

# Better Cotton Initiative Membership Fees Structure

#### **Last updated December 2025**

All Better Cotton Initiative (BCI) Members pay a membership fee on a twelve-month basis in accordance with the BCI membership fee structure. BCI Membership Fees are invoiced in Euros (€). They may be subject to Value Added Tax (VAT) in some territories. The membership fees are different for all five membership categories at BCI. Fees are subject to annual review by the BCI Council.

The membership fees listed in this document were subject to an inflationary adjustment in December 2025, as approved by the BCI Council. The new fees will be effective from 1 April 2026.





# **Membership Categories**

There are five membership categories as defined in the Better Cotton Initiative Statutes and reproduced below.



**Civil\_Society:** any non-governmental organisation that is not-for-profit and serves the public interest and common good related to the cotton sector.



Suppliers and Manufacturers: any organisation that runs for-profit activity within the cotton supply chain beyond the farm-gate and before the retail, from buying and selling to processing. This includes ginners, spinners, mills, cut and sew and cotton traders.



**Producer Organisations**: any organisation that engages with and aims to represent cotton producers



**Associate Members**: any organisation that has a valid interest in becoming a member of the Association but does not fall within the other categories.



**Retailers and Brands:** any for-profit organisation selling goods or services directly to consumers or intended for direct use of consumers.





# **Membership Fees**

# **Civil Society**

The table below shows the fees for the membership category Civil Society only.



Fee Level	Annual Income (EUR)	Annual Fee (EUR)
National Non-OECD	N/A	125€
National OECD	N/A	365€
Small International	< 1,000,000 €	605€
Medium International	1,000,000 - 10,000,000 €	1,200 €
Large International	> 10,000,000 €	2,395 €

The table above lays out fees based on the organisation's scope of activities and annual income.

An organisation that only has activities within one country is defined as national, and in multiple countries, as international.

- For a national scope of activities, fees are defined based on whether the organisation's headquarters are registered in a non-OECD or in an OECD country.
- For an international scope of activities, fees are based on the organisation's previous year's annual income as per the fee table.
- Proxies for annual income that we accept include the budget or revenues of the cotton-related activities carried out by the organisation.

The Organisation for Economic Co-operation and Development (OECD) is an intergovernmental economic organisation with 38 member countries, founded in 1961 to stimulate economic progress and world trade. Check <u>here</u> for the list of OECD countries.





# **Producer Organisation**

The table below shows the fees for the membership category Producer Organisation only.



Fee Level	Annual Fee (EUR)
Non-OECD	135 €
OECD - Sub-national	655 €
OECD - National and Supranational	1,320 €

The fee level is based on whether the organisation is registered in a non-OECD country or in an OECD-country:

- If the organisation is registered in an OECD-country and its activities are limited to one region it is defined as Subnational.
- If the organisation is registered in an OECD-country and its activities are spread over wider regions, then it is defined as National and Supranational.

The Organisation for Economic Co-operation and Development (OECD) is an intergovernmental economic organisation with 38 member countries, founded in 1961 to stimulate economic progress and world trade. Check <u>here</u> for the list of OECD countries.





## **Supplier and Manufacturer**

The table below shows the fees for the membership category Supplier and Manufacturer only.



Fee Level	Annual Cotton Related	Annual Fee (EUR)		
	Turnover (EUR)	Other Intermediaries	Cotton Traders	
Very Small	< 50,000,000 €	2,520 €	3,770 €	
Small	50 - 100,000,000 €	4,610 €	6,590 €	
Medium	>100 - 200,000,000 €	6,590 €	13,170 €	
Large	>200 - 400,000,000 €	10,535 €	22,390 €	
Very Large	> 400,000,000 €	13,170 €	31,730 €	

The Supplier and Manufacturer membership category is available in two sub-categories: Cotton Traders and Other Intermediaries.

- Cotton Traders are traders dealing in raw cotton only.
- Other Intermediaries include spinners, mills, end-product manufacturers, sourcing agents and ginners.

The fee level is determined by the cotton share (percentage) of the company's or group's previous financial year's sales turnover as evidenced in its financial statement.

#### Non-Member BCP Access

If your company does not source cotton lint (for example, stand-alone fabric mills, end-product manufacturers and sourcing agents) and you do not wish to become a Better Cotton Initiative Member, there is an alternative option to engage in Better Cotton Initiative sourcing for your customers. Click <u>here</u> for more details about how to gain access to a non-member supplier account on the BCI Platform (BCP), available for €1,030.





#### **Retailer and Brand**

Retailer and Brand (RB) Members pay a membership fee for 12 months of membership as well as a variable Volume Based Fee (VBF) based on a calendar year of BCI Cotton sourcing. The total cost of participation in the Better Cotton Initiative is a combination of these fees.

First time RB Members pay a membership fee for 12 months of membership and a "Farmer Support Contribution" equivalent to the membership fee in the year of joining the Better Cotton Initiative. As of the second calendar year, the RB Member is subject to VBF as all other RB Members in BCI.

These fees are explained in more detail below.

#### 1. Membership Fee

The table below shows the fees for the membership category Retailer and Brand only.



