

Andreas Bastian, 27.11.2019

How can digital business models help to close the loop?

#### Agenda

- 1. Plastship short introduction
- 2.The challenge
- 3. Easing the procurement with recyclates
- 4. Improving recyclate quality
- 5. Closing the loop
- 6.Outlook

#### Why plastship?



Your plastic recycling network

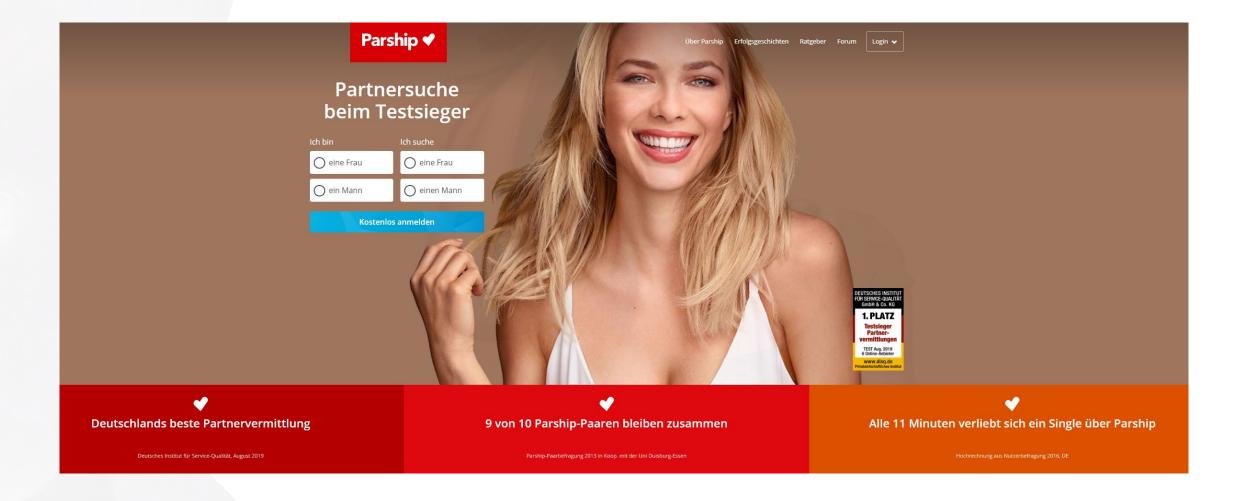
**Plastics** 

+

Relationship Partnership Shipment **Plastic** 

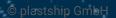
Shapable Ductile Adaptable

#### Every relation is accidental...

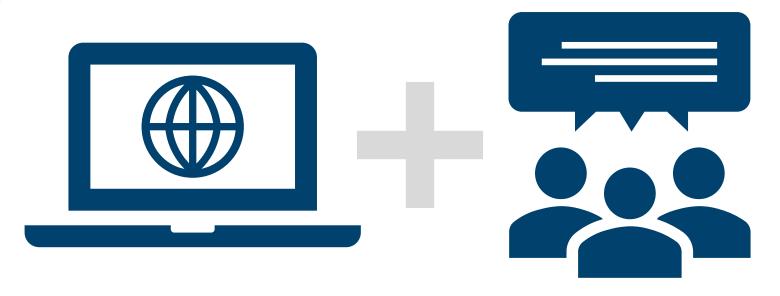


**OUR MISSION** 

...is to make the organization of your plastics recycling activities and the use of recycled plastics as easy as possible.



The key is to use the efficiency and the structure of a platform model to provide added value by a strong customer orientation.



We are doing this by combining digital approaches with service orientation.

The challenge is to

# INCREASE THE USAGE RATE OF RECYCLED PLASTICS

Customer voices...

"We have used regranulates before 2014 but have had many bad experiences due to the fluctuating quality. Therefore, we currently use virgin material only."

VS.

"Until recently, the use of regranulates was "frowned upon" in many cases they were not desired and regarded as a production of poor quality - the
picture is currently changing significantly!"

What is needed from the regranulate customer to increase the usage rate of recyclates?

