## SUSTAINABILITY IN E-COMMERCE

Strategies for a Greener Future in 2023



# **Phol360**

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### Sustainable E-commerce: The Future of Online Retail

E-commerce has revolutionized the way we shop and has transformed the retail industry. The convenience of online shopping has made it possible for consumers to browse, purchase, and receive products with ease, without ever having to leave their homes. However, the growth of online shopping has also led to increased carbon emissions, excessive waste, and unsustainable resource use. The good news is that businesses can adopt sustainable practices in e-commerce operations and contribute to the protection of the environment.

Sustainable e-commerce involves integrating environmentally-friendly practices into online retail business operations. This includes responsible sourcing, reducing the carbon footprint of the supply chain, using eco-friendly packaging materials, implementing waste reduction programs, and managing the product lifecycles in a circular manner. By adopting sustainable practices, businesses can reduce their environmental impact, increase efficiency, and reduce costs.

Sustainable e-commerce practices are essential in today's business landscape. As consumers become more environmentally conscious, they are actively seeking out businesses that demonstrate a commitment to sustainability. Sustainable practices can be a powerful tool for businesses looking to build a loyal customer base. Furthermore, governments around the world are starting to regulate the environmental impact of businesses, and companies that do not adopt sustainable practices may be at risk of facing penalties.

Sustainable e-commerce is not just an idealistic concept, but an achievable goal for businesses of all sizes. With the rise of e-commerce, businesses now have an opportunity to innovate and create new solutions that contribute to the sustainability of our planet. Sustainable e-commerce practices can benefit both the environment and businesses, and they can also lead to positive social impacts. By adopting sustainable practices, businesses can build a competitive edge by attracting eco-conscious consumers and investors who prioritize environmental responsibility. Additionally, sustainable practices can foster employee engagement and satisfaction, leading to higher productivity and retention rates.

In this booklet, we will provide an overview of sustainable e-commerce business, explain why it's important, and outline strategies and best practices for creating a sustainable e-commerce business. We hope this booklet will serve as a helpful guide for entrepreneurs and businesses looking to integrate sustainable practices into their e-commerce operations.



#### Top 100 Brand's Sustainability Programme Approach in US Market

Source(s): Forrester Research; Shopify

## Driving Force Behind Changing Digital Consumer Preferences

Brand's social In 2022, 72% of online Increase, in responsibility and shoppers in the US for sustainability market made at incole products programs hold least one purchase Q1 /s 2023 Q1 importance for of sustainable 2023) 64% of online products shoppers in the (MW) US (360 Market Resarch) 75% of online shoppers in the US, believe that 52% of online shoppers traceability is in the US, would pay important when more for a sustainable considering a products.

(CGS)

### factors that keep US shoppers from purchasing more eco-friendly products



(Insider Intelligence 2022,Aug)

product

(Kearny Report)



### Sustainable Sourcing

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### **Reducing the Carbon Footprint in E-commerce**

In today's fast-paced world, consumers have come to expect next-day or even same-day shipping for their online purchases. While this may be convenient for the consumer, it has led to an extravagance of resources in the e-commerce industry. The rush to deliver products quickly has resulted in increased transportation costs, energy usage, and emissions. Slower shipping reduces the environmental impact of transportation. Faster shipping methods, such as air freight or next day shipping, require significantly more energy and produce higher emissions than slower methods like local and 4-7 days shipment. Fast shipping methods, such as next-day or 2-day shipping, generate significantly more carbon emissions than slower methods like ground transportation. According to a report by the World Economic Forum, the average carbon footprint of last-mile delivery (the final stage of package delivery to the customer's doorstep) for an e-commerce package in the US is approximately 2 pounds in average. A typical 2-day shipment in the US market, generates around 4 pounds of carbon emissions per package, while a weekly shipment generates around 1 pounds of carbon emissions per package. Consolidations of offers the opportunity for e-commerce companies to significantly reduce their transportation costs by shipping fewer, larger packages, which is much more cost-effective than shipping multiple small packages. Only with 100 packages consolidations with green logistics is equivalent to carbon absorbe of 418 trees. Ecocart's research shows that the carbon emissions associated with e-commerce can be attributed to various stages in the supply chain. By understanding the breakdown of these emissions, we can identify areas for improvement and work towards a more sustainable e-commerce ecosystem.

### E-Commerce Business GHG (Greenhouse gases) Emissions Breakdown



### Sustainable E-Commerce Last-Mile Delivery Management

The last-mile delivery phase in e-commerce has emerged as a critical area for driving sustainability and reducing carbon emissions. As online shopping continues to thrive, the environmental impact of last-mile delivery has become a pressing concern. Here is the promising solutions that address the challenges of last-mile delivery in sustainable e-commerce, ultimately contributing to a greener and more sustainable future.

