaging our employees

We set a high bar for ourselves and our suppliers. As set out in our Code of Conduct, our supply chain standards are grounded in principles of value creation for stakeholders, inclusivity, transparency and accountability. At Emperor we understand the importance of, not only having good policies in place, but also upholding the undertakings within them. Amongst our own employees, freelancers and contractors we encourage good practice through our onboarding processes, ongoing internal communications and training including:

- Embedding into onboarding and induction/training sessions.
- Targeted team briefings and discussions for those who are key to implementing the related policies and processes.
- Timely company-wide education and engagement campaigns including special features in Squid, our partner magazine
- All agency posts on our intranet and email pointing to any important updates.

The effectiveness of our approach

We are continuously working to improve our approach to how we manage our supply chain and tackle modern slavery. We know that modern slavery, though prevalent, can be difficult to detect and we must continue to strengthen our policies and processes to best position ourselves in identifying and preventing modern slavery.

Looking forward

Going into 2023, we endeavour to:

- Develop preferred suppliers lists.
- Embed the new supplier review and onboarding processes.
- Work with any low scoring suppliers identified through our processes.
- Increase the scope of our annual supplier reviews beyond 80% of expenditure.
- Continue raising awareness with employees on working with more sustainable partners.

Governance and approval

This statement has been approved by Emperor's Board of Directors.



Victoria Sugg
Co-CEO



Cameron Gunn
Co-CEO