**Identify applications** 

**Identify fitting RG qualities** 

**Ensuring processability** 

**Ensuring continuous supply** 

**Ensuring legal safety** 

Lower product requirements



From a customer's point of view, a very good regranulate quality (for e.g. FMCG) can be described as being...

Homogeneous

**Bright** 

No smell

Good technical properties

Properties not fluctuating



#### How can fitting regranulate qualities be identified?

Different polymers & contaminations

Differing waste streams & fluctuation

Differing process capabilities

Different capacities

**Different definitions** 

Little information & specification

No standardization



post-industrial from B2B



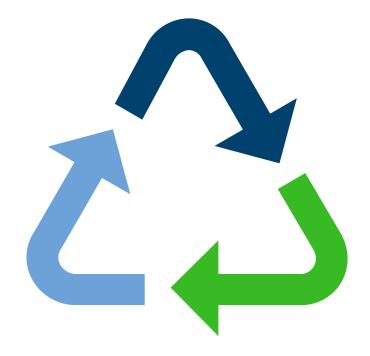
post-consumer from B2B



post-consumer from B2C

There are three major points to address – with a close fit to structure the activity of plastship:

## Ease procurement with recycled plastics

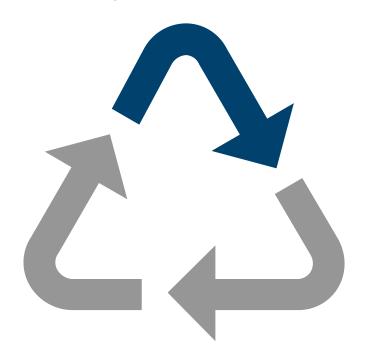


Access and manage material streams

Improve the recyclability of packaging and products

Let's start with simplifying the procurment with recycled plastics.

## Ease procurement with recycled plastics



#### Platforms as business models are based on six characteristic features.





**Customer focus** 



Adaptability: Realize innovations on the platform



Forecast: Use of knowledge



Aggregation



Exponentiality: Networking effects



Scalability:
Marginal costs are nearly zero

Function like newspaper insertions

Are not supervised

Data quality is unspecific

Do not include transaction possibilities or automation

Are unstructured in terms of customer segmentation

Data is not used to improve the model



#### What hasn't been tried before is to build a structured system with...





Quality standards and specific information on recyclates



Defined processes, modular build



Service orientation, long-term contracts



Digital transactions and automation



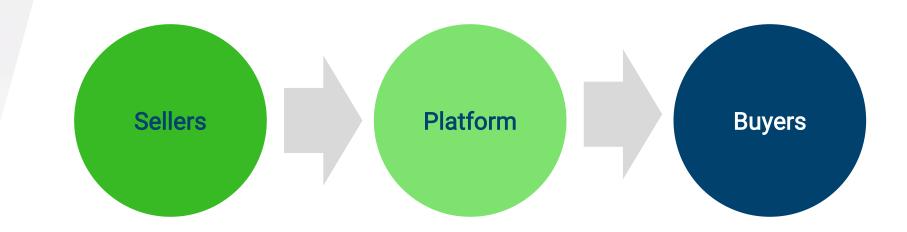
Data-driven opportunity creation and innovation



