

# **Terms of Membership**

Better Cotton Initiative membership is renewed annually upon fee payment.

Members wishing to terminate their membership shall give three months' advance notice in writing by emailing membership@bettercotton.org. Fees already paid for current membership year are not refundable.

## 1. Terms of Payment

- 1.1 Membership fees are payable on an annual basis.
- 1.2 Invoices will be sent electronically by email by default and as hard copy by post upon request only.
- 1.3 Invoices will be considered as received on the next business day following the day the documents were emailed.
- 1.4 Membership fee invoices are payable within 30 days of receipt.
- 1.5 After 30 days a reminder will be sent by the Better Cotton Initiative Secretariat. Fee payments will be considered late if received after the payment term has expired. A fee of up to 5 % of the initial amount invoiced may be charged for late payments.
- 1.6 Failure to pay membership fees for 5 months or longer may result in suspension and/or termination of membership.
- 1.7 Fees are reviewed annually by the Better Cotton Initiative Council.

#### 2. Adherence to the Better Cotton Initiative Code of Practice

The adherence of members to the Better Cotton Initiative Code of Practice is fundamental to the integrity, credibility and success of Better Cotton Initiative.

A violation of the Better Cotton Initiative Code of Practice may lead to the suspension and / or termination of membership. A breach of the Better Cotton Initiative Code of Practice includes, but is not limited to the following:

# Practice contradicting the spirit of Better Cotton Initiative, its mission, aims and strategic principles

- 2.1 Endangering the interests or the reputation of the Better Cotton Initiative and of Better Cotton Initiative.
- 2.2 False representation of Better Cotton Initiative.
- 2.3 Making misleading or unsubstantiated claims about the production, procurement or use of Better Cotton Initiative and the impact associated with it.



- 2.4 Being listed on a default list.
- 2.5 Behaving in a manner contradictory to the Better Cotton Initiative anti-trust guidelines.
- 2.6 Taking part in anti-competitive practices.

# 3. Termination of Membership

Under the Better Cotton Initiative Statutes, a member ceases to be a member of the Association if the member:

- 3.1 becomes insolvent
- 3.2 is wound-up or is dissolved
- 3.3 resigns that membership by written notice to the Better Cotton Initiative Secretariat with a notice period of at least three months
- 3.4 or is expelled from the Association, according to art. 3.5-9.

### The Council may expel a member if it determines that:

- 3.5 the member no longer meets the definition specified for the member's membership category
- 3.6 the member no longer meets the membership criteria
- 3.7 the member fails to adhere to the Better Cotton Initiative Member Code of Practice
- 3.8 the member fails to pay their membership fees on an annual basis and in accordance with the membership fee structure
- 3.9 or the member is endangering the interests or the reputation of Better Cotton Initiative.

In case of expulsion, the Council must give the member at least 30 days written notice of the expulsion, stating the grounds for the expulsion and allowing the member to provide a written submission stating why they should not be expelled, with such submission to be received prior to the proposed date of expulsion. The Council's decision whether or not to expel a member is final.