#### **Last-Mile Pickup Options:**

Offer customers the option to pick up their orders from a nearby location, such as a local store or designated pickup point. This reduces the number of individual deliveries and allows customers to conveniently collect their packages while reducing emissions associated with last-mile delivery.

#### Walking Couriers and Active Transportation:

Embracing walking couriers and active transportation methods is a promising solution for sustainable last-mile delivery. By utilizing pedestrians, cyclists, or other forms of active transportation, e-commerce businesses can significantly reduce carbon emissions and promote eco-friendly delivery practices. Walking couriers can navigate congested urban areas efficiently, delivering packages directly to customers' doorsteps while minimizing reliance on motorized vehicles. This approach not only reduces carbon footprint but also encourages healthier and sustainable modes of transportation.

#### **Micro-Storages and Local Fulfillment Centers:**

Micro-Storages and local fulfillment centers offer a practical and efficient solution to optimize last-mile delivery operations. These smaller-scale locations, shopping malls, strategically located in urban areas, serve as distribution hubs for efficient order processing and package consolidation. By having localized centers, e-commerce businesses can minimize transportation distances during last-mile delivery, resulting in reduced fuel consumption and lower carbon emissions.

#### **Collaborative Delivery Networks & Crowdshipping:**

Collaborative delivery networks foster sustainability by maximizing the utilization of existing resources and enabling efficient last-mile delivery. These networks connect e-commerce businesses, local retailers, independent couriers, and other stakeholders to facilitate collaborative and shared delivery efforts. By leveraging existing delivery networks, multiple deliveries can be consolidated into a single trip, reducing the number of vehicles on the road and lowering carbon emissions. Embrace the concept of crowdshipping, which involves leveraging unused capacity in personal vehicles to make deliveries. Collaborate with individuals in the community who are traveling in the direction of the delivery destination.

#### **Alternative Energy-Powered Vehicles:**

The adoption of alternative energy-powered vehicles, such as electric vehicles (EVs), offers a significant step towards sustainable last-mile delivery. EVs produce zero tailpipe emissions, resulting in lower carbon emissions compared to traditional gasoline or diesel-powered vehicles.

### Eco-Friendly Packaging: Shaping a Sustainable Last-Mile Delivery

### Reusable Packaging

One of the prominent packaging innovations for sustainable last-mile delivery is the adoption of reusable packaging. Instead of single-use materials, businesses can opt for durable and reusable packaging solutions that can be returned and used for multiple shipments. This approach significantly reduces the need for excessive packaging production and waste generation. By encouraging customers to return the packaging for reuse, businesses can minimize their environmental impact while promoting circular economy practices. For instance, e-commerce grocery companies are adopting new generation folded tote boxes, including temperature-controlled ones. These innovative boxes enable the delivery of full orders while facilitating the collection of empty boxes for circular reuse.

### Biodegradable Materials

sustainable packaging Another innovation involves the use of biodegradable materials. These materials, derived from renewable resources, are designed to naturally break down over time without causing harm to the environment. By incorporating biodegradable packaging, businesses can ensure that their packaging materials do contribute to long-term not pollution and waste accumulation. This innovative approach alians with the principles of a circular economy, promoting the responsible use and disposal of packaging materials.

### **Next Level of Packaging**

Sustainable packaging designs prioritize the use of recyclable materials and minimize unnecessary elements. Deep data analysis allows for customized packaging programs, ensuring the perfect match between order dimensions and box sizes. Collapsible packaging provides the added convenience of easy folding or collapsing, particularly useful for returns or reuse. Eco-friendly fillers, such as shredded paper, cornstarch-based packing peanuts, or mushroom-based packaging, offer sustainable alternatives. Additionally, plant-based recycled sealing tapes prove to be an excellent eco-friendly option for securing packages

### Sustainable Return Management in E-commerce: Minimizing Environmental Impact and Promoting Responsible Consumption

Sustainable return management in e-commerce is crucial for minimizing the negative environmental impact of returns and promoting responsible consumption. Implementing sustainable return management practices in e-commerce not only benefits the environment but also enhances customer satisfaction, builds brand loyalty, and contributes to the long-term sustainability of e-commerce operations. By optimizing return policies, streamlining reverse logistics, encouraging packaging reuse, promoting refurbishment and resale, establishing donation and recycling partnerships, and educating customers, businesses can reduce their environmental footprint and actively promote responsible consumption in the e-commerce industry

> Return Policy Optimization

#### **Return Packaging**

Encourage customers to reuse the original packaging when returning items. Provide clear instructions on how to properly pack and seal the returned products to minimize waste and unnecessary packaging materials. Folded packages are a good solution to reduce space and multiple usage. Moreover, package free lockers or drop points are very smart choices.

To strike a balance between customer satisfaction and environmental impact, it is important to develop a return policy that is communicated clearly to customers. This policy should include information on timeframes, conditions, and any associated costs to set realistic expectations and discourage unnecessary returns. Some brands have started charging fees for unnecessary

returns as a deterrent.

