# **Contents**

Message From Our Director	04
Our Company	06
Our Commitment	08
Thinking Sustainable Milestones	10
Thinking Environment	12
Thinking Health & Wellbeing	16
Thinking Certified	18
Green Building Council of Australia (GBCA)	20
Thinking Beyond Compliance	22
Thinking Responsibly UN Global Compact	24
10 Principles of UN Global Compact	26
Tackling Modern Slavery	29
Thinking Generously	30
Thinking Ahead	32

#### **Acknowledgement of Country**

Thinking Works acknowledges the Traditional Custodians of Country throughout Australia and recognises their continuing connection to their rich culture, land, water and community. We recognise their strength and resilience and pay our respects to their Elders past, present and emerging.

2 Sustainability Report — 2023/24 Sustainability Report — 2023/24 Sustainability Report — 2023/24 Sustainability Report — 2023/24

# A Message From Our Director



Our journey towards sustainability was initiated not as a response to social trends, but because we truly believe it is the right thing to do.

We are not a huge business, but we are ambitious – and we are determined to make a positive impact, both in terms of the environment and social responsibility. We understand this will take time, passion and commitment.

We want to create an environment for our staff and our stakeholders that is fun; at the same time, we're eager to look after the planet, and the people & communities that we impact and influence.

Our sustainability journey started in 2006, with the implementation of an environmental management system. Eighteen years on, we are focused on social responsibility just as ambitiously as we have been addressing environmental sustainability.

Dean Kuch Managing Director

# **Our Company**

The Thinking Works story began in 1984, when we arrived on the scene as the first designer and manufacturer of height-adjustable desks in Australia. We quickly established ourselves as the commercial furniture company who combined exceptional quality with ingenious creativity.

From height-adjustable workstations and smart table programs, to acoustic furniture, quirky seating solutions, screens and convenient addons like power-boxes and monitor arms, our furniture is designed to solve problems in the most beautiful, practical and sustainable of ways.

With a head office and main manufacturing site in Moorebank, showroom in Sydney and an international sales team, Thinking Works products are sold to office furniture and workstation suppliers, and marketed to the architectural and interior design industry across the world.



## **Our Commitment**

At Thinking Works, we understand the importance of sustainability as a company. But we also want to support our clients and customers to be more sustainable, by providing environmentally preferable products and ensuring our business operations are addressing environmental and social impacts - not just in our manufacturing facility, but also within our supply chain.

Over the past decade, we've observed our clients, opportunities for all, and treating our team along with the building industry, architects, and designers - becoming increasingly concerned not only with the environmental impacts of products and corporate social responsibility but also with selecting products that promote the health and well-being of building occupants.

To us, social responsibility means acting ethically in all areas of our business operations, including governance, human and labour rights, environmental compliance, and anti-corruption.

It involves taking care of our staff by providing a safe work environment, ensuring equal

members with dignity and respect. It also means providing workers with fair pay and working conditions.

We have planned our strategy around addressing our environmental impacts, tackling modern slavery risks in our business operations and supply chains. We adopt socially responsible business practices and ensure our products support designers and specifiers in creating healthy indoor spaces.



