andu amet

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Japan-Africa Business Forum 2014 Special Seminar The Forefront of BOP & Inclusive Business: Innovation in Africa

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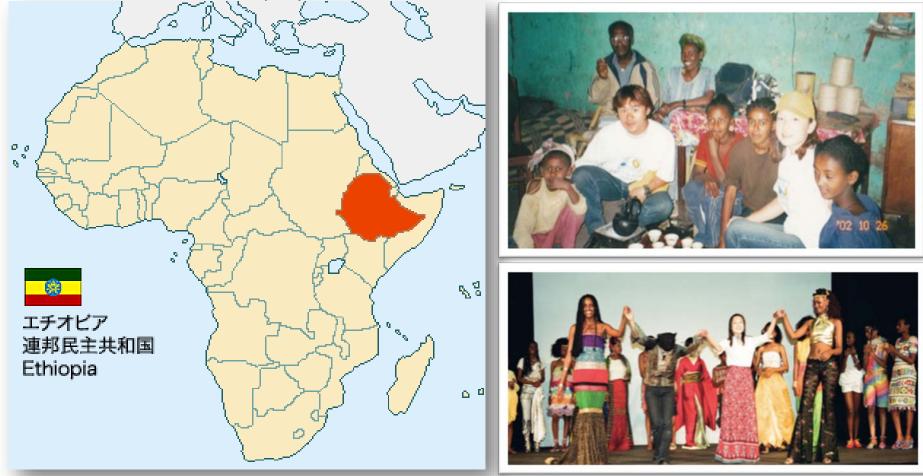


Background Info

Background to Starting Business

Felt uncomfortable about *monodzukuri* (manufacturing) based on mass production and consumption, and went to Ethiopia as a member of Japan Overseas Cooperation Volunteers.

Decided to start a business seeing potential in people and materials. Through marketing of foreign brands, established the company in 2012.





Background Info / Ethiopia



What is Ethiopia Like?











Background Info / Ethiopia



Ethiopian Sheepskin

One of the world's highest-grade materials. Used for seats in foreign luxury automobiles and earphone covers



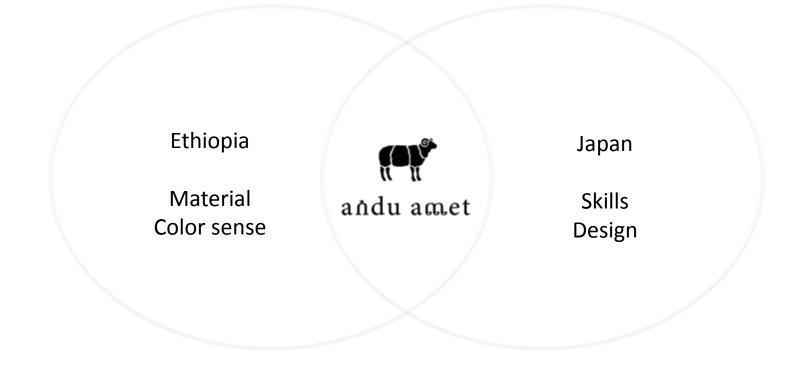
Background Info / Ethiopia



Ethiopian Sheepskin

However, it depends on exports of low-value-added "leather as raw materials" due to underdevelopment of the industry





About and u amet

Products

- Extremely unique products with a concept of "Happy"
 - Luxurious use of Ethiopian sheepskin, one of the world's highest-grade materials
 - Extremely unique design
 - Thoroughly ethical manufacturing process
- A high price line of around 100,000 yen
- Put high priority on stories



Secrets of andu amet HAPPY! 1 Material

Luxurious use of extra-quality Ethiopian sheepskin, which brings a smile to the faces of people who touch it



Secrets of andu amet HAPPY! 2



Design

Unique design inspired by African sense of color and the beauty of traditional Japanese art



Secrets of andu amet HAPPY! 3



Process

Give consideration to society and environment in all processes, including planning, procurement of materials, manufacturing, and sales



Strategy



Sales Channel

Sales for a limited time at luxury commercial facilities and department stores, such as Roppongi Hills, Tokyo Midtown, Shibuya Hikarie, and Sogo Yokohama