### Reverse Logistics Optimization

Streamlining the reverse logistics process can significantly reduce transportation-relate d emissions and costs. This can be achieved by consolidating returns, optimizing routing, and considering local return centers or partnerships to minimize the distance traveled during the return process. Combining return pickups with regular deliveries can further optimize efficiency.

### **Observe and Savings: The Power of Order Consolidation in E-commerce**

By encouraging customers to consolidate their orders into a single shipment, businesses can unlock significant economic advantages while making a positive impact on the planet. Individual shipments generate substantial carbon emissions and packaging waste. Order consolidation offers an opportunity to reduce these negative environmental effects. By combining multiple orders into a single shipment, businesses can minimize the number of vehicles on the road and optimize packaging materials.

For instance, Amazon US offers the Amazon Day delivery option, which allows Prime members to choose a designated day of the week for their orders to arrive. Amazon Day works by allowing customers to select the "Amazon Day" option and choose a specific day of the week for their orders to be delivered. Customers can also save the selected day for future orders and make Amazon Day their default delivery option. By consolidating multiple orders into one delivery, customers can potentially reduce the amount of packaging they receive. This not only minimizes packaging waste but also leads to more efficient transportation. Through Amazon Day, the company aims to optimize its last-mile operations and reduce its environmental footprint. On average, Amazon Day deliveries use 30% fewer boxes, resulting in fewer carbon emissions and less packaging material ending up in landfills. In 2022 alone, this initiative saved 136 million boxes, highlighting the significant environmental impact of order consolidation, also company shares the benefits of this feature with customers, whether through direct savings or enhanced membership benefits for Prime members.



Order consolidation optimizes shipping costs, reduces expenses associated with packaging materials, and allows businesses to pass on cost savings to customers through discounts or always free shipping options. By promoting consolidated orders, businesses can enhance customer satisfaction, drive sustainable practices, and leverage marketing activities to next purchases

Communicate the environmental impact and cost savings of order consolidation to e-commerce customers. Highlight the positive change they can choosing consolidation make by and transparently explain the economic benefits of optimized shipping. Utilize customer data to provide personalized recommendations and integrate order consolidation into loyalty programs. Collaborate with other e-commerce businesses to create joint marketing programs, encouraging customers to consolidate orders and highlight the message of sustainability and cost savings.

### **Diving Sustainability in** E-commerce: How Delivery Platforms and Collaborative Networks Lead the Way

In the quest for sustainable e-commerce, the combination of delivery platforms and collaborative delivery networks has emerged as a powerful solution. By leveraging the strengths of these models, businesses, delivery companies, and consumers within a specific region can come together to create a sustainable last-mile delivery ecosystem. Delivery platforms integrated with collaborative delivery networks represent a transformative solution for sustainable e-commerce. By optimizing resource utilization, fostering community support, offering customizable service levels, and leveraging data-driven insights, these models drive environmental responsibility and efficiency in last-mile delivery. The combination of latest software technology, collaboration, and localized engagement presents an opportunity to create a more sustainable future for e-commerce, benefitting businesses, communities, and the environment alike.



**Efficient Resource Utilization:** 

Delivery platforms integrated with collaborative delivery networks optimize resource utilization by streamlining operations. By consolidating deliveries and coordinating routes, these networks maximize the efficiency of transportation resources. This results in reduced fuel consumption, minimized carbon emissions, and lower overall environmental impact.

#### Localization and Community Support:

networks. These

multi-channel

Collaborative delivery networks emphasize the importance of local businesses and community engagement. By connecting consumers with nearby businesses, these networks foster a sense of community and encourage support for local enterprises. This localization aspect leads to shorter delivery distances, reduced transit times, and fewer emissions.

#### Customizable Service Levels:

strategy at their core, ensure

support a

New-generation delivery platforms have developed expertise in unified commerce specialization, enabling them to offer the most reasonable transportation options by partnering with specialized regional courier companies. Additionally, they have established global integrations with carriers worldwide. These new age platforms are capable of collecting return shipments during the delivery process. They have also integrated with walking couriers and active transportation

structures, which

operational efficiency and customer satisfaction.

**Delivery platforms** integrated with collaborative networks offer customizable service levels to consumers. This includes options such as flexible delivery time slots, consolidated deliveries, or sustainable shipping alternatives. This demand-driven approach encourages the use of greener transportation methods, such as electric vehicles or bicycle couriers.

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### Community Buying: A Win-Win for Customers and Sustainable E-commerce Practices

Community buying, a concept that not only benefits customers but also promotes sustainable e-commerce practices. By leveraging the power of community, businesses can create a win-win situation where customers enjoy economic advantages while contributing to a greener future.