Sustainability Report — 2022/23

# Thinking Sustainable Milestones

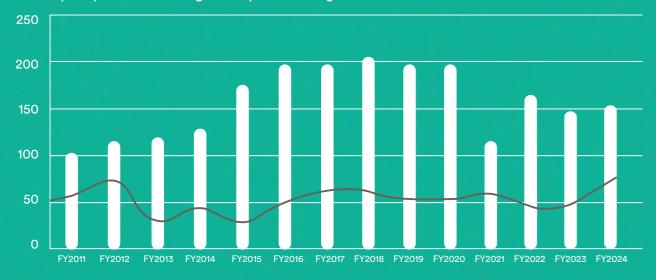
2024	Carbon offsetting of business operations	Voluntary reporting under the Modern Slavery Act	ISO14001 EMS Recertification		2017	Carbon offsetting of business operation	Blade Table and back to back workstation – Level A Platinum	Carbon offsetting of business operation	
2023	Voluntary reporting under the Modern Slavery Act 2018	Development of our Sustainability Strategy - Mark 2	AFRDI GreenTick Rosie Table	Carbon offsetting of business operations	2015	Carbon offsetting of business operations	Recertification of GECA (Australian Type 1 Ecolabelling certification)	Recertification of ISO14001 EMS	
2022	Voluntary reporting under the Modern Slavery Act 2018	Lovoc AFRDI GreenTick certification (Australian Type 1 Ecolabelling Certification)	Stix AFRDI GreenTick recertification (Type 1 Ecolabelling Certification)	Carbon offsetting of business operations	2014	Carbon offsetting of business operations	BLADE AFRDI^ Green/Blue TICK certification (Australian Type 1 Ecolabelling)	Carbon off business of	setting of perations
2021	Voluntary reporting under the Modern Slavery Act 2018	Silo AFRDI GreenTick certification (Australian Type 1 Ecolabelling Certification)	Carbon offsetting of business operations	ISO14001 EMS recertification	2012	Recertification of ISO14001 EMS	External assistance with undertaking safety risk analysis to improve current WHS.	Carbon offsetting of business operations	Recertification of GECA (Australian Type 1 Ecolabelling certification)
2020	Blade Table recertification	Carbon offsetting of business operations	Assessme Modern S risks in ou operation chains	nt of lavery r business s and supply	2011	Carbon offsetting of business operation	Undertaking of a Life cycle assessment on materials and finishes	Undertaking of testing of Volatile Organic compounds (VOC's) for our table & workstations	
2018	Carbon offsetting of business operation	AFRDI GreenTick - Stix certification (Type 1 Ecolabelling Certification)			2010	Undertaking of a Life Cycle Assessment for EONA and U.R	GECA* Product certification (Australian Type 1 Ecolabelling certification)	Thinking Works first offsets the carbon emissions from the business' operations by purchasing and retiring certified carbon credits	

# **Thinking Environment**

## **Environmental Management**

Back in 2006, we decided to put a system in place to reduce our impact on the environment, which primarily involved waste, energy, materials and emissions. Our Environmental Management System (EMS) was the result – and our sustainability journey had begun!

#### Sydney Manufacturing Facility - Waste Figures



9.3% reduction over a 15-year period, based on production figures

PRODUCTION
WASTE (TONNES)

## Waste: Initiatives

#### **Reduce Materials**



Our dematerialisation initiative involves Finite Element Analysis (FEA) – a program that assists our design team in assessing the minimal material input for greater strength and durability.

#### Recycle



We recycle metals, soft plastics, cardboard, paper, electrical equipment and comingle items.

#### Offset

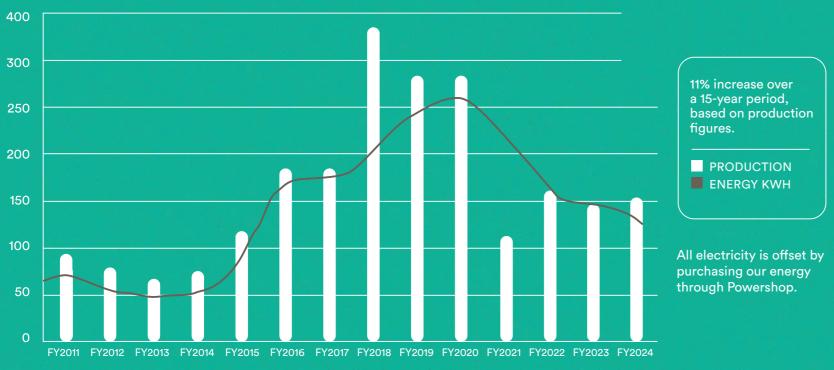


We've been offsetting all company waste and recycling items through verified carbon credits since 2010.

# **Thinking Environment**

We've had a 13.4% reduction in energy use over the last financial year. Thinking Works will continue with our 'switch off' campaign and monitor, track and record our energy to ensure we stay on track for further reductions.





# **Energy:** Initiatives

#### Avoid



LED lighting has been installed throughout our entire Sydney office, factory and warehousing facility.

#### Reduce



We ensure our air-conditioning and factory machinery is regularly serviced and working at optimum levels.

#### Offset



Thinking Works' electricity consumption in Australia is procured through Powershop, which means our energy use is 100% carbon offset.

# Thinking Health & Wellbeing

# Health & Wellbeing of Building Occupants

We recognize the significant impact that health and well-being have on building occupants and the influence the WELL Building Standard™ has had on the design community in Australia.