Multiple stakeholders included into the value proposition

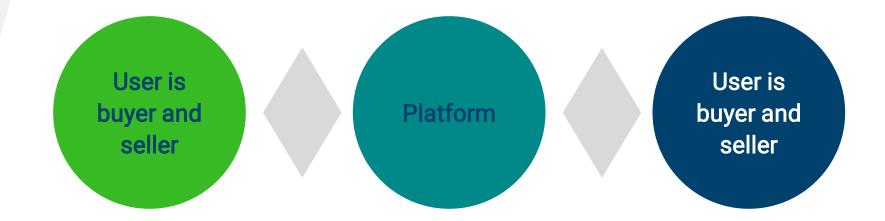












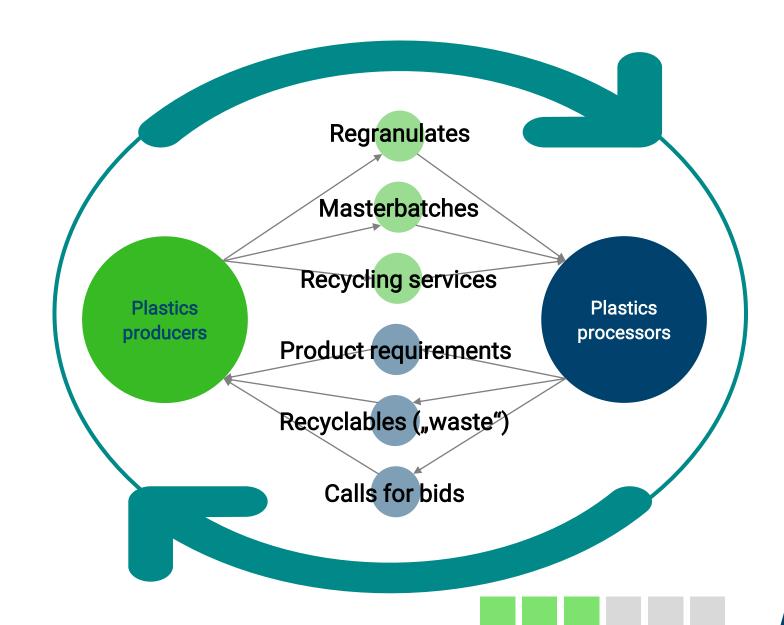
#### Since sellers are buyers and vice versa, there are multiple possibilities to create value and interaction.



1 Define interaction points.

2 Provide structure to access the value.

3 Increase value by use of network effects.







#### Create raw material offers and get requests

#### Create calls for bids and get offers

#### Make visable



- Milled goods
- Regranulates
- Compounds
- Masterbatches
- Production surplus (virgin)
- Baled goods

#### Make visable



#### Calls for bids for:

- The provision of large recyclate amounts
- Individual raw material creation
- Services like milling, granulation, compounding
- Audits and certifications
- R&D, consulting and others

#### Receive



#### Specific requests based on search criteria:

- Raw material information
- · Information on input source and quality
- Process information
- Technical data
- Data on the preferred mode of transaction

#### Receive



- Offers
- Comparisons and shortlistings
- Individual support within a project
- New partnerships

Our second major area aims to increase the quality of plastics recyclates and the communication of measures concerning recyclability to customers.







**PLASTSHIP** 

## Waste is design gone wrong.

- John Whittall

## With our plastship Recycling INDEX we are able to assess packaging, products, and components concerning recyclability



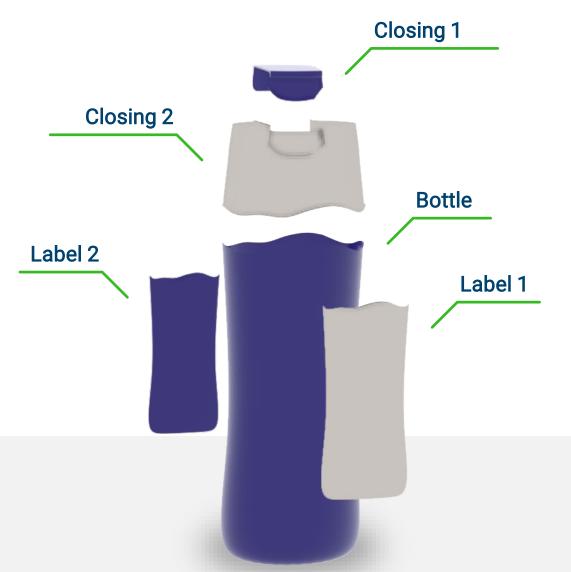




With our plastship Recycling INDEX we are able to assess packaging, products, and components

