

Responsible Sourcing

The

life

of

our

clothing

begins

well

before

any

fabric

is

sourced

or

sewn.

At

each

step

along

our

supply

chain,

our

values

drive

improvements

in

our

practices.

Where We Source

In

our

supply

chain,

we

value

suppliers

that

share

our

commitment

to

responsibility

and

respect

the

safety

and

rights

of

their

workers.

We

effectively

promote

relationships

with

these

types

of

suppliers

by

first

training

our

new

sourcing

associates

to

understand

the

importance

of

Where We Source

In

our

supply

chain,

we

value

suppliers

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share

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commitment

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Where We **Source**

In

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value

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commitment

responsibility

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safety

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Responsibility

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increased

Where ownership. We

Spurce Code

of

Gonduct our AEO supply is chain, dedicated we to value value
the
suppliers
highest
that
level
share
of
our
social
commitment
responsibility.
to
As to As As responsibility part and of respect that the commitment, safety we and direct direct rights our of business their relationships workers. workers. to We those effectively suppliers, promote including relationships our

our with

sourcing these agents, types vendors, of factories suppliers and by their first

own training suppliers, our who share sourcing sourcing our associates vision to of understand ethical the and importance fair of

working compliance conditions. in

Where Source

Conduct

In

our

supply

chain,

we

value

suppliers

Factory Inspection

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improvement

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respect AEO

the

safety committed and to

rights working

of with

their our

workers.

We partners effectively to

promote properly relationships protect

with the

these workers

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suppliers across

by our first supply training chain.

new

Supplier **Approval** associates

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properly disalsuse the sigeial **o**fmpliance personmencers infclude bines, olepopeliesses īhis **≴**@Crecard omelæns res thred pupapilideé's **fectoiry**ation so∮cial bousipeison ce performance and **Our Inspection**t **Approach** mprovement. Factory Rating System ΑII of the apparel factories we actively source from are visited and inspected every year by our internal team or thirdparty auditing partners. Our

approach is focused on transparency and remediation, SO most of our audits are semiannounced to help us build trust with our factory partners. We have а group of AEO associates in Hong Kong and Bangladesh that conduct а portion of our audits and work closely with factories on remediation.

We

rate

factories

after

each

audit.

Factories

with

more

severe

ratings

are

given

reduced

or

no

business

opportunities

until

issues

are

resolved.

We

work

with

factories

to

remediate

every

finding,

but

address

more

severe

ones

with

increased

urgency.

Strategic Labor Programs

Fire and Building Safety

In

2013,

we

joined

220

global

apparel

companies

in

signing

the

Bangladesh

Accord

on

Fire

and

Building

Safety

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an

unprecedented

five-

year

independent,

legally

binding

agreement

to

build

а

safe

and

healthy

ready-

made

garment

industry

in

Bangladesh.

The

agreement

was

signed

in

the

immediate

aftermath

the tragic Rana Plaza building. While none of our affiliate factories were located in Rana Plaza, we knew we had to be part of the movement to ensure the safety of our workers. We remain fully committed to our investment in the Accord. We actively support factories to complete

of

the Accord's structural, fire, and electrical safety inspections, remediation, and training activities at all our factories in Bangladesh. We have expanded our learnings to other countries where there is aging infrastructure that could present risks to workers. AEO has launched its own Global Fire and Building Safety guideline that incorporates

insights from the Bangladesh Accord. As part of this program, we have provided trainings and conducted inspections focused on fire and building safety in factories in Pakistan and India. Worker Program

Survey

Our

goal

is

to

encourage

the

factories

we

work

with

to

foster

an

environment

in

which

workers

feel comfortable raising and discussing labor concerns in а constructive manner. Since 2014, we've worked with key factory partners to implement worker survey programs to give workers а voice. We start with conducting anonymous surveys to gather worker feedback on health and safety, engagement, communication, and satisfaction. Next, weWe

share the results with factory management and work with them to identify and implement next steps to address findings, then followup six months later to measure progress. The goal is for each factory to have its own internal grievance procedures in place to independently manage effective internal communication channels.

Key Sourcing Policies

Great

style

shouldn't

come

at

the

cost

of

the

welfare

of

others.

The

materials

and

treatment

processes

we

use

are

one

part

of our

commitment

to

responsible

sourcing,

reflecting

our

company

values

and

reinforcing

our

Code

of

Conduct.

Uzbek And Turkmen Cotton

BanIn response to

issues

around

forced

and

child

labor

practices,

we

have

banned

the

use

of

cotton

from

Uzbekistan

and

Turkmenistan.

Sandblasting Ban

In

2011,

we

banned

sandblasting

in

the

production

of

our

denim

as

well

as

the

presence

of

sandblasting

equipment

in

any

facility

producing

for

Animal Welfare Policies

We

oppose

the

inhumane

treatment

of

animals,

and

we

do

not

tolerate

animal

cruelty

in

the

design,

manufacturing

or

testing

of

American

Eagle

Outfitters

products.

The

following

policies

outline

our

stance

on

the

usage

of

specific

materials

and

procedures.

We

do

not

permit

the

```
use
of
the
following
under
any
circumstances
:
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- 1. Fur
- 2. Skins

from

endangered

exotic

animals;

3. Muleseed

wool;

4. Angora

(rabbit

hair);

5. Animal

testing

Down

and

leather

may

be

used

under

qualifying

circumstances.

Improving Women Factory Workers' Health

We

are

committed

to

promoting

the

health

and

wellbeing of the women who make our products in our global supply chain. We are working with our factory partners to expand participation in Business for Social Responsibility's (BSR's) HERproject, collaborative initiative that strives to empower lowincome women working in global supply chains. То date, HERproject has

been implemented at four factories in Cambodia and six factories in Bangladesh, with efforts underway at two factories in Vietnam. As part of HERproject, we help train peer educators and participate in а Technical Advisory Group that's focused on developing а nurse training program, as well as а program focused on

addressing sexual harassment. With HERproject, we're not just investing in women, we're investing in their families and communities around

the world.

Resources