#### What is Community Buying?

Community buying involves bringing together a group of individuals with similar purchasing needs to collectively make bulk orders. This approach allows customers to leverage the combined buying power of the community to access discounted prices, while businesses benefit from increased sales volumes and streamlined logistics. Businesses can pass on the savings from streamlined logistics and reduced packaging costs to the community, further enhancing the economic benefits. Community buying cultivates a sense of togetherness and collaboration among participants. By joining forces, individuals with similar purchasing needs can share their experiences, exchange recommendations, and collectively negotiate better deals with businesses. This fosters a stronger community bond and encourages ongoing engagement, ultimately creating a sustainable and supportive network of like-minded consumers.

#### **Demand Consolidations for Better Prices:**

Community buying is a form of demand consolidation, where customers aggregate their orders to create a larger purchasing volume. This consolidated demand enables businesses to negotiate better prices with suppliers and manufacturers, customers can enjoy the benefits of wholesale prices and bulk discounts, which would otherwise be unavailable to individual buyers. The power of collective purchasing drives affordability and cost savings for the community.

### **OT** Sustainable Solutions at Your Doorstep: The Rise of E-commerce Subscriptions

In recent years, there has been a significant rise in the popularity of e-commerce subscription models among consumers. Global subscription e-commerce market reached a value of US\$96.61 billion in 2022 and is projected to reach a staggering US\$2419.69 billion by 2028. It is anticipated that the market will grow at an approximate compound annual growth rate (CAGR) of 71% during the forecasted period from 2023 to 2028. Subscription e-commerce refers to the method of purchasing goods and services online, where customers can sign up for subscriptions to receive products or services on a recurring basis. These customers receive their products through monthly or weekly boxes, commonly referred to as subscription boxes. By subscribing to specific products from sellers, customers ensure the regular delivery of items they require cyclically. One example of a subscription-based service is FabFitFun.com, a lifestyle membership designed for women. Subscribers have the option to pay quarterly or yearly for curated boxes containing six to eight full-size items. The company boasts a subscriber base of 200 million, offering a range of choices in fashion, fitness, beauty, wellness, and other categories.

These subscription-based services not only provide convenience and personalized experiences but also have a positive impact on sustainable e-commerce practices. Embracing subscription models allows businesses to reduce packaging waste, optimize supply chain efficiency, promote sustainable sourcing, foster long-term customer relationships, plan resources effectively, minimize returns, and make data-driven improvements.



### Most commonly used subscription service types worldwide 2022, by category

### **E-Commerce Subscriptions** for a Greener Future



**Reducing Packaging Waste:** Subscription-based services often consolidate multiple products into a single shipment, reducing the overall packaging required. This approach minimizes waste and decreases the environmental footprint associated with packaging materials, also decreases the carbon footprint associated with transportation and delivery, making it a more sustainable choice.

**Optimizing Supply Chain Efficiency:** Subscription models enable businesses to optimize their supply chain operations. By predictable demand and resource planning recurring orders, companies can



forecast and plan their inventory more effectively, minimizing excess stock and waste. By streamlining their supply chain processes, businesses can reduce energy consumption, lower greenhouse gas emissions, and optimize resource utilization. **Decreasing Returns and Reverse Logistics:** 





E-commerce subscriptions foster long-term customer relationships, leading to increased loyalty and retention. Sustainable subscription services focus on delivering high-quality products that align with customers' values, creating a positive brand image. By offering sustainable options and maintaining a strong commitment to sustainability, businesses can build trust and loyalty with customers, reducing the need for them to seek alternatives that may not align with their environmental values.



Data-Driven Improvements: Subscription-based businesses have access to valuable customer data, including preferences, purchasing habits, and feedback. By analyzing this data, businesses can make informed decisions to improve their products, packaging, and overall sustainability practices.

E-commerce subscription models can lead to a decrease in product returns compared to traditional e-commerce models. With a recurring subscription, customers often have a clear understanding of the products they will receive, reducing the likelihood of returns due to dissatisfaction or incorrect orders. This reduction in returns helps minimize transportation emissions, packaging waste, and the need for complex reverse logistics processes.

### **Re-Commerce and** Sustainability: The Circular Solution

Re-Commerce, also known as "resale commerce," is a fast-growing e-commerce practice that involves buying and reselling pre-owned items, usually at discounted rates. While reselling pre-sold products is not a new concept, recommerce has recently gained significant momentum thanks to the tools and reach offered by online shopping and e-commerce infrastructure.

The ecological commerce business model is specifically aimed at reducing the environmental footprint of the product a company makes or sells, which is crucial for sustainability. Recommerce business model drives sustainability programs by reselling or reusing products, or repairing them before reselling, thereby increasing the product life and helping to reduce the amount of waste associated with the products. According to a report by McKinsey & Company and Global Fashion Agenda, "every percentage point increase in the circular economy market by renting, reselling, repairing, refurbishing – could save 13 million tons of CO2 by 2030." According to a recent CapGemini study, 66% of consumers from nine different countries choose products or services because of their "environmental friendliness.

