10 tentree

TENTREE PLANTS ITS DIGITAL FOUNDATION

ACHIEVES SUCCESS WITH CENTRIC PLM™



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"Since 2015, our team has tripled in size. In just five years, we moved from printing a few t-shirts to more than 500,000 annually. As a result, the tools we were originally using to manage our internal processes—spreadsheets and emails—very quickly became unsuitable when we needed to scale production."

Derrick Emsley, tentree CEO, discusses the conditions surrounding the company's rapid rise. "The pace of growth has been exciting, but it's also been a challenge in terms of volume alone." Today, tentree designs and develops more styles every season. Its products are sold across North America through retail partners, wholesalers and the company's own e-commerce channel—with growing interest from retailers in Australia and Europe. What path did they travel to get to this point?

10 TREES FOR EVERY ITEM

Founded in 2012, tentree is relentlessly building a new kind of environmentally conscious apparel business from its headquarters in Vancouver, Canada. Emsley says, "We believe that big change starts small. Trees are why we exist as a business. We don't think of ourselves as an apparel company that happens to plant trees. We think of ourselves as a tree-planting company that happens to sell apparel."

Guided by three principles—stewardship, transparency and community—tentree carefully targets locales that will benefit the most from its tree-planting efforts. Customers can track where the trees associated with their specific item(s) purchased are taking root using a unique code.

But while sustainability comes first for tentree, product is anything but an afterthought. The company creates high-quality apparel and accessories that encourage people to venture outdoors and engage with their environment.

NEW TECHNOLOGY FOR NEW GROWTH

With 10 trees planted for every product sold, the tentree message has resonated with consumers to the tune of millions of trees planted to date. The goal is to plant one billion trees by 2030.

As tentree's SKU count grew, the old methods of production tracking began to hinder the company's ability to scale without compromising core values. To manage the mounting volume of new product introductions, a yearly influx of new staff, and to better track design, development and production, tentree needed new technologies.

CHALLENGES

- + Managing extremely rapid growth
- + Visibility and transparency lacking
- + Traditional PLM licensing model prohibitively expensive
- + Time-consuming manual reporting
- + Need for technology to evolve in line with business changes
- + Lofty sustainability goals



CENTRIC PLM IS AFFORDABLE, HAS EVERYTHING WE NEED OUT OF THE BOX AND THE SUITE OF ADDITIONAL MODULES MAKE IT SCALABLE AS OUR NEEDS EVOLVE. WE WANTED TO LAY FOUNDATIONS TO HELP US GROW-NOT JUST FOR THE NEXT TWO YEARS, BUT FOR THE NEXT FIVE OR TEN. Environmental, social and governance (ESG) factors are taken seriously. "We are dedicated to socially responsible manufacturing, but having so many different, disconnected forms of communication was making it difficult to get the level of internal accountability," says Emsley. "One of the biggest challenges we face is traceability throughout our entire supply chain. Chain of custody is a huge challenge, particularly in sustainable materials where you're making claims about where this product was sourced, how that organic cotton was actually farmed, and the ability to track and trace that through each individual product. We're only capable of doing that through technology." Supply chain transparency software is one way of ensuring visibility from concept to store shelves.

CENTRIC STEPS UP TO THE PLATE

After some investigation, tentree found that the brands they admired were doing product development in PLM instead of using spreadsheets, manual data entry and emails. However, the traditional licensing model favored by many software vendors was prohibitively expensive for a business as small and fast-moving as tentree. "To sustain our growth, keeping cash within the organization is absolutely critical," says Emsley. "We didn't want to have to buy a server or employ an internal team to support PLM."

The perfect solution was a subscription to Centric PLM[™]—a cloudbased solution specifically tailored for small to medium-sized businesses. "There were other subscription models out there, but none of them could match the capabilities, usability and scalability of Centric PLM," says Emsley.

For tentree, factors other than cost played into the decision. "We're a young business made up of people from a young generation, so we live on the internet," explains Creative Director Arthur Kononuk. "We needed a solution that was accessible from anywhere, at all times and adaptable enough to grow as we are. Centric PLM is affordable and has everything we need out of the box, and the suite of additional modules makes it scalable as our needs evolve. We wanted to lay the foundation to help us grow—not just for the next two years, but for the next five or 10."

DESIGN ENVIRONMENT

Lisa Lai, Associate Designer of Accessories and Knitwear, describes how manual tentree's processes were prior to Centric. "In making tech packs, we would have to put our Illustrator files into an Excel spreadsheet through screenshots. Points of measure were manually entered. The size charts and grading system were all through these spreadsheets. And since we were sending Microsoft documents to the factory, there was always room for error."

"As a designer, it's been huge to eliminate these manual steps," Lai says. "It allows a lot more time for creativity and what we're good at. So, we can sketch and be creative that way. In one of our design processes—coloring up the line—we need to see what SKUs are what color. Before Centric, we actually had to print out Illustrator files and manually count all the different colors. Now you can just filter within that season. Something that might have taken hours is cut down to 10 to 20 minutes of work!"

Any technology system must be embraced by the users, or it doesn't serve its purpose. "Having such a user-friendly interface really speeds up the onboarding process, making it very easy for new people to learn the software," says Kononuk.