The average Australian spends 90% of their time indoors. And for many of us, this time is spent in the office. In a typical office building, 90% of operating costs come down to staff. So it just makes good business sense to have a workforce with high productivity levels, low absenteeism and a low staff turnover. Creating healthy offices can have a huge impact on productivity and ultimately the bottom line.

The WELL Building Standard™ is a performance based system for measuring and certifying buildings across ten categories of wellness.

These include Air, Water, Nourishment, Light, Movement, Thermal Comfort, Sound, Materials, Mind and Community.

We can help design teams with products that can contribute to the WELL requirements, products that are ergonomic, have acoustic properties and reduced toxins and materials that are low VOC.

# Health & Wellbeing: Initiatives

#### Fun and Healthy



We like to practice what we preach, so we too have a number of health and wellbeing initiatives. Our Director Dean Kuch believes that by providing a fun and healthy environment, that this will create a happy and productive workforce.

#### **Green Space**



We understand the benefit of having green spaces, and along with the office having a great selection of plants, we are fortunate to overlook parkland. We understand the importance of being connected to nature and how this can positively affect our physical and mental wellbeing.

#### **Ergonomic Environment**



And of course it goes without saying that our staff are provided an ergonomic environment which includes sit and stand desks and products that have been assessed for toxicity and that are low VOC.

Sustainability Report — 2023/24 Sustainability Report — 2023/24 Sustainability Report — 2023/24 Sustainability Report — 2023/24

# **Thinking Certified**

## **Company Environmental Certification**

# Thinking Works has been certified to ISO14001 EMS since 2009

In 2009, we engaged the services of a specialist Sustainability Consultant, who works with us on our environmental and social compliance requirements.

The ISO 14001 EMS certification gives our clients assurance that we:

- Comply with environmental legislation for our Australian operations
- Manage our environmental impacts and
- Set targets to reduce environmental impacts
- Adequately train our staff and ensure they are aware of their EMS responsibilities
- Strive for continual improvement

Thinking Works are audited annually by Global Mark to ensure we comply with the ISO 14001: 2015 standard.









# **Product Environmental Certification**

Type 1 Ecolabelling Certification

Good Environmental Choice Australia (GECA) – part of the Global Ecolabeling Network – and AFRDI Green Tick are both third party product certification schemes recognised by the Green Building Council of Australia (GBCA).

We have outlined the certification requirements for each scheme and level of certification below:

	GECA Level A	AFRDI Greentick Level A – Platinum
Criteria Requirements	EONA, U.R, Okidoki & Thinking Quietly (Table Base Only)	Lovoc, Ovation, Silo, Blade - table, Rosie, 4 star & folding Bambusa Stix - fixed height and height adjustable workstation
Avoidance of toxic, hazardous and prohibited substances	$\bigcirc$	$\bigcirc$
Fitness for Purpose – Strength and Durability	$\bigcirc$	AFRDI Blue Tick certification
Compliance with Australian laws and regulations	$\bigcirc$	$\bigcirc$
Indoor Environment Quality (IEQ) Low VOC products	$\bigcirc$	$\bigcirc$
Material Selection (recycled content)	Minimum requirement of 50% recycled content (EONA & U.R)	Recycled content in product packaging
Verified environmental claims	$\bigcirc$	$\bigcirc$
Design for Disassembly	$\bigcirc$	$\bigcirc$
Product Stewardship Program	$\bigcirc$	$\bigcirc$
Corporate Social Responsibility/ Human and labour rights supply chain due diligence	Signatory to the UN Global Compact	Signatory to the UN Global Compact
Transport and packaging (offsetting of transport emissions/ recycled content of packaging)	$\bigotimes$	$\bigcirc$
Chain of custody timber certification	FSC option available for Okidoki & Thinking Quietly upon request	$\bowtie$
Operational energy, water and waste	Not Applicable	$\bigcirc$

# Green Building Council of Australia (GBCA) – Green Star

Products that are certified under the GBCA recognised product certification schemes, e.g. GECA and AFRDI GreenTick, can help to achieve Green Star credits.

# Green Star – Design & As Built and Interiors Rating Tool

There are a number of Green Star credits that Thinking Works can contribute to.



Green Star Design & As Built

Certify the design and construction of a building



Green Star Interiors

Certify the interiopr fitout of a building

## Sustainable Products Credit

The aim of this credit is to encourage sustainability and transparency in product specification.