Recommerce is an essential part of the circular economy, as it helps reduce waste and prolong the life cycle of products. By reselling or repairing products, recommerce businesses can prevent them from ending up in landfills, which reduces their environmental impact. This approach is becoming increasingly important for consumers, who are placing greater emphasis on sustainability when making purchasing decisions. It's a key factor in meeting the growing demand for sustainable products among customers. Today, recommerce has expanded beyond brick-and-mortar and retail stores to online marketplaces, making it more successful than ever.

According to GlobalData, the global resale market grew by 30.1% to reach \$182.4 billion in 2022. This growth is expected to continue, with a forecast of 85.5% growth between 2022 and 2026, taking global resale spend to \$324 billion. The increasing number of platforms offering second-hand goods, and technologies that make resale easier for brands to implement on their own websites, are driving this growth.



#### Global Re-Commerce Market Size (billion usd)

### **OP** The Path to Sustainable Success: Customer Management in E-commerce

Building strong customer relationships in sustainable e-commerce involves the strategic implementation of initiatives aimed at fostering meaningful and long-lasting connections with customers. This approach goes beyond transactional interactions and focuses on engaging customers in responsible practices and ethical considerations. By aligning with customer values and priorities, businesses can drive sustainability while meeting customer expectations. The strategies for success in building strong customer relationships in sustainable e-commerce encompass personalized communication, community engagement, value-based initiatives, and proactive efforts to address environmental and social concerns. By prioritizing these strategies, businesses can cultivate customer loyalty, advocacy, and a positive impact on the environment, ultimately positioning themselves for sustainable growth in the e-commerce industry.

**The Power of Customer Engagement:** Customer engagement center at the heart of sustainable e-commerce. By actively involving customers in sustainability initiatives, businesses can create a positive impact and build stronger connections.

**Education and Awareness:** Sustainable e-commerce companies educate their customers about the environmental and social impact of their purchasing decisions. This can be done through blog posts, educational content, or sustainability guides, helping customers make more informed choices. **Feedback and Suggestions:** Engaging customers by seeking their feedback and suggestions on sustainability practices and product improvements can foster a sense of involvement and encourage a two-way conversation. Companies can collect feedback through surveys, reviews, or social media platforms.

#### Community Building:

Creating a community of like-minded customers can strengthen customer engagement. Sustainable e-commerce platforms can establish online forums, social media groups, or loyalty programs that encourage customers to share their experiences, tips, and challenges related to sustainable living.



#### Personalized Recommendations:

By leveraging customer data and purchase history, sustainable e-commerce businesses can provide personalized recommendations for eco-friendly products. This tailoring enhances customer engagement and demonstrates a commitment to meeting individual needs and preferences.

### Unleashing the Potential of Customer Programs

**Loyalty Programs:** E-commerce companies can establish loyalty programs that reward customers for sustainable purchases. This may include offering discounts, exclusive offers, or redeemable points for eco-friendly product choices.

**Referral Programs:** Encouraging customers to refer their friends and family can help expand the customer base. Companies can offer incentives, such as discounts or credits, to customers who refer new customers to the platform, emphasizing the importance of sustainability in these referral programs. This not only helps acquire new customers but also spreads the message of sustainability to a wider audience.

**Gamification:** E-commerce companies can introduce challenges, badges, or leaderboards to encourage customers to adopt sustainable practices and compete with others. This could include challenges like reducing plastic waste, tracking carbon footprint, or participating in community clean-up events. Customers can earn points, badges, or rewards for their sustainable actions, creating a fun and engaging experience.

**Donation Programs:** Some sustainable e-commerce platforms allow customers to contribute to environmental or social causes through their purchases. Companies may donate a portion of the sales to specific charities or partner with nonprofit organizations, giving customers an opportunity to make a positive impact with their shopping.

**Re-commerce Services Programs:** Re-commerce, or the resale of pre-owned items, is gaining popularity in sustainable e-commerce. Companies can establish re-commerce services programs where customers can sell or trade their used products, reducing waste and promoting circular economy practices. These programs can offer incentives, such as store credits or discounts on future purchases, to encourage customers to participate in the re-commerce ecosystem.

Active Tracking of Environmental Impact: E-commerce companies can provide tools and platforms that allow customers to actively track the environmental impact of their purchases. This can include features like carbon footprint calculators, water usage trackers, or waste reduction statistics. By providing transparency and real-time data, customers can make more informed choices and understand the sustainability impact of their shopping habits.



