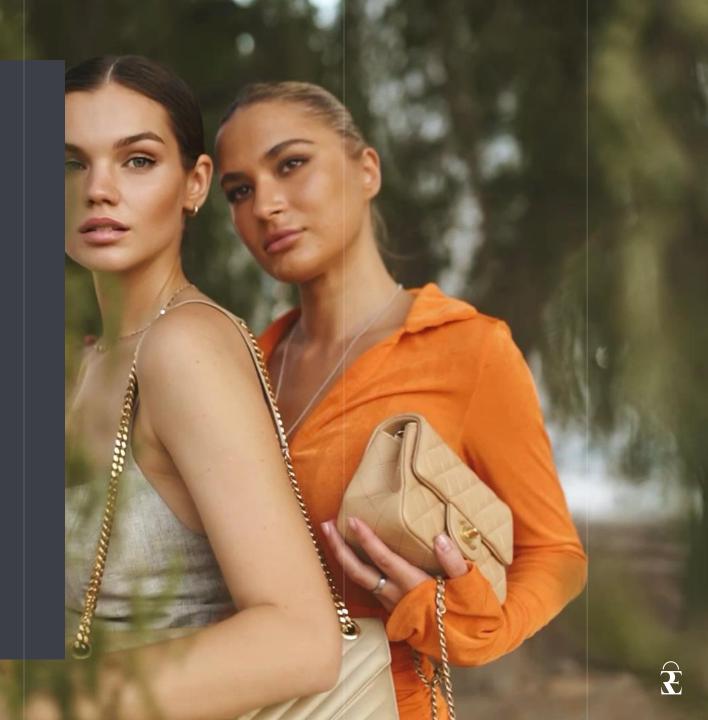


FRANCHISING OPPORTUNITY-RELOVED LUXURY





#### **E RE-LOVED LUXURY**



## RE-LOVED LUXURY

SIGN UP TO THE FIRST FRANCHISING OPPORTUNITY FOR LUXURY RESALE GLOBALLY



01

The Brand

02

The Opportunity

03

Franchising Reloved Luxury

# THE BRAND

### WHAT WE STAND FOR

#### **Mission**

To make it cost effective, simple, and sustainable to own and recycle luxury products.

#### **Vision**

Re loved Luxury aims to become the one of most trusted global destination of choice for selling and buying pre-loved luxury fashion products.





# MEET THE FOUNDER

I'm a Bahraini, married, mother of two, and have lived most of my life in Dubai. I spent 20 years in the Corporate world.

The business in Bahrain has been very well received. Feedback is always complementing me for launching this business in Bahrain, people say its a great business idea/cool concept all towards sustainability, they are glad they have such a place to shop and sell in Bahrain. Sellers are so happy as well that they can turn their unused goods to cash.

Dubai was also a great success and another stepping stone to bring luxury exclusive deals to clients residing in the United Arab Emirates.

International customers from all over the world shop online on our website and are very happy with the unique collection and amazing deals.

#### WHEN DID I START

I started in 2012 and I was one of the top 5 most influential resellers in the UAE.

#### **EXPERIENCE, TRAINING**& SKILLSET

Trained by Graham Wetzbarger, Head of Authentication at The Real Real in San Francisco, USA and the authentication experts at Entrupy International in New York, USA.

# **BUSINESS ACTIVITIES**

BUYING, SELLING, AUTHENTICATION, & BAG RESTORATION SERVICES

# PRODUCT CATEGORIES



#### **BRANDS:**

HERMES PARIS	CHANEL	<b>X</b>	Dior
Cartier	Van Cleef & Arpels	₩ ROLEX	GOYARD WARE TO SHIP
BOUCHERON	JIMMY CHOO	PATEK PHILIPPE GENEVE	$\Omega$ OMEGA
VERSACE	Chopard	∦ HUBLOT	GUCCI
STELLA STELLIMCCARTNEY	Invision Jackophila.	<b>\xi</b> Yes\sant <u>l</u> aurent	טוט טוט
👺 Loro Giana	MULBERRY	De Beers	BVLGARI
( <b>V</b> ) VALENTINO	CELINE	PRADA	8
TIFFANY & Co.	Chloé	BALENCIAGA	MESSIKA PARIS
AP AUDEMARS PIGUET to marker de Plantamento despris 1870.	D&G		