Thinking Works Level A products, EONA, U.R, Okidoki, Thinking Quietly, Lovoc, Ovation, Silo, Rosie, Blade Table (4 star and folding), Bambusa Stix (Fixed height and height adjustable workstation) will obtain a Sustainability Factor of 1. (see table below):

Transparency & Sustainability Initiative	Sustainability Factor (Sf)
Reused Product	1.0
Recycled Content Product	Decimal fraction of product that is recycled material (e.g. 20% = 0.2)
Environmental Product Declarations – product specific	0.75
Environmental Product Declarations – industry wide	1.0
Product has Level A Third Party Certification	1.0
Product has Level C Third Party Certification	0.50
Stewardship Program	0.50

#### Waste

This involves reducing the amount of construction waste going to landfill. A number of initiatives can be used to achieve compliance, such as reusing or implementing waste avoidance measures, e.g. by incorporating design solutions that make use of modular and prefabricated installations

#### **Indoor Pollutants Credit**

The aim of this Green Star Credit is to recognise projects that safeguard occupant health through the reduction in internal air pollutant levels, which creates a healthy indoor environment.

Several of Thinking Works products have been VOC tested, including EONA, u.r, Elevation, Thinking Quietly, Okidoki, Silo Stix, Ovation, and Lovoc all of which meet the GBCA's emission test requirements.

#### **Innovation Credit**

The Green Star Innovation category promotes holistic sustainable solutions in the built environment, and assists projects in investing resources into valuable outcomes.

Please contact our sales team to see how we may be able to assist your Green Star Project team with innovation credits.

## **Green Star – Performance Rating Tool**



### **Green Star Performance**

Certify the operational performance of a building.

## Procurement and Purchasing – Refurbishment Materials

The aim of this credit is to encourage the measurement and reduction of the environmental impacts of materials used in building operations, maintenance and upgrades.

1 point is available where refurbished and maintenance materials are purchased in accordance with the procurement framework during the performance period.

#### Refurbishment Waste – Materials Category

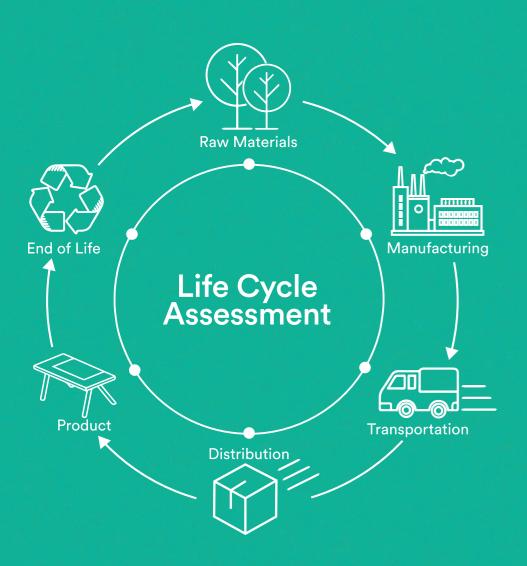
Waste to Landfill Diversion

This credit relates to where the percentage of waste from refurbishments that is diverted from landfill is reduced during the performance period.

Sustainability Report — 2023/24 Sustainability Report — 2023/24 Sustainability Report — 2023/24 Sustainability Report — 2023/24

# Thinking Beyond Compliance

At Thinking Works, we are always looking for ways to lower our environmental impact, whether by reducing or offsetting our energy, or thinking about how we design our products – from the materials we use to the finishes we apply.



# Life Cycle Assessment

In 2010, we commissioned Edge Impact to conduct a Life Cycle Assessment (LCA) on two of our products: EONA and U.R. We were also curious to learn which materials and coatings had the least environmental impact, so Edge Impact conducted an LCA on a number of different finishes and materials.

Armed with these insights, our design team now have a better understanding of which materials to use and which finishes are more environmentally preferable.

The design team also uses Finite Element Analysis (FEA) to identify environmentally preferable materials along with minimal material input for greater strength.

# **Company Carbon Emissions**

Thinking Works offsets the carbon emissions from our business operations by purchasing and retiring certified carbon credits under the global Verified Carbon Standard (VCS) and Emission Reduction Fund (ERF).

The following business operational activities are offset;

- Paper and cardboard
- Flights
- Waste and recycling
- Hotel accommodation
- Advertising
- Taxis
- Freight

Thinking Works' electricity consumption in Australia is procured through Powershop, which means our energy consumption is 100% offset.