2

concerning recyclability



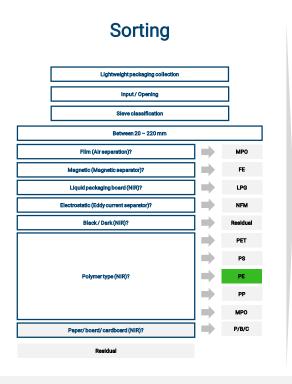


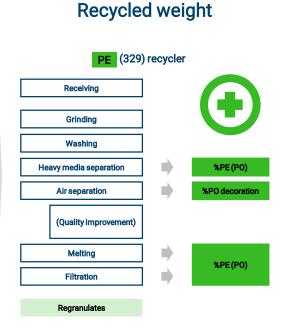
## The assessment is based on a virtual recycling process and the sortability within a sorting plant, whereas the outcome is used to optimize recyclability.



#### Collection







#### Optimization

excellent:	95% - 100%
good:	80% - 94%
satisfactory:	65% – 79%
sufficient:	50% - 64%
fail:	0% - 49%
Change in construction / component choice?	
Change in raw material composition?	
Check against goal conflicts	











### The Recycling INDEX enables to simply assess and optimize products and packaging at a great scale concerning their recyclability.



Standardized
Objective
Valid
Reliable

Currently in review:



#### Scalable and cost-effective

# of units to be assessed

< 10

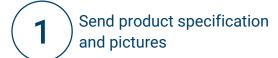
10 - 19

20 - 49

50 - 99

100 - 250

#### As easy as it gets for the customer



- Receive offer and first insights
- Receive result, benchmark, optimization potential, cerficate, and label

#### Various applications

Industrial packaging
Household packaging
Plastics products
Packaging components
Others

#### Communicate results to customers



ISO 14021-compliant

#### According to minimum standard of:





#### In collaboration with:



Dr. Dirk Textor
Dr. Textor Kunststoff GmbH
Dr. Textor Beratungsgesellschaft mbH

#### Based on a master thesis of:

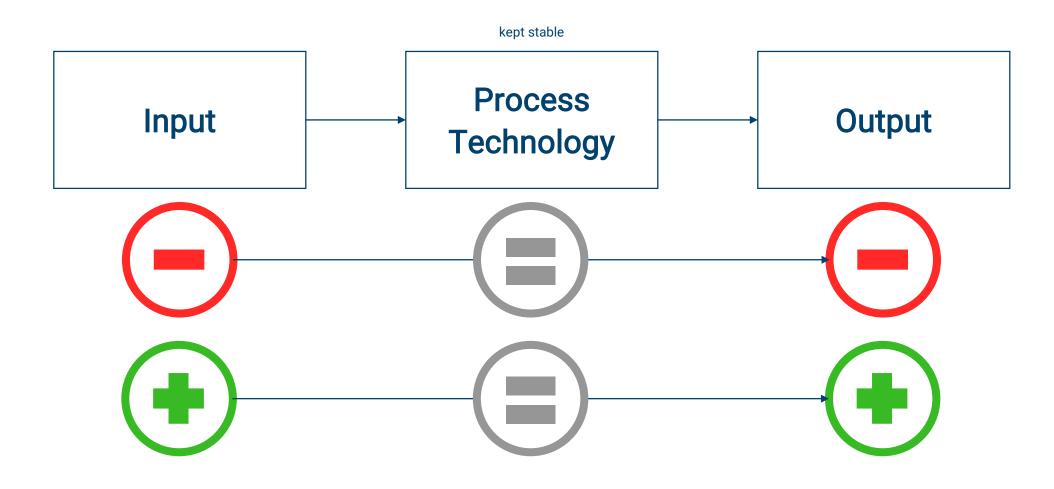


The third area of plastship is closing the loop by collaborating with partners along the value chain, and by using the network effectively.