#### SUBSTANTIAL FOCUS ON AUTHENTICATION

# WE GUARANTEE THAT YOUR PURCHASES ARE AUTHENTIC. WE KEEP IT AUTHENTIC & REAL!

- We know that authenticity is the essence of luxury and make sure it is our top priority. We ensure all of the products are 100% authentic. That's why with us. you can always be confident that you are purchasing a genuine luxury item.
- Most of the items on our website come from individuals who wish to sell their belongings. Therefore, the availability of an authenticity card differs from product to product, which is highlighted In the product details section of each item.
- Reloved Luxury does not sell any product that has not passed the authentication process and quality standards. Following a detailed evaluation and review process conducted on each item, we guarantee our customers utmost security and assurance when shopping at Reloved Luxury.

- We do reject any items that doesn't meet our standards or authenticity check.
- Our inspection and evaluation process is unique where we use various review methods and criteria based on the item category and brand including material, hardware, stitching, hallmarking stamps, authenticity card, product hologram codes, craftsmanship, size, accessories, codes, packaging, and others. Furthermore, we also check it the items have been modified or amended (i.e. repaired bags, aftermarket diamonds for watches.... etc.). In addition we use Entrupy Inc, the global leader in luxury brands authentication. We are a verified and trusted seller by Entrupy Inc Global.