RESULTS

- + 33% increase in number of categories
- + Full transparency through design and development
- + Better market responsiveness
- + Automated reporting and workflow management
- + Reduction of time spent on mundane design tasks
- + 66+ million trees planted



And beyond the abstract of improved user satisfaction, the intuitive, collaborative nature of Centric PLM has also delivered more concrete results. "Prior to PLM, a single team member would have to manually update a cumbersome master sheet with any changes to our lines," says Kononuk. "But now, a designer working in Illustrator can push a style to PLM, and our merchandising and line management teams will receive it instantly for review. That process used to take up to two days, but by collaborating in Centric PLM, we can manage the same updates in an hour and have our line sheets exported and ready to go."

DRIVING EFFICIENCY AND SUSTAINABILITY

Ludovic Duran, Product Commercialization Director, describes the state of having siloed systems. "Your information tends to be located in different software platforms, and so, centralizing it is the starting point. From there, you can add other tools, attach sustainability functions to your central database and have everything in one place."

"Key environmental partners like bluesign, the Higg index and Textile Exchange add value for a player who has no idea what the world of sustainable apparel is. When you embark on that journey, there is information overload. It can be paralyzing to figure out what the next step is. Having the workflow as part of the Centric offering is a competitive advantage. It will appeal to some of those companies because they don't have to research outside the platform—they can see what they need to do next." This is the fast track to attaining sustainable in fashion.

Emsley says, "We're actually able to map out our supply chain and understand in depth how we are taking those initial steps and where we're close to achieving sustainability. And now, we're using systems like Centric PLM to allow us to source quicker, create products more rapidly and get them to market quicker. Ultimately for us, that leads to planting more trees."

"Businesses are transforming how they think about sustainability and the role they play in climate change," adds Emsley. "In addition to that, we're going to focus on restoring the planet through the products we're selling as well."

Duran says, "We want to look at how can we evolve the solution to be the best out there. I think that because of that approach, there's an opportunity for us to continue to work together and for Centric to become the leader in sustainable PLM."



RESULTS SPEAK

tentree intentionally reduced the number of styles by 20-30% to focus on depth rather than breadth, strengthened relationships with key partners working to produce sustainable and biodegradable materials, and increased its number of categories from 15 to 20, adding accessories such as wallets, backpacks and water bottles.

Centric PLM's intuitive, visually geared interface saves time and has become essential for ensuring the integrity of tentree's styles and optimizing the brand's speed to market.

Lai says, "Before, there were many essential manual tasks and it was such a shame when creative minds want to be sketching or coloring but had to deal with those tedious items. Now, those steps are quick, allowing time for creativity. We definitely cannot live without Centric at tentree."







ABOUT TENTREE (<u>www.tentree.com</u>)

The beautiful landscape we know and love is fast disappearing. At tentree, we believe that we can inspire a new group of consumers to tackle the environmental issues we are now faced with. By planting ten trees and ensuring that all our clothing is produced responsibly

we allow each and every customer to make a difference. Our commitment to the environment isn't just a catchy hook to drive sales. It is something we fundamentally believe in, that will have an enormous impact on our environment going forward. It's your world, your life, your playground. Let's protect it – together, we can build forests.

Tree planting is a way of restoring the environment, maintaining ecosystems, and making our world a healthier place to live. This isn't new; but what is new, is how we have used the concept of planting trees to inspire entrepreneurship, build sustainable communities,

provide shelter and generally increase quality of life.

The founders of tentree have years of experience in the tree-planting industry and have used this to create a business model that ensures trees are planted sustainably and in a way that will have the greatest impact. Some of the many benefits of planting trees include:

- Creating and restoring bio-diversity
- Removing greenhouse gases from the atmosphere
- Creating bio-precipitation
- · Building sustainable and resilient natural ecosystems

ABOUT CENTRIC SOFTWARE (<u>www.centricsoftware.com</u>)

From its headquarters in Silicon Valley, Centric Software[®] provides a Product Concept to Consumer Digital Transformation Platform for fashion, retail, footwear, luxury, outdoor, consumer electronics and consumer goods including cosmetics and personal care and food and beverage. Centric's flagship Product Lifecycle Management (PLM) platform, Centric PLM[™], delivers enterprise-class merchandise planning, product development, sourcing, quality and product portfolio optimization innovations specifically for fast-moving consumer industries. Centric Visual Innovation Platform (CVIP) offers highly visual digital board experiences for collaboration and decision-making. Centric Retail Planning is an innovative, cloud-native solution powered by Armonica Retail S.R.L., that delivers an end-to-end retail planning process designed to maximize retail business performance. Centric Software pioneered mobility, introducing the first mobile apps for PLM, and is widely known for connectivity to dozens of other enterprise systems including ERP, DAM, PIM, e-com, planning and more as well as creative tools such as Adobe[®] Illustrator and a host of 3D CAD connectors. Centric's innovations are 100% market-driven with the highest user adoption rate and fastest time to value in the industry. All Centric innovations shorten time to market, boost product innovation and reduce costs.

Centric Software is majority-owned by Dassault Systèmes (Euronext Paris: #13065, DSY.PA), the world leader in 3D design software, 3D digital mock-up and PLM solutions.

Centric Software has received multiple industry awards and recognition, including being named by Red Herring to its Top 100 Global list in 2013, 2015 and 2016. Centric also received various excellence awards from Frost & Sullivan in 2012, 2016, 2018 and 2021.





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