### Path to Sustainable E-Commerce

**MEASURE CARBON FOOTPRINT** 

**REDUCE ENERGY CONSUMPTION** 

VALUE ADDED PARTNERSHIPS

**OPTIMIZE SUPPLY CHAIN** 

**ADD SUSTAINABLE PRODUCTS** 

**PRODUCT LIFECYCLE MANAGEMENT** 

**CARBON OFFSETTING** 

**SUSTAINABLE RETAIL** 



### Ten Thousand Villages: Empowering Artisans through E-commerce Strategies

Ten Thousand Villages, a pioneer in the fair trade movement, has embraced e-commerce strategies to empower artisans and expand their market reach. Ten Thousand Villages has effectively integrated e-commerce strategies into their business model, revolutionizing the way artisans connect with customers and fostering the fair trade movement. Through their e-commerce platform, the cooperative empowers artisans by providing them with a global market reach and fair prices for their products. By enhancing customer engagement, promoting ethical consumerism, and prioritizing sustainability, Ten Thousand Villages continues to drive positive change in the retail industry while staying true to its mission of supporting artisans and their communities.

#### **Empowering Artisans through E-commerce:**

Ten Thousand Villages' e-commerce platform serves as a digital marketplace for artisans from around the world. By showcasing their handcrafted products online, the cooperative provides artisans with a global platform to sell their goods. This direct-to-consumer approach empowers artisans by eliminating middlemen and ensuring fair prices for their products.



Transparent Price Agreement

Sourcing Micro-Financial Supports Product Development & Market Insights Marketplace Listings & Operational Support Empowered Artisans and Thriving Communities

### Turkish Sellers Consolidation for Global E-Commerce Markets



**Sellers Consolidation** 



### Ekol360 PaaS (Platform as a Service)



Logistics & Supply Chain Consolidations



Global Markets, Global Marketplaces





#### Patagonia:

Patagonia is a well-known outdoor apparel and gear company that places a strong emphasis on sustainability and customer engagement. They actively engage their customers through various initiatives:

#### Worn Wear Program:

Patagonia encourages customers to repair and reuse their products through their Worn Wear program. They offer free repairs for Patagonia products and promote the idea of extending the lifespan of their products rather than buying new ones.

#### **Common Threads Initiative:**

Patagonia's Common Threads Initiative is a customer-focused program that encourages responsible consumption. They invite customers to take a pledge to reduce consumption, recycle their garments, and buy only what they need.



#### **Personalized Recommendations:**



#### Package Free Shop:

Package Free Shop is an online retailer that specializes in zero-waste and sustainable products. They prioritize customer education and engagement in their approach to sustainable e-commerce:

#### **Educational Content:**

Package Free Shop provides educational content on their website, including blog posts, guides, and tips on sustainable living. This helps customers make informed choices and understand the environmental impact of their purchases.

#### **Community Building:**

They have a strong focus on community engagement through social media platforms and a blog. They encourage customers to share their experiences, tips, and challenges related to sustainable living, fostering a sense of community among like-minded individuals.

#### Grove Collaborative:

Grove Collaborative is an online retailer that offers eco-friendly household and personal care products. They employ customer programs and personalized recommendations to enhance customer management:

Grove Collaborative provides customers with personalized product recommendations based on their preferences and previous purchases. This helps customers discover new sustainable products that align with their values.

#### **Replenishment Program:**

They offer a replenishment program that allows customers to schedule automatic deliveries of essential products. By offering this convenience, Grove Collaborative ensures customers never run out of their preferred sustainable products.

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**Eileen Fisher:** Eileen Fisher is a fashion brand that prioritizes sustainability in every aspect of its operations. They have implemented several customer engagement initiatives:

**Take-Back Program:** Eileen Fisher operates a take-back program where customers can return their used Eileen Fisher garments. The company then resells, donates, or upcycles these items, reducing waste and extending the lifecycle of their products. Renew Program: Through their Renew program, Eileen Fisher transforms damaged or returned garments into new, unique pieces. This innovative approach showcases their commitment to circularity and reducing the fashion industry's environmental impact.

### THRIVE

Thrive Market: Thrive Market is an online grocery store that specializes in organic, non-GMO, and sustainably sourced products. They offer a unique membership-based model with a focus on customer engagement

#### Membership Program:

Thrive Market operates on a membership basis, offering customers access to a wide range of sustainable and ethical products at discounted prices. This incentivizes customers to make sustainable choices while enjoying the benefits of cost savings.

Thrive Gives Program: For every paid membership, Thrive Market donates a free membership to a low-income family, making healthy and sustainable products more accessible to all.

### our COMMONPLACE

**Our Commonplace:** Our Commonplace is an online marketplace that focuses on ethical and sustainable products. They curate a collection of items from various brands that prioritize sustainability and social responsibility.

#### **Curated Sustainable Selection:**

Our Commonplace carefully selects brands and products that align with their sustainability criteria. By curating a collection of sustainable options, they make it easier for customers to discover and support eco-conscious brands.

#### Transparent Supply Chain:

The brand emphasizes transparency by sharing information about the supply chain and production processes of the brands they work with. This transparency enables customers to understand the origins of the products they purchase and verify their sustainability claims.