# YOU CAN SEE BELOW SOME OF THE POINTS WE FOCUS ON IN OUR QUALITY CHECK AND AUTHENTICATION PROCESS:



AUTHENTICITY CARD



**STITCHING** 



DATE CODE



HALLMARK STAMPS



HARDWARE DETAILS



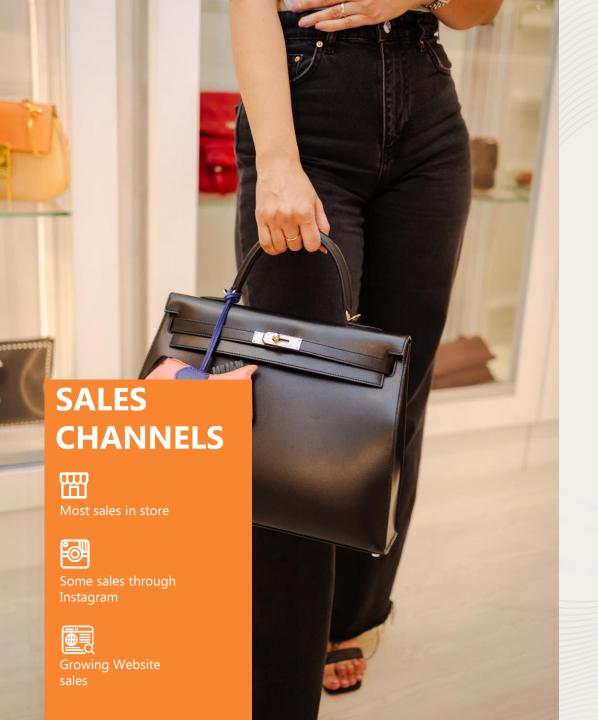
MODIFICATION BY SELLER



MATERIAL DETAILS



ENTRUPY AUTHENTICITY CHECK



#### **DEMOGRAPHICS**

40%

of customers between 40 and 55 years old

30%

between 30 and 40 years old

90%

of customers females

25%

buy 2 items.. Some buy 5 to 6 items

40%

of customers consign at least 3 items

40%

of items are sold with 30 to 45 days

#### REASONS FOR SELLING

Need Cash for necessities

Charity

Divorce, Death

Unwanted gifts

Sustainability interest

Want to clear wardrobe and buy new things

#### REASONS FOR BUYING

Good deals

Sustainability interest

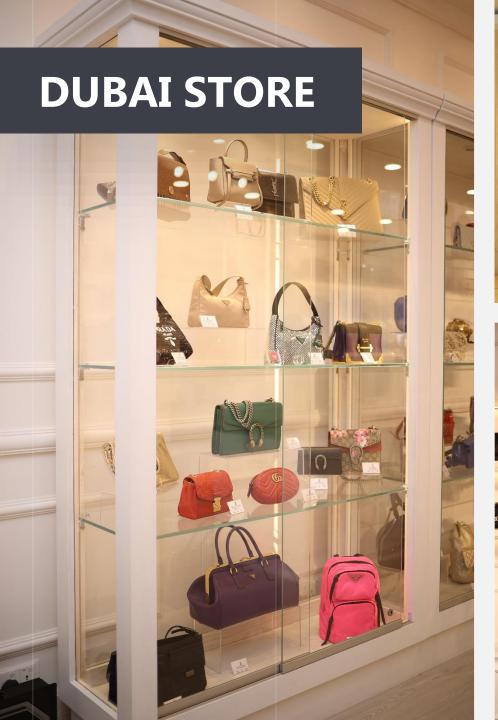
Lack of Availability & Long Waiting Time For Some Brands