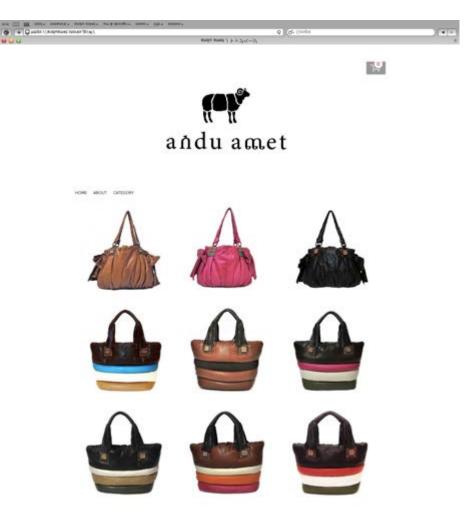


Strategy



Sales Channel

Began sales to order on the online boutique for customers nationwide in September 2012



Strategy



Communication Business

Hold workshops and various events to develop an understanding of ethical monodzukuri



Strategy Value Chain

Planning and Development

Procurement of materials

Manufacturing

Marketing

Scarcity/ Designability	Make African sense of color and beauty of Japanese traditional art a design concept	Adopt extra- quality Ethiopian sheepskin	Handmade	Limited sales only at first- class stores
Consideration to society and environment	Extremely unique design unaffected by trends, upcycling	Do business only with environmentally -friendly tanneries Use by-product	Fair trade Long-term skill teaching	Make to order Propose slow fashion Lasting support for repair

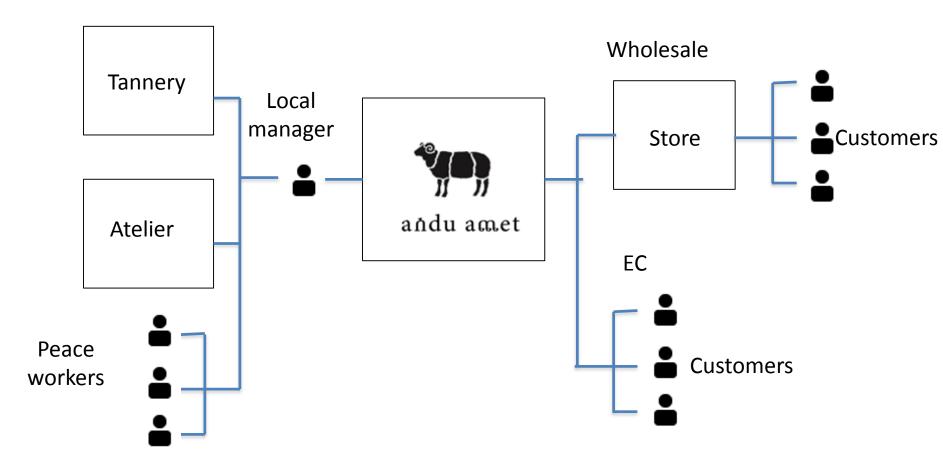
leather of sheep

for food

Strategy Structure

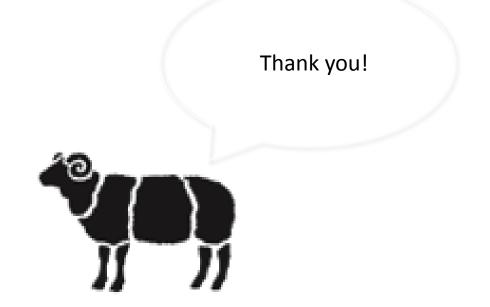
Production area (Ethiopia)

Sales areas (Japan/Global)



About andu amet Our Goal



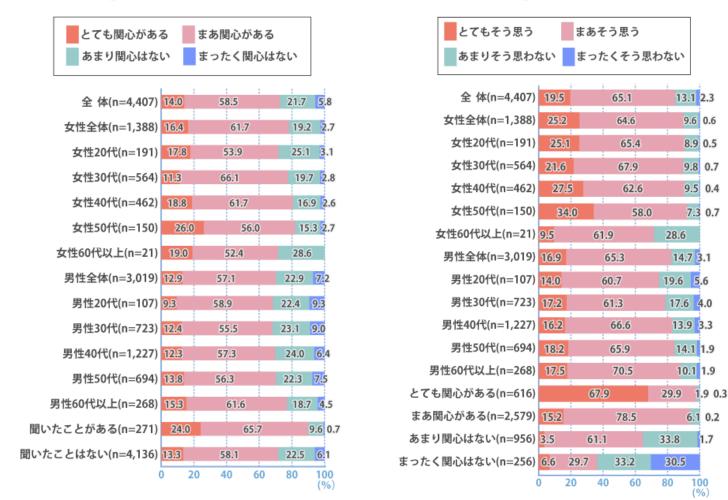


Appendix



Background Info / Japan Increase in Interest in and Willingness for **Ethical Consumption**

Although awareness of the term is low, interest in ethical consumption is extremely high, and future willingness accounts for more than 80% in all generations.