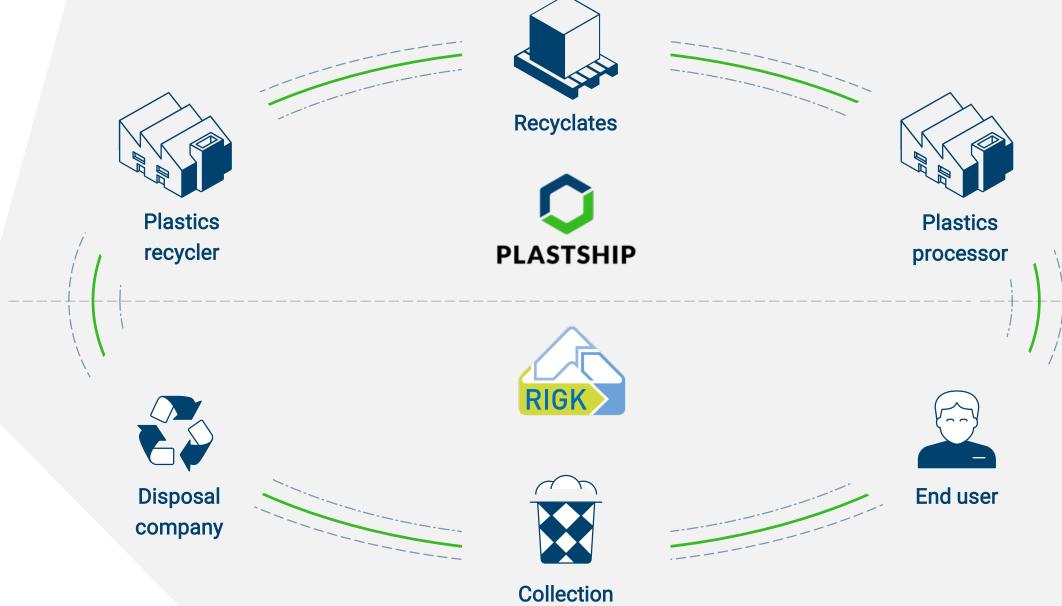
#### Controlling the recycler's input quality is the most successful determinator of a good output quality.





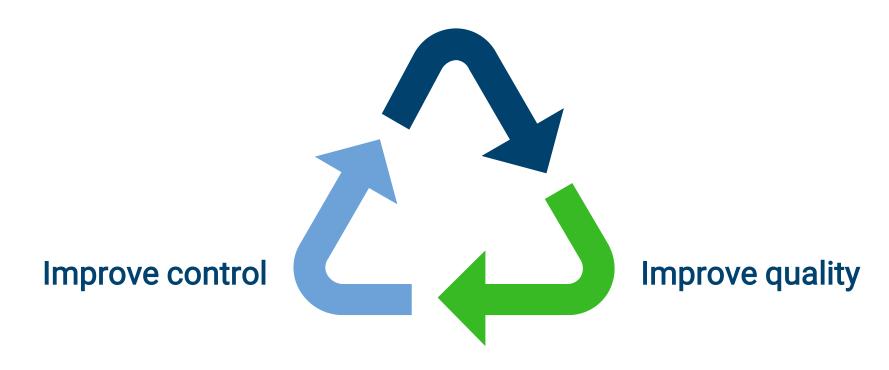
#### Closing the loop together by building individual collection schemes to manage recycling input.





Using more plastics recyclates means to address the issue from various perspectives as a wholesome approach with multiple stakeholders of the value chain – the approach just needs structure and efficient use of a network.

#### Improve access



#### A short history and outlook.

#### May 2019:

#### Launch of plastship 1.0

- Offer raw materials and services based on technical data
- Receive requests

#### 01 2020:

#### Regranulate grading scheme

- Provide buyers with specific material grades fitting to application
- Data interpretations

#### Showroom

- · Recyclable and circular products
- Products with recyclate content
- Technical solutions for recyclers

#### December 2019:

#### Launch of plastship 2.0

- Masterbatches
- Calls for bids
- Automated notifications
- · Integrated added-value-services

#### Q2 2020:

#### **Autonomous platform**

- Automation of buying processes and transportations
- Integration of service suppliers
- Transaction management system, scheduling, and daily business operations

## Thank you!

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#### We are always looking for cooperation. Don't hesitate to contact us.



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