Fee Level	Annual Cotton Consumption (Metric Tons)	Annual Fee (EUR)	
Very Small	< 5,000 MT	7,545 €	
Small	5,000 - 20,000 MT	13,170 €	
Medium	>20,000 - 50,000 MT	23,945 €	
Large	>50,000 - 125,000 MT	40,110 €	
Very Large	> 125,000 MT	59,860 €	

The annual membership fee is based on the Member's total Annual Cotton Consumption, that is, the equivalent of the cotton fibre required from spinner level to produce 12 consecutive months of final end products. This is based therefore on a calculation of cotton fibre or lint consumed. BCI provides guidelines and resources for measuring cotton consumption for its Members, and they can be found on the BCI <u>website</u>.





#### 2. New Member Farmer Support Contribution

All first-year Members must pay an entry **Farmer Support Contribution** equal to their membership fee in their first year of joining BCI. This is a one-time contribution to the supply that has been created by Retailer and Brand Members who have been investing since the Better Cotton Initiative's foundation. The Farmer Support Contribution is invested into the BCI Growth and Innovation Fund (GIF) to support farmer capacity building, innovation and credibility activities.

This payment will contribute towards your sourcing-related fees at the end of your first calendar year in Better Cotton Initiative, but it is not reimbursed if you have not sourced BCI Cotton.

#### 3. Volume Based Fee (VBF)

The Volume Based Fee (VBF) is paid by Retailer and Brand Members to fund the field implementation of the Better Cotton Initiative Standard System. It provides core funding for the GIF. It is variable based on the proportion (%) of BCI Cotton sourced in one calendar year compared to the Annual Cotton Consumption available that can be sourced as BCI Cotton (it excludes for instance, certified organic cotton, Fair Trade Certified™, etc.) in a calendar year.





The first table below indicates the 2026 VBF rates and apply to BCI Cotton sourced from 1 April 2026. The second table indicates the 2024 VBF rates that will still apply for BCI Cotton sourced between 1 January and 31 March 2026.

### 2026 Volume Based Fee Rate\* (EUR/MT BC procured) - Effective from 1 April 2026

Volumes of cotton sourced as BCI Cotton						
Absolute Procurement	Relative procurement**					
	< 20%	≥ 20%	≥ 40%	≥ 60%	≥ 80%	100%
≤ 200 MT	18.20 €	17.15€	15.60 €	14.55€	14.05€	13.55 €
>200 - 1,000 MT	17.15€	15.60 €	14.55€	13.55€	12.50 €	11.95 €
>1,000 - 3,000 MT	15.60 €	14.55€	13.55€	11.95€	11.45€	10.95€
>3,000 - 5,000 MT	15.10 €	14.05€	12.50 €	11.45€	10.95€	10.40 €
>5,000 - 25,000 MT	14.55 €	13.55€	11.95 €	10.95€	10.40 €	9.90€
>25,000 - 75,000 MT	14.05€	12.50 €	11.45 €	10.40€	9.90 €	9.35 €
>75,000 - 150,000 MT	13.55€	12.50 €	11.45 €	10.40€	9.90 €	9.35€
>150,000 - 300,000 MT	10.90 €	9.90€	8.35€	7.30 €	6.75€	6.25€
>300,000 MT	9.90€	8.35€	7.30 €	6.75€	6.25€	5.70 €

<sup>\*</sup>Fees are subject to annual review by the Better Cotton Initiative Council.



<sup>\*\*</sup>Relative procurement is the percentage of cotton lint sourced as BCI Cotton compared to the total cotton consumption.



#### 2024 Volume Based Fee Rate\* (EUR/MT BC procured) - Effective until 31 March 2026

Volumes of cotton sourced as BCI Cotton						
Absolute Procurement	Relative procurement**					
	< 20%	≥ 20%	≥ 40%	≥ 60%	≥ 80%	100%
≤ 200 MT	17.5€	16.5€	15.0 €	14.0 €	13.5€	13.0€
>200 - 1,000 MT	16.5€	15.0 €	14.0 €	13.0 €	12.0 €	11.5€
>1,000 - 3,000 MT	15.0€	14.0 €	13.0 €	11.5€	11.0 €	10.5€
>3,000 - 5,000 MT	14.5€	13.5€	12.0 €	11.0 €	10.5€	10.0€
>5,000 - 25,000 MT	14.0 €	13.0 €	11.5€	10.5 €	10.0€	9.5€
>25,000 - 75,000 MT	13.5€	12.0 €	11.0 €	10.0 €	9.5€	9.0€
>75,000 - 150,000 MT	13.0€	12.0 €	11.0 €	10.0 €	9.5€	9.0€
>150,000 - 300,000 MT	10.5€	9.5€	8.0€	7.0 €	6.5€	6.0€
>300,000 MT	9.5€	8.0€	7.0 €	6.5€	6.0€	5.5€

<sup>\*</sup>Fees are subject to annual review by the Better Cotton Initiative Council.