エルネット調査 (2011)

1.7

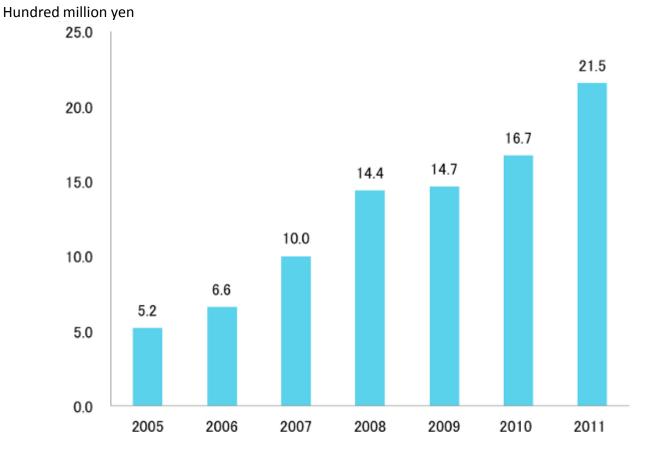
Background Info / Japan



Expansion Trend of Domestic Fair Trade Markets

The fair-trade certified product market scale in 2011 increased by 29% from the previous year to 2.15 billion yen.

The number of corporations and groups participating in fair trade is increasing yearly, with 137 organizations as of the end of July 2012.



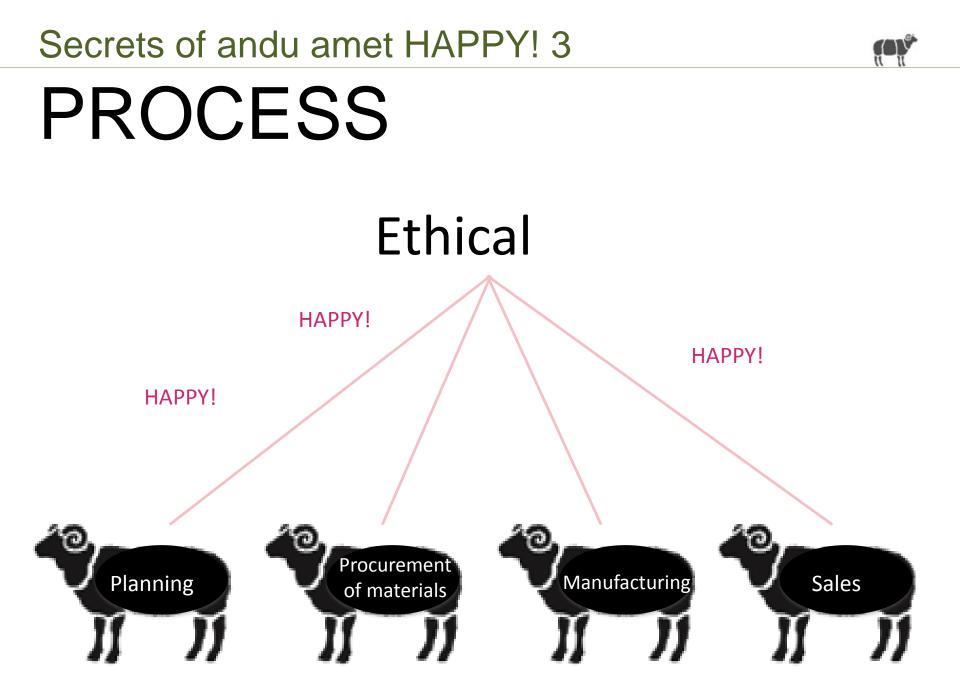
Fairtrade International

Ethical Fashion–Attracting Media Attention

Ethical brands are featured in popular fashion magazines one after another as well as the media including newspapers and TVs. There is a flood of websites and magazines that specialize in ethical fashion.









Actively adopt designs using leather scraps effectively





Use by-product leather from meat Do business only with environmentally-friendly tanneries





Raw skins → Exporting finishing products Established ateliers to create jobs and transfer skills





Sales & marketing strategy aiming for careful use over a long time, not encouraging mass consumption



Designer

Offer: High **creativity** utilizing the positive quality of Ethiopian leather

Gain: Experience in ethical & global monodzukuri

A **place** where designers really feel like they are manufacturing good things



HAPPY!

Customer

Offer: Market Gain: Obtain a product which the customer really thinks is good at the right price

Producer

Offer: **Products** pursuing the essence (material, skill, design, manufacturing process) Gain: Obtaining of skills, design, and markets = income



Strategy Positioning

Competitors are not existing ethical brands but are super brands.