**EarthHero:** EarthHero is an online marketplace that offers a wide range of sustainable products. They carefully curate their selection to ensure that every product meets high sustainability standards.

**Sustainability Criteria:** EarthHero has a rigorous vetting process for the brands and products they feature. They prioritize products that are eco-friendly, ethically sourced, and have a positive impact on the planet.

**Carbon Neutral Shipping:** EarthHero offsets the carbon emissions associated with shipping their products to customers, ensuring a carbon-neutral delivery process.

**Charitable Giving:** EarthHero donates 1% of their sales to environmental nonprofits through their partnership with 1% for the Planet. This allows customers to support environmental causes through their purchases.



**Green Toys:** Green Toys is a brand that produces environmentally friendly toys made from recycled materials. They are committed to sustainability and reducing their ecological impact.

**Recycled Materials:** Green Toys uses 100% recycled plastic, primarily from post-consumer milk jugs, to manufacture their toys. By utilizing recycled materials, they help reduce waste and minimize the consumption of virgin plastic.

**Safe and Non-Toxic:** All Green Toys products are free from BPA, phthalates, PVC, and external coatings, ensuring the safety of children and the environment.

**Minimal Packaging:** The brand follows a minimal packaging approach, avoiding excessive packaging materials and utilizing recycled and recyclable materials whenever possible.



**Ten Thousand Villages:** Ten Thousand Villages is a fair trade retailer that offers handmade products from artisans around the world. They prioritize sustainability and ethical production.

**Fair Trade Commitment:** Ten Thousand Villages follows fair trade principles, ensuring that artisans receive fair wages and work in safe conditions. By supporting fair trade, customers contribute to sustainable livelihoods and communities.

**Artisan Empowerment:** Ten Thousand Villages focuses on empowering artisans by providing them with opportunities for economic growth and skills development. They support traditional craftsmanship, preserving cultural heritage and promoting sustainable practices.

**Storytelling:** Ten Thousand Villages highlights the stories and cultural significance behind each product, connecting customers to the artisans and their communities.





**Mrs. Meyer's Clean Day:** Mrs. Meyer's Clean Day is a brand that focuses on creating cleaning products that are derived from plant-based ingredients and are environmentally friendly. They prioritize sustainability and promote a more natural approach to cleaning.

**Plant-Based Ingredients:** Mrs. Meyer's Clean Day formulates their products with plant-derived ingredients, avoiding harsh chemicals and synthetic fragrances. They prioritize using renewable resources and minimizing the use of petroleum-based ingredients.

**Biodegradable Formulas:** The brand ensures that their cleaning formulas are biodegradable, meaning they can break down naturally and do not harm the environment when they enter water systems.

**Recyclable Packaging:** Mrs. Meyer's Clean Day utilizes packaging materials that are recyclable. They strive to minimize their packaging waste and use post-consumer recycled materials whenever possible.

**Cruelty-Free:** The brand is committed to cruelty-free practices and does not test their products on animals. They are certified by Leaping Bunny, a widely recognized cruelty-free certification program.

**TOAD & CO.** : TOAD & CO. is committed to producing clothing that is environmentally friendly, socially responsible, and designed to last.



**Sustainable Materials:** TOAD & CO. prioritizes the use of sustainable materials in their clothing, such as organic cotton, hemp, and recycled fabrics. They also partner with innovative textile manufacturers to incorporate eco-friendly materials into their product lines.

**Fair Trade Certified:** TOAD & CO. is a certified B Corporation and a member of the Fair Trade Certified program. They work closely with their supply chain partners to ensure fair wages, safe working conditions, and transparent supply chains.

**Responsibly Made:** The brand seeks to minimize their environmental impact by using low-impact dyes, water-saving processes, and reducing waste in their production. They also focus on creating versatile, timeless designs to encourage customers to make conscious and long-lasting purchases..



### Eco-Labels and Badge for Differentiation in Sustainable E-Commerce

In the world of sustainable e-commerce, eco-labels and badges play a crucial role in driving awareness, guiding consumer choices, and building trust. These symbols of sustainability provide customers with valuable information about the environmental and ethical aspects of products. By understanding the importance of eco-labels and badges from the customer's perspective, businesses can leverage their power to foster positive change and drive the demand for sustainable products.

#### **Enhancing Transparency and Trust:**

Eco-labels and badges act as visual cues that communicate a company's commitment to sustainability. They provide customers with a clear indication that the product meets specific environmental or ethical standards. By displaying these badges, businesses showcase their transparency and willingness to be held accountable for their practices. This transparency helps build trust and establishes a positive brand image in the eyes of customers.

#### **Guiding Sustainable Choices:**

Eco-labels and badges empower customers to make informed and sustainable choices. These symbols provide valuable information about the product's attributes, such as organic ingredients, fair trade practices, or energy efficiency. By clearly indicating the sustainability credentials of a product, eco-labels and badges simplify the decision-making process for customers who prioritize eco-conscious purchases.