At the beginning of each year, the VBF is collected in time to prepare for the coming cotton-growing season. Therefore, Retailer and Brand Members must understand the invoicing cycle, budget and plan to pay these invoices in a timely manner.

NOTE: For BCI Cotton sourced since calendar year 2024, there is an additional discount of 7% on an opt-in basis, for members paying gross Volume Based Fees of more than 1 million EUR to be applied only to the amount in excess of 1 million EUR.

<sup>\*\*</sup>Relative procurement is the percentage of cotton lint sourced as BCI Cotton compared to the total cotton consumption.



#### Invoicing cycle for Volume Based Fees

#### Pre-payment of VBF (called Pre-paid VBF or PPVBF)

To secure funding and share risk at the start of the cotton-growing season, there is an obligatory, non-refundable, prepayment of VBF, invoiced at the beginning of the year for existing Retailer and Brand Members. The prepaid VBF is equivalent to 75% of the previous year's sourcing of BCI Cotton by the Member. With the assumption that Members will maintain, or increase, their BCI Cotton sourcing year-on-year, the pre-payment will be smaller than the Gross Year-End VBF, thus fully deductible.

#### **Gross Year-End VBF**

At the end of each calendar year, the Gross VBF is calculated based on actual volumes of BCI Cotton sourced as registered on the online Better Cotton Platform by 31 December. This is expected to exceed the Member's pre-payment. All sums exceeding pre-payment are invoiced at the beginning of the year following the sourcing year as Net VBF. Please note that in the rare case that the Gross VBF is lower than the pre-payment, Better Cotton Initiative cannot refund VBF as all pre-payments are invested into the Growth and Innovation Fund (GIF) for farmer activities and paid out to Programme Partners. After investment into the GIF, the funds are no longer available to Better Cotton Initiative.

To understand how these fees impact Member budgeting and planning, Better Cotton Initiative provides additional information and tools for Members. Please reach out to your key contact or membership@bettercotton.org.

#### Important Note: VBF Calculation for Better Cotton sourced in 2026

VBF for Better Cotton sourced in 2026 will be invoiced according to the regular invoicing cycle, meaning that prepayments will be invoiced at the beginning of 2026 and the net VBF will be invoiced at the beginning of 2027. The prepaid VBF will be based on the 2025 Gross VBF and therefore will not be impacted by the new VBF rates that apply from 1 April 2026. At the beginning of 2027, the 2026 Gross VBF will be calculated in two parts, one for the first quarter using the old 2024 VBF rates (second VBF rate table above, page 9), and another for the rest of the year using the new 2026 VBF rates (first VBF rate table above, page 8). The VBF rate for both periods will be determined by the total amount of cotton sourced in 2026 (absolute





and relative procurement). The sourcing period will be determined by the transaction date in the Better Cotton Platform. The impact of the new 2026 rates will thus be seen in your net 2026 VBF invoice at the beginning of 2027.

#### 4. Traceability Activation Fee for Retailer and Brand Members Only

BCI Traceability has been available since November 2023. A one-time, non-refundable Traceability Activation Fee will apply for Retailer and Brand Members who want to start sourcing Traceable BCI Cotton. The fee must be paid <u>before</u> the Member can start sourcing. The fee will only provide access to the technical platform, it will not guarantee access to actual Traceable BCI Cotton.

The Traceability Activation Fee will be invoiced upon submission of a Traceability Activation Form to <a href="mailto:membership@bettercotton.org">membership@bettercotton.org</a>. The form is available on our member portal <a href="mailto:mybci">mybci</a> (your Primary Contact will have a login).

The table below indicates the applicable fees.

Size Category	Cotton Consumption	Traceability Activation Fee
Very Small	< 5,000 MT	6,000 €
Small	5,000 - 20,000 MT	13,000 €
Medium	>20,000 - 50,000 MT	33,000 €
Large	>50,000 - 125,000 MT	70,000 €
Very Large	> 125,000 MT	110,000 €

## **Traceability Panel Members**

Members of the 2023/24 and 2024/25 Retailer and Brand Traceability Panels are not subject to this fee, as they have already made financial contributions to the programme. Retailer and Brand Members who were not part of the 2023 Panel but did participate in the 2021 or 2022 Panels will receive a 50% discount.





## **Associate Members**

The table below shows the fees for the membership category Associate only.



Fee Level	Annual Revenues (EUR)	Annual Fee (EUR)	
Small	< 10,000,000 €	1,320 €	
Medium	10,000,000 € - 50,000,000 €	2,635 €	
Large	>50,000,000 € - 100,000,000 €	5,270 €	
Very Large	> 100,000,000€	13,170 €	

Fees are based on annual income (revenue) from the previous financial year.

If an Associate Member is engaged in specific cotton activities, the income may be based only on those activities. In this case, the income must be clearly and easily separated from the overall income.

# **Fee Waiver Policy**

In June 2024 the Council approved a revised <u>Fee Waiver Policy</u> with the purpose to support organisations that could otherwise not afford to engage with Better Cotton Initiative as members. If you think you are eligible, please reach out to your Better Cotton Initiative key contact or <u>membership@bettercotton.org</u> to find out more about making a formal request.