Investment

iivestiiieiit

#### **CURRENT LOCATIONS**



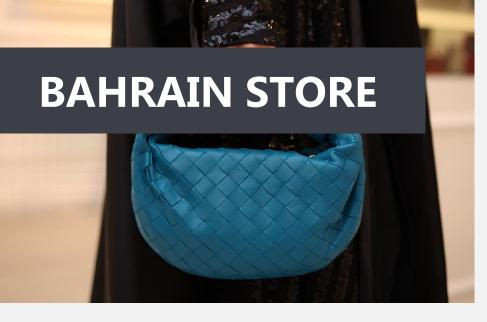










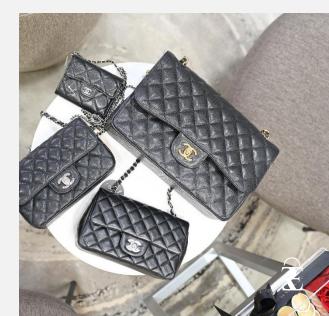




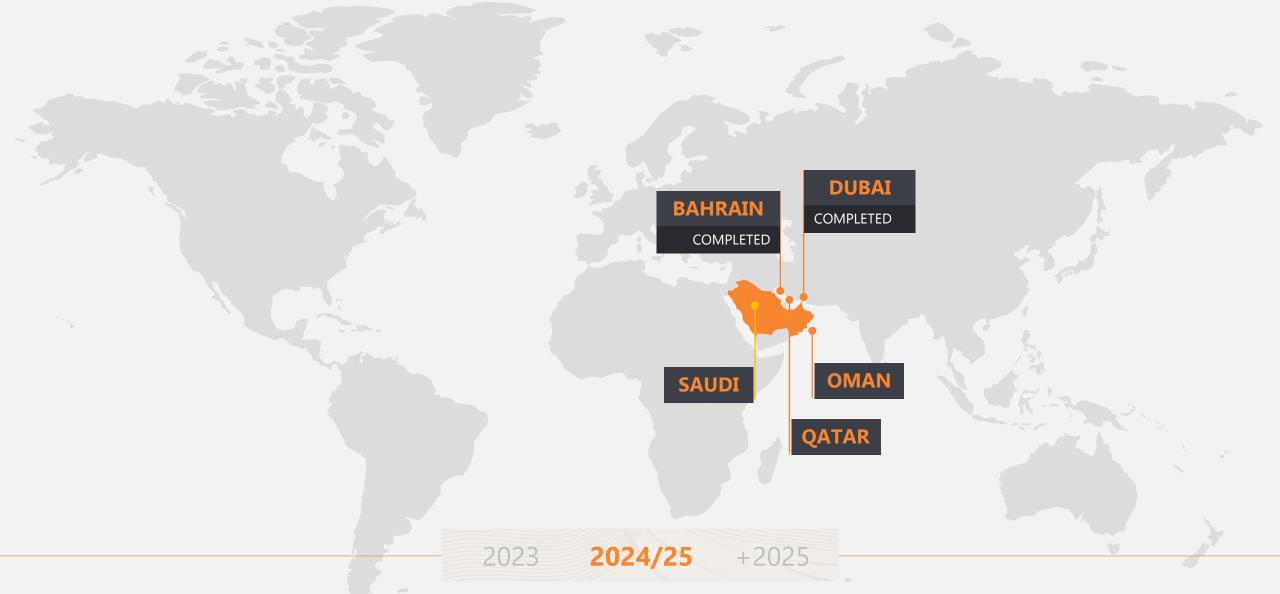




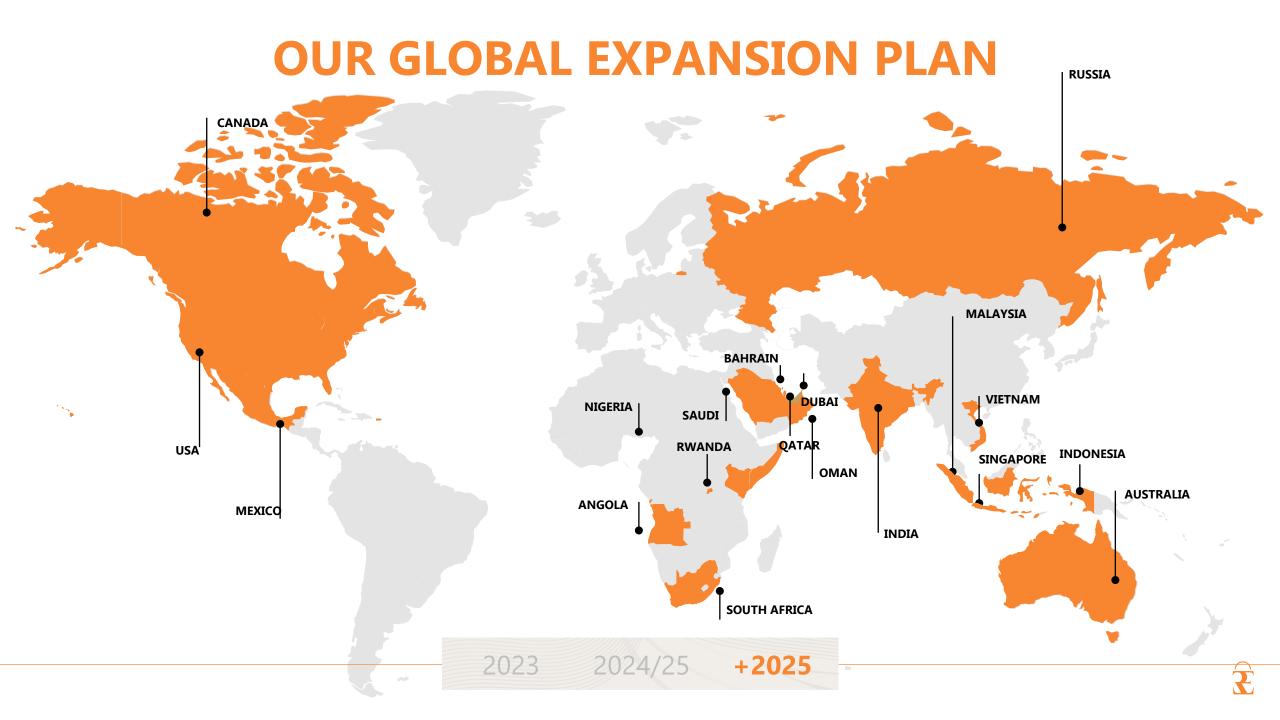




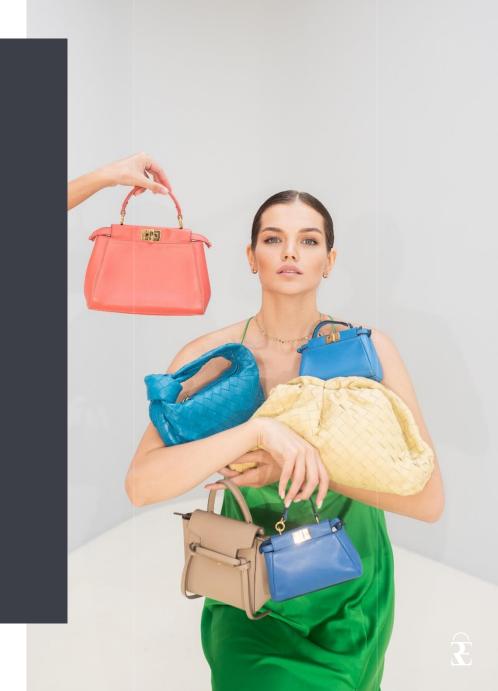
#### **OUR GLOBAL EXPANSION PLAN**







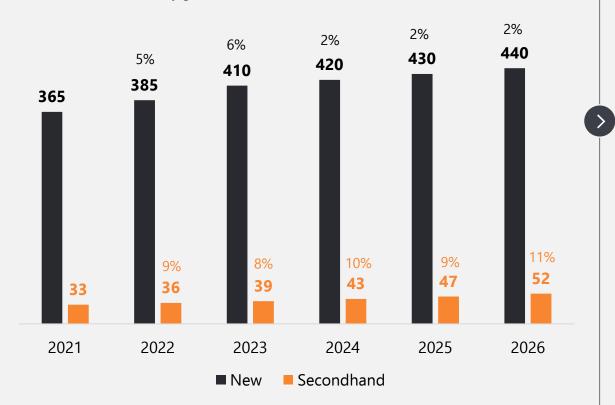
# THE OPPORTUNITY



#### **GLOBAL OVERVIEW**

# THE GLOBAL SECONHAND LUXURY GOODS MARKET IS OUTPERFORMING LUXURY RETAIL OF NEW PRODUCTS

Secondhand VS new luxury goods market (USD Billion)



## BREAKDOWN OF LUXURY RESALE BY REGION

**USA 25%** 

Rest of World 20%

Europe 55%

#### BREAKDOWN OF LUXURY RESALE BY CATEGORY

#### BREAKDOWN OF LUXURY RESALE BY SALES CHANNEL



70% Watches & Jewelry



**75%**Physical Stores



**30%**Handbags, Accessories, & Clothing



**25%**Online Store



# Only 7% of all secondhand inventory globally was sold in 2022

which means more than USD 2.2 trillion of used fashion items are sitting untapped in closets





#### WHAT IS DRIVING THIS PHENOMENAL GROWTH OF **SECONDHAND LUXURY FASHION BUSINESS?**



#### **PLATFORM SOPHISTICATION**

Online resale platforms have increasingly improved the customer journey and reduced frictions.