We've seen a significant reduction in our carbon emissions with a 59% reduction since we began offsetting our carbon emissions in 2010. This is based on our production figures.

In 2023, we made the decision to purchase social and environmental offsets that not only help reduce global emissions but also support families in developing nations and in Australia.

The first project Thinking Works is supporting is World Vision's Clean Cookstoves initiative,

which provides cleaner cooking solutions to families in Ethiopia access to the use of clean and efficient stoves that slow the combustion of wood, improving indoor air quality and reducing health risks and burns. As a result, the stoves require less wood, reducing the amount of time women and children spend gathering firewood and allowing time for other activities, such as going to school.

The second project we are supporting is Indigenous Fire Management which supports fire management in Arnhem land in Northern Territory. Local rangers conduct controlled burns early in the dry season to reduce fuel on the ground and establish a mosaic of natural firebreaks, preventing bigger, hotter and uncontrolled wildfires later in the season.

And the third is Rainforest Rescue in Papua New Guinea. The project is located within a Forest Management Area designated for timber production by the Papua New Guinean Forest Authority, where the forest faced a significant threat. Carbon finance generated through verified carbon unit revenues offers Indigenous landowners a sustainable income based on carbon storage and ecosystem services provided by the forest, rather than short-term royalties from logging concessions. Conserving the forest and its carbon stocks helps avoid significant volumes of carbon emissions.

# **Thinking Responsibly**

The team at Thinking Works has always had a strong focus on looking after our staff, contractors and the communities in which we operate and influence. For many years, we've had our own internal policies and procedures on human rights, including equal opportunity, discrimination, harassment and bullying, and grievance communication.

We do this because it's the right thing to do, and because we want to help our clients be more sustainable.

In March 2016, we were proud to formalise our commitment to environmental and social responsibility by becoming a signatory to the United Nations Global Compact, the world's largest sustainability initiative.

The UN Global Compact addresses human and labour rights, environment and anti-corruption. These are the ten principles that Thinking Works has made a commitment to address:

#### **Human Rights**



Businesses should support and respect the protection of internationally proclaimed human rights; and



Make sure that they are not complicit in human rights abuses.

#### Labour



Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining;



The elimination of all forms of forced and compulsory labour;



The effective abolition of child labour; and



The elimination of discrimination in respect of employment and occupation.

#### **Environment**



Businesses should support a precautionary approach to environmental challenges;



Undertake initiatives to promote greater environmental responsibility; and



Encourage the development and diffusion of environmentally friendly technologies.

#### **Anti-Corruption**



Businesses should work against corruption in all its forms, including extortion and bribery.

# Thinking Works actions to address the 10 principles

#### **Policy Development**

Our commitment to addressing human rights includes:

- Ensuring we have an inclusive, diverse and respectful workplace, free from harassment and discrimination
- Providing our staff with a safe and healthy workplace
- A company-wide grievance policy to ensure there is a mechanism for resolving issues fairly and quickly
- Fair working conditions and wages
- Communicating to our employees' they have the right to join a trade union or labour organisation of choice, without fear of reprisal, intimidation or harassment
- Ensuring our supply chain have policies, procedures and processes that address force labour, child labour, debt bondage, fair recruitment, discrimination, fair working conditions and OHS.
- Condoning any form of modern slavery
  Our policy commitment is inline with Universal
  Declaration on Human Rights, the UN Guiding
  Principle on Business and Human rights and
  the International Labour Organisation's (ILO's)
  Declaration on Fundamental Principles and
  Rights at Work.

# Employment Handbook of Thinking Works

Our staff handbook outlines all our human and labour rights policies for internal staff, including those on anti-discrimination, bullying, fair working conditions and overtime, freedom of association and collective bargaining, grievance mechanisms, workplace health and safety, and environmental compliance.

#### Sustainable Design Guidelines

Our design and procurement teams follow a set of guidelines that address environmental compliance, the use of healthy materials, and the consideration of human rights and modern slavery within the supply chain.

#### **Training**

#### **UN Global Compact**

We have ongoing staff training on the UN Global Compact, to include staff inductions, informing our staff of our commitment to the UN Global Compacts 10 guiding principles and what this means for our company and our stakeholders.

