



DISCLOSURE MATERIALS

Certified B Corporations must complete a Disclosure Questionnaire to identify potentially sensitive issues related to the company (e.g. historical fines, sanctions, material litigation, or sensitive industry practices).

This component does not affect the company's score on the B Impact Assessment. If the company answers affirmatively to any items in the Disclosure Questionnaire and B Lab deems them to be material, the company must:

- 1) Be transparent about the disclosure issues identified on the company's public B Impact Report
- 2) Describe how the company has addressed this issue.
- 3) Demonstrate that management systems are in place to avoid similar issues from arising in the future.

In all cases, the Standards Advisory council reserves the right to refuse certification if the company is ultimately deemed not to uphold the spirit of the community.

In addition to the voluntary indication of sensitive issues in the Disclosure Questionnaire, companies pursuing Certification also are subject to background checks by B Lab staff. Background checks include a review of public records, news sources, and search engines for company names, brands, executives/founders, and other relevant topics.

Sensitive issues identified through background checks may or may not be within the scope of questions in the Disclosure Questionnaire, but undergo the same review process and are subject to the same possible review by the Standards Advisory Council, including ineligibility for B Corp Certification, required remediation, or disclosure.

This document contains a copy of the company's completed Disclosure Questionnaire and related disclosure documentation provided by the company.

DISCLOSURE QUESTIONNAIRE

PROVIDED BY:

Textil del Valle

UPDATED AS OF:

20/10/2020

Industries & Products	Yes	No
Please indicate if the company is involved in production of or trade in any the following. Select Yes for all options that apply.		
Animal Products or Services		✓
Biodiversity Impacts		✓
Chemicals	✓	
Company Explanation Of Disclosure Item Flags		✓
Disclosure Alcohol		✓
Disclosure Firearms Weapons		✓
Disclosure Mining		✓
Disclosure Pornography		✓
Disclosure Tobacco		✓
Energy and Emissions Intensive Industries		✓
Fossil fuels		✓
Gambling		✓
Genetically Modified Organisms		✓
Illegal Products or Subject to Phase Out		✓
Industries at Risk of Human Rights Violations	✓	
Monoculture Agriculture		✓
Nuclear Power or Hazardous Materials		✓
Payday, Short Term, or High Interest Lending		✓
Water Intensive Industries	✓	
Other		✓

Supply Chain Disclosures	Yes	No
Please indicate if any of the following statements are true regarding your company's significant suppliers.		
Business in Conflict Zones		✓
Child or Forced Labor		✓
Negative Environmental Impact		✓
Negative Social Impact		✓
Other		✓

Other Disclosures	Yes	No
		✓

Outcomes & Penalties	True	False
Please indicate if the company has had any formal complaint to a regulatory agency or been assessed any fine or sanction in the past five years for any of the following practices or policies. Check all that apply.		
Anti-Competitive Behavior		✓
Breaches of Confidential Information		✓
Bribery, Fraud, or Corruption		✓
Company Explanation Of Disclosure Item Flags		✓
Company has filed for bankruptcy		✓
Consumer Protection		✓
Financial Reporting, Taxes, Investments, or Loans		✓
Hazardous Discharges Into Air/Land/Water (Past 5 Yrs)		✓
Labor Issues		✓
Large Scale Land Conversion, Acquisition, or Relocation		✓
Litigation or Arbitration		✓
On-Site Fatality	✓	
Penalties Assessed For Environmental Issues		✓
Political Contributions or International Affairs		✓
Recalls		✓
Significant Layoffs		✓
Violation of Indigenous Peoples Rights		✓
Other		✓

Practices	True	False
Please indicate if the following statements are true regarding whether or not the company engages in the following practices. Check all that apply. If the statement is true, select "Yes." If false, select "No."		
Animal Testing		✓
Company/Suppliers Employ Under Age 15 (Or Other ILO Minimum Age)		✓
Company Explanation Of Disclosure Item Flags		✓
Company prohibits freedom of association/collective bargaining		✓
Company workers are prisoners		✓
Conduct Business in Conflict Zones		✓
Confirmation of Right to Work		✓
Does not transparently report corporate financials to government		✓
Employs Individuals on Zero-Hour Contracts		✓
Facilities located in sensitive ecosystems		✓
ID Cards Withheld or Penalties for Resignation		✓
No formal Registration Under Domestic Regulations		✓
No signed employment contracts for all workers		✓
Overtime For Hourly Workers Is Compulsory		✓
Payslips not provided to show wage calculation and deductions		✓
Sale of Data		✓
Tax Reduction Through Corporate Shells		✓
Workers cannot leave site during non-working hours		✓
Workers not Provided Clean Drinking Water or Toilets		✓
Workers paid below minimum wage		✓
Workers Under Bond		✓
Other		✓



B Corp Certification - Disclosure Questionnaire Documentation

PROVIDED BY:

Textil del Valle

UPDATED AS OF:

