

Coal Phase Out Plan

Fakir Apparels Ltd. is committed to sustainable production and environmentally responsible operations. In alignment with global decarbonization goals, buyer requirements, and national sustainability objectives, we have formulated a Coal Phase-Out Plan. Although we do not use coal for power or energy generation, this plan ensures transparency, risk management, and alignment with brand expectations.

Current Status

- Fakir Apparels has no coal-fired boilers or coal-based energy generation facilities.
- Primary energy sources:
 - Natural Gas
 - Biomass (Rice husk)
 - Renewable Electricity (Solar PV)
- Diesel generators are used only as backup during grid or gas supply interruptions.
- Additionally, we are purchasing REC (Renewable Energy Certificate) to offset scope-ii emissions.

Coal Phase-Out Commitment

- Immediate Phase-Out Status: Fakir Apparels is already 100% coal-free.
- Policy Declaration: A strict “No-Coal Policy” is in place, prohibiting coal usage in any existing or future operations.
- Supplier & Partner Commitment: We will encourage and engage with supply chain partners to adopt similar no-coal practices.

Future Roadmap (2025–2030)

Year	Action Item	Status/Target
2025	Formalize and publish No-Coal Policy to all stakeholders.	In progress
2026	Integrate no-coal criteria in supplier code of conduct.	Planned
2027	Increase renewable electricity share (Solar PV).	Ongoing
2028	Continuous efficiency improvement in natural gas & biomass boilers.	Ongoing
2030	Maintain 0% coal dependency across operations and supply chain.	Target

Monitoring & Reporting

- Third-party audits (Higg FEM, GTW, STEP by Oekotex, OceanSafe etc.) will validate no-coal energy sources.
- Regular disclosure to brand partners on energy mix and decarbonization progress.

Benefits of Coal Phase-Out

- Environmental: Lower GHG emissions, improved air quality.
- Compliance: Meets global buyer sustainability standards (ZDHC, Science-Based Targets, EU Green Deal).
- Reputation: Enhances brands image to the existing and new customers.

Conclusion

Fakir Apparels Ltd. is already a coal-free organization. Through this plan, we reaffirm our commitment to never revert to coal and to continuously advance toward cleaner and renewable energy solutions. This aligns with our sustainability vision and global brand requirements.