#### First Aid Training

Thinking Works have had a number of employees attend an onsite First Aid Training course. The participants obtained qualifications in Cardiopulmonary Resuscitation, basic emergency life support and first aid. In January 2020 we purchased an Automated External Defibrillator and all our staff were provided training to use it in case of an emergency.

#### **Fire Safety Training**

As part of our commitment to staff safety, our fire wardens have undergone training with experts to ensure their skills are kept up to date. The training encompasses both theory and practical aspects of fire safety (evacuation drills and operation of fire extinguishers) and also includes emergency preparedness for gas leaks and bomb threats. We have annual reviews of our emergency drills by CHUBB to ensure we are conducting our drills as per our procedure.

#### Communicating the Importance of Sustainability Through Industry Training Thinking Works engaged the services of Libby Staggs at Sustainable Business Matters.

Together with our design team, we conducted training at Saturday in Design (Melbourne) on September 2nd, 2023, focusing on what makes a product sustainable and how Thinking Works is designing and procuring more sustainable products.

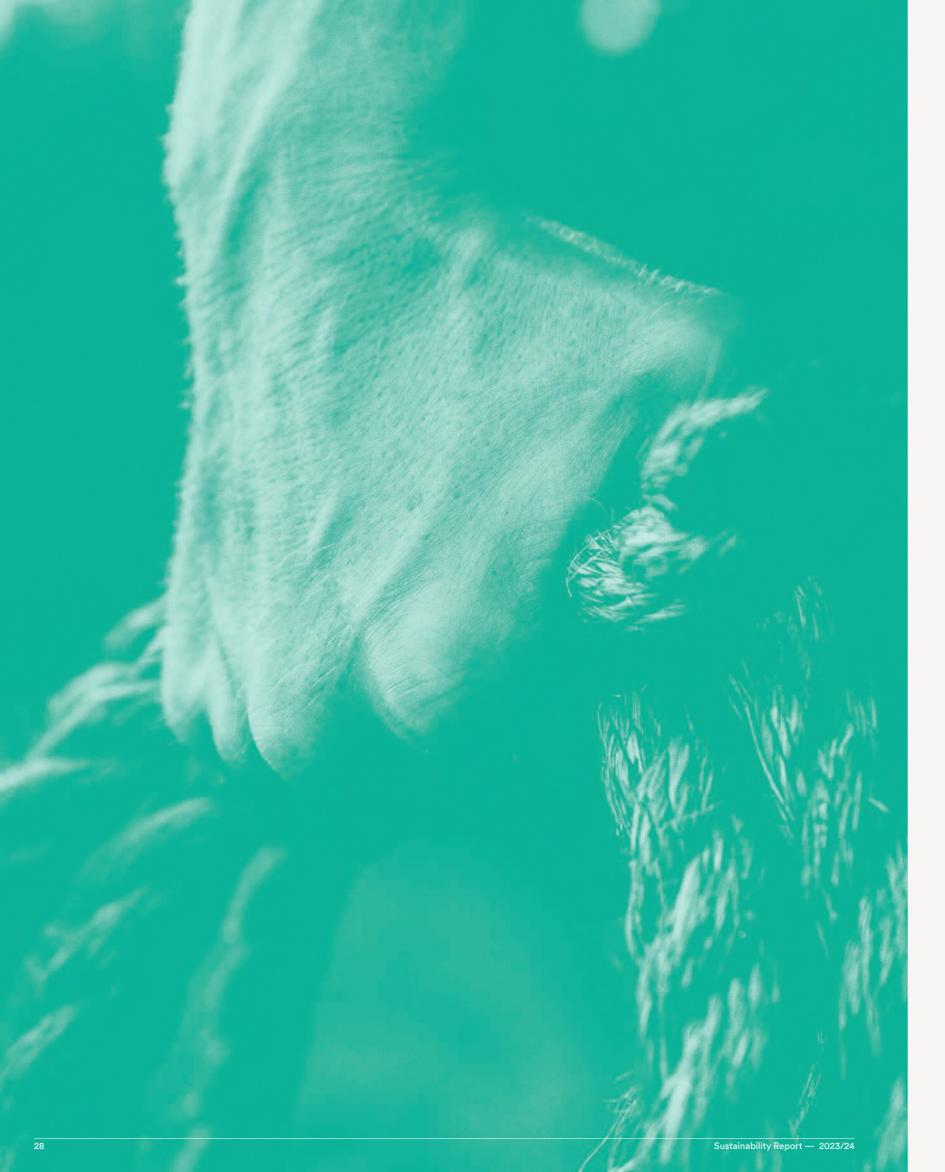
We were also invited to provide training to one of our industry's largest architectural firms. The session, An Introduction to Modern Slavery, outlined what modern slavery is, highlighted high-risk countries, products, and indicators, and discussed how companies can cause or contribute to modern slavery and labor exploitation. Additionally, we shared how Thinking Works approaches working with our supply chain to help end modern slavery.