#### LIMITED EDITIONS / **DROPS**

The scarcity of limited edition items drives significant buyer and seller activity on resale platforms.



#### **LUXURY BRANDS**

Getting into the Luxury Resale Race, This makes it more acceptable to a wider range of buyers to consider second hand luxury.



#### **FAVOURABLE DEMOGRAPHICS**

Younger generations are more likely to participate in secondhand shopping than older generations.



#### **SUSTAINABILITY**

Second-hand shopping is a fundamental part of a circular economy as it shifts demand from firsthand channels and enables longer lifetimes for items.



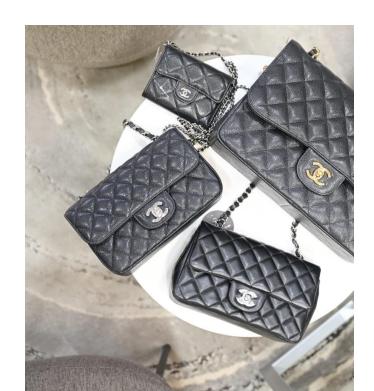
#### **REDUCED STIGMA**

Today, there is less of a stigma associated with second-hand fashion as the experience continues to evolve and as pre-owned becomes positively linked with sustainability.



#### **PRICE HIKES BY LUXURY BRANDS**

Some brands have increased their prices of classic and new models over the past 2 years by 20 to 40%. So buyers are looking for cheaper sources of authentic luxury.