20/10/2020

DISCLOSURE QUESTIONNAIRE CATEGORY	Chemicals Label
ISSUE DATE	October 2020
TOPIC	Chemicals Label: Industries reliant on chemicals termed Substances of Very High Concern by REACH regulations.
SUMMARY OF ISSUE	Textil del Valle is a textile manufacturer based in Chinca, Peru, and operates in an industry that is chemically intensive, particularly with regard to chemicals and Substances of Very High Concern (SVHCs) used during the dyeing process. Textil del Valle has successfully eliminated all SVHCs from the production of their products, particularly, bichromate that is a known carcinogenic substance still widely used in the industry.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	100% of Textil del Valle's revenue is generated from the sale of textiles.
IMPACT ON STAKEHOLDER(S)	As a chemical intensive industry, textile production poses risks to the environment such as pollution of air, land, and water, as well as potential human health risks to those exposed to carcinogenic chemicals.
IMPLEMENTED MGT PRACTICES	<p>TDV treats the residual water from the operations, that has been mixed with chemicals, prior to discharge. This is in line with the parameters allowed by the local authority. TDV do not use chemicals considered "high risk substances" according to the REACH regulation. They also ask their chemical and colorant suppliers to send letters of confirmation that they are in compliance with the REACH Regulation. All of their chemical suppliers are required to deliver to them in accordance with Oeko Tex or Reach certifications, which establish guidelines for safe chemical products. Security protocols are followed for their transport, storage and use within operations.</p> <p>The company also has targets to reduce their energy consumption by 50% and in turn, their carbon footprint by 3% per year while offsetting the rest with carbon credits.</p> <p>The company has had a Wastewater Treatment Plant in place since 2003 to treat the company's wastewater in order to eliminate any toxicity that may remain in it. They have also implemented an Ultrafiltration and Reverse Osmosis plant, which allows the recycling of 33% of the water in the plant and additionally, there are other measures in the production processes that seek to reduce the use of water (such as the use of sustainable dyes that use less water).</p>
RELATED INCIDENTS	<p>https://issuu.com/revistamundotextil/docs/mundo_textil_121 Page 34-40. This article was published by the local textile magazine 'Mundo Textil' in 2013</p>

DISCLOSURE QUESTIONNAIRE CATEGORY	Environmentally Intensive Industries
ISSUE DATE	October 2020
TOPIC	Water Intensive Industries
SUMMARY OF ISSUE	As a textile manufacturer, Textil del Valle operates in an industry that is water intensive, particularly with regard to the amount of water used during the dyeing process.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	100% of Textil del Valle revenue is generated from the sale of textiles.
IMPACT ON STAKEHOLDER(S)	As a water intensive industry, textile production poses risks such as water stress or depletion of local water sources if water use is not appropriately managed.
IMPLEMENTED MGT PRACTICES	<p>Besides the aforementioned Wastewater Treatment Plant, the company has implemented an Ultrafiltration and Reverse Osmosis plant, which allows for 33% of the water used in the plant operations to be recycled. This plant is monitored daily by the Maintenance team and, at the same time, by the RWL Water team (company that provides this technology) to check that it is working correctly or make adjustments where necessary.</p> <p>The company has also set a goal to reduce their water footprint by 5% per year. They also carry out an evaluation of their corporate water footprint every 2 years and conduct an internal analysis of the total water that they extract from wells and the water that they discharge to the nearby river while monitoring the quality of the discharged water.</p> <p>All of the company's water is obtained from groundwater sources. Specifically, they extract water from 3 wells, for which they have permits and the corresponding licenses. According to the 2018 Water Footprint Report, the impact on the availability of water in the area is relatively high during the months of April-December, as these months are not rainy seasons and Chincha is considered a high water stress area. It is for these reasons, they the company is looking into innovative alternatives such as the Ultrafiltration and Reverse Osmosis Plant that allow reducing the total water used or extracted from wells, reducing their overall impact.</p>

DISCLOSURE QUESTIONNAIRE CATEGORY	On-Site Fatality
ISSUE DATE	February 2015
TOPIC	Operational on the job fatality
SUMMARY OF ISSUE	A subcontractor worker suffered an accident where he fell from a height while working at a Textil del Valle location. The corresponding life line was not in place at the time of the accident. The worker was transferred to the local hospital but died en route as a result of his injuries.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	One fatality.
IMPACT ON STAKEHOLDER(S)	Loss of life and impact on family and friends.
IMPLEMENTED MGT PRACTICES	As a result of the fatality, the company performed a revision of their procedures for contracted labour at their facilities. They implemented stricter controls and supervision with the corresponding Work Permits formats.

DISCLOSURE QUESTIONNAIRE CATEGORY	Human Rights
ISSUE DATE	October 2020
TOPIC	Industries at Risk of Human Rights Violations
SUMMARY OF ISSUE	As a textile manufacturer, Textil del Valle operates in an industry that is at risk of human rights violations.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	100% of Textil del Valle revenue is generated from the sale of textiles.
IMPACT ON STAKEHOLDER(S)	The textile industry is considered high risk for potential human rights abuses such as low pay, discrimination, sexual harassment, forced labour and child labour.
IMPLEMENTED MGT PRACTICES	<p>For the past twelve years the company produces textiles that have the global WRAP (Worldwide Responsible Accredited Production) certification, which establishes correct and ethical guidelines in terms of labor practices (safety, freedom of association, discrimination, among others). It is a certification that applies to the entire company.</p> <p>The company does not have a control system in place for suppliers but choose only to work with suppliers that are legally constituted under Peruvian regulations. For example, in the case of spinning mills, chemicals and dyes, they work with recognized companies in the sector; in the case of accoutrements, the majority are recommended by their clients of recognized brands. The company carries out audits on certain suppliers on labor practices in their operations, using a prepared verification checklist at least once a year.</p> <p>The company sends communications in the form of letters, to their main suppliers about the WRAP standards, in an effort to promote these guidelines among these providers. They have also set a target to introduce a Gender Equality Program by 2021. The company is currently working on new social objectives for the upcoming year 2021. By the first half of 2021, the company hopes to share their Code of Conduct with their suppliers which outlines worker rights and human rights.</p>