# Sustainable Supply Chain Due Dilligence

Our due diligence process includes:

- Supply Chain mapping of business operations and supply chains
- A high-level Modern Slavery and Human Rights risk assessment
- Conducting individual Supplier Self-Assessment of overseas and local suppliers
- Scoring individual suppliers on their environmental and social performance using our internal scorecard
- Issuing suppliers with a Suppliers Code of Conduct
- Supporting and mentoring our supply chain partners to develop their systems in order to meet compliance requirements





# **Tackling Modern Slavery**

There are more men, women and children living in conditions of modern slavery than in any other time in history. Globally there is an estimated 49.6 million people living in modern slavery, 27.6 million in forced labour and 22 million in forced marriage<sup>1</sup>.

Two thirds of modern slavery victims are found in the Asian Pacific region where there are strong links to Australian businesses and their supply chains.

The term modern slavery is used to describe situations where coercion, threats or deception are used to exploit victims and undermine or deprive them of their freedom and includes:

- Human Trafficking
- Slavery
- Servitude
- Forced labour
- Forced marriage
- Debt bondage
- The worst forms of child labour
- Deceptive recruiting for labour practices or services<sup>2</sup>.

We understand that Modern Slavery can happen anytime and anywhere, we also understand that addressing modern slavery risks is not only important to our company but also to the design community, construction sector, our government and our clients.

In 2019, we started the process of tackling modern slavery by assessing the risks of modern slavery in our business operations and supply chains. We have developed a due diligence process to assess and mitigate risks in our business operations and supply chains. Our process includes:

- A high-level Modern Slavery and Human Rights risk assessment
- Individual Supplier Self-Assessments and evaluations
- Factory supplier site visits
- Training: An Introduction to Modern Slavery for key internal and external stakeholders
- Modern Slavery Action and Evaluation Tool, using KPIs
- Assessing the effectiveness of our high-level risk assessment
- Remediation and response plan when modern slavery or labor exploitation is found

Thinking Works are voluntarily reporting under the Commonwealth Modern Slavery Act (2018). Our Modern Slavery Statement provides a comprehensive outline of the actions we are taking to tackle modern slavery.

Our Modern Slavery Statement can be found on the <u>Australian Government's Online Register</u> for Modern Slavery Statements.

#### Source:

- 1. Walk Free, Global Slavery Index
- 2. Australian Government Modern Slavery Act 2018, Guidance for reporting Entities

Sustainability Report — 2023/24

# **Thinking Generously**

We love getting our staff involved in helping improve people's lives! And over the years, they've been hands on with making this happen. As well as hosting our own events, we are equally proud to partner with industry colleagues to support them with their charitable events.

This commitment to make the world a better place starts with our Managing Director, Dean Kuch who is passionate about making a difference by supporting initiatives:

- Support disadvantaged country kids
- Focus on mental health in the workplace
- Help young people overcome tough circumstances to determine their own futures
- Support young adults struggling with their mental health
- Raise awareness about the current climate crisis and demand change from our leaders



# Thinking Ahead

# The journey to improved sustainability and social responsibility is a learning process for us all.

It can be challenging at times, but we are humbled and inspired to continue our commitment to make a positive difference – whether by lowering our environmental impact, providing a safe work environment for our staff, or working with our suppliers to ensure they too respect human rights and develop environmental management practices.

Thinking Works are proud of the work we have done over the past 18 years, but remain focused and aware of the work ahead. We wish to engage with our stakeholders, making this the exciting beginning of an ongoing dialogue.`



# Thinking Works © Copyright 2024 All Rights Reserved

**Head Office** 15-23 Helles Avenue, Moorebank New South Wales 2170, Australia

P: +61 (0)2 9726 7177 F: +61 (0)2 9726 7188 sales@thinkingw.com

www.thinkingw.com

# Furniture for the Curious