#### Differentiating in a Crowded Market:

In the competitive landscape of e-commerce, eco-labels and badges offer businesses a valuable tool for differentiation. With a growing demand for sustainable products, these symbols help brands stand out from the crowd by showcasing their commitment to environmental and social responsibility

#### **Building Consumer Confidence and Loyalty:**

Eco-labels and badges instill confidence in customers and foster long-term loyalty. When customers see these symbols of sustainability, they feel reassured that the product aligns with their values and contributes to positive change. This trust in the brand's commitment to sustainability leads to customer loyalty and repeat purchases. By consistently delivering on sustainability promises, businesses can build strong relationships with customers who become ambassadors for their brand and advocate for their products.

### The Significance of Eco-Labels and Badges: Empowering Sustainable Choices and Building Customer Trust



**USDA Organic:** The USDA Organic seal is one of the most widely recognized eco-labels for organic products. It ensures that the product has been produced without the use of synthetic pesticides, genetically modified organisms (GMOs), or artificial additives.





economic standards.











genetically modified organisms (GMOs), or artificial additives.
Forest Stewardship Council (FSC): The FSC certification is applied to wood and paper products sourced from responsibly managed forests. It guarantees that the product comes from forests that have been independently certified to meet environmental, social, and

**Climate Neutral Certified:** The Climate Neutral Certified label indicates that a company has measured, reduced, and offset its carbon footprint. It assures customers that the company is taking active steps to combat climate change and support carbon neutrality.

**Global Organic Textile Standard (GOTS):** The GOTS certification is used for organic textiles and ensures that the product has met strict ecological and social criteria, including the use of organic fibers and environmentally friendly production processes.

**Leaping Bunny:** The Leaping Bunny certification is awarded to cosmetics, personal care, and household product brands that have met rigorous cruelty-free standards. It ensures that the products and their ingredients were not tested on animals.

**Carbon Neutral Certification:** The Carbon Neutral Certification label indicates that a company or product has achieved carbon neutrality by measuring, reducing, and offsetting its carbon footprint. It assures customers that the brand is actively working to combat climate change.

**B** Corp Certification: Although not solely focused on climate change, B Corp Certification assesses a company's overall impact on the environment. It recognizes businesses that meet rigorous standards of social and environmental performance, including efforts to address climate change.

**Climate Pledge Friendly:** Climate Pledge Friendly is Amazon's program to promote sustainable choices by identifying products with reduced carbon footprints. It highlights certified items and those meeting specific sustainability criteria. The program encourages responsible consumption and supports eco-friendly production practices. Amazon commitment of achieving net-zero carbon emissions by 2040

### Ekol 360: Customized E-commerce Services for Efficient and Sustainable European Operations

Introducing Ekol 360, our new service offering end-to-end e-commerce operations at our Orkide facility located near the European highway border in Hadımkoy. We specialize in providing comprehensive solutions including domestic stocking, order fulfillment, and return management with different service levels. With our efficient by road operations, we can deliver e-commerce orders to all of European Customers within 7 days, prioritizing sustainability over airships.

Furthermore, at our facility in Poznan, Poland, we effectively handle returns from the European region and relist them for e-commerce purposes. Our Integration360 product enables seamless integration with European marketplaces, allowing you to initiate e-export operations. We ensure that your business benefits from a streamlined and efficient e-commerce experience.

### 7 DAYS TO ALL EUROPE



### Ekol's Eco-Friendly Approaches



Ekol's intermodal solutions are making a significant difference in reducing CO 2 emissions and diesel consumption Our innovative approaches result in a CO 2 reduction equivalent to 700 football fields of forest, while also saving enough diesel fuel to support 350 world tours

At Ekol, we prioritize sustainability as a core principle that drives our logistics operations With a strong focus on reducing our ecological footprint, we have implemented various eco friendly initiatives These include the installation of solar panels on our roofs, enabling us to harness clean, renewable energy Additionally, our adoption of intermodal logistics optimizes transportation modes to minimize emissions and promote environmental efficiency With 11 facilities proudly holding Zero Waste Certificates, we are committed to responsible waste management practices Furthermore, our continuous learning program ensures that our staff remains up to date with sustainable logistics practices Through our pioneering efforts, we are shaping a greener future for the industry and the planet.

> At Ekol we're proud to harness the sun's energy through solar panels installed at our LOTUS facility These panels generate enough electricity to meet the annual needs of 2 250 households By embracing renewable energy sources, we contribute to a sustainable future for our planet

Ekol's 11 Zero Waste Certified facilities stand as a testament to our company commitment to responsible waste management and environmental sustainability In 2022, we trained our 3,500 employees on sustainability, empowering them with the knowledge and skills to embrace environmentally responsible practices.



Connect with us to learn more about our services. Contact us at info@ekol360.com



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