#### **REGIOANL OVERVIEW**

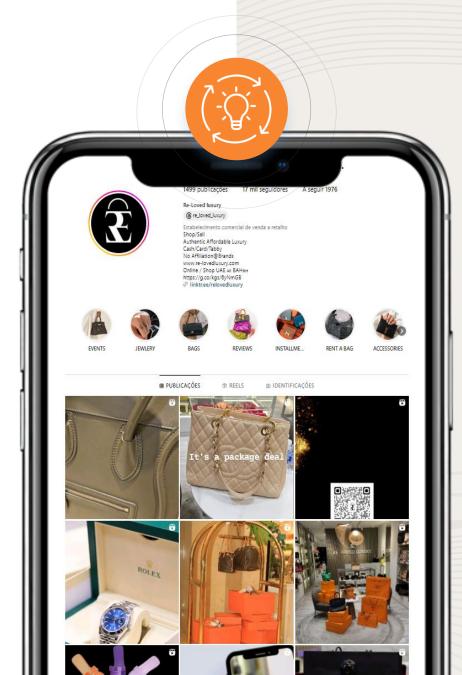
#### **UAE**

Fourth-largest market for luxury goods per capita in the world (behind Switzerland, Hong Kong, and Singapore and Singapore)

More than 10 physical stores and hundreds of website/Instagram based

The Luxury Closet and Ounass are the biggest UAE/GCC region with thousands of products and customers mostly online

businesses



#### **OTHER GCC COUNTRIES**

There is a huge inventory of luxury products owned by GCC households but no professional luxury resale businesses to absorb this inventory and turn it into cash. On the other hand, there are lot of Instagram and website only resellers exists across the region:



Mostly illegal with no official commercial licenses



Mostly with no authentication capabilities and checks



Mostly focused on domestic markets

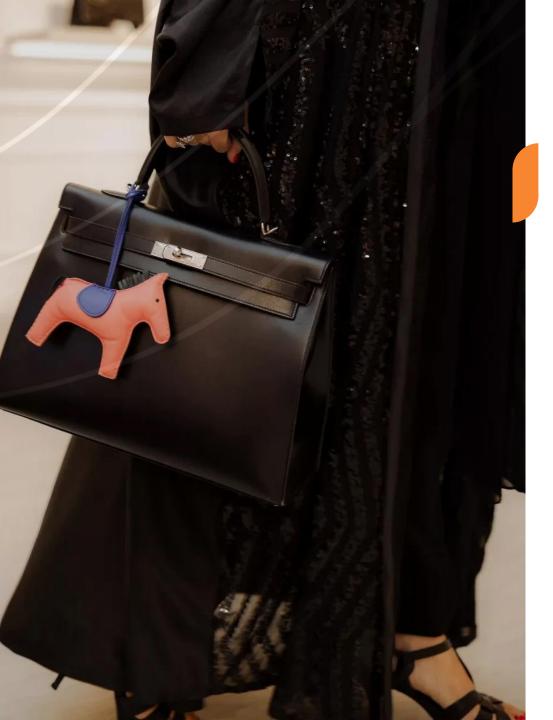


Limited marketing capabilities



Mostly running as a side hassle, not professional luxury resale businesses





# WHY FRANCHISE RELOVED LUXURY?

We are the first luxury resale business in the world to create a franchising model, offering full technology platform and standard operating model where the franchisees simply plug in and play.



100% Authenticity Guaranteed



Secure payment



Unique Luxury Collection



**Global Delivery** 



Simple & Eco-Friendly Platform

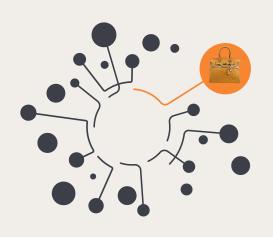


# WHY FRANCHISE RELOVED LUXURY?



Hundreds of Products per Day Processed, with the

Products per Day
Processed, with the
capability
to scales to
thousands
per day
immediately





Increasingly automated

inbound operations

03

Real-time single view of consignors and buyers with performance dashboard

Website

Mobile

Retail Stores







#### **FRANCHISORS' SUPPORT**

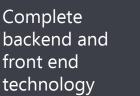


Complete

front end

system







Site selection



Training for systems, pricing, & operations



Marketing Support



Building Inventory



## FRANCHISORS' SUPPORT

#### **ONGOING SUPPORT**

Pricing support

Staff Training

Marketing & advertising

Managing technology issues and upgrade

Operating procedures & operational assistance

- Access to bulk purchasing and economies of scale
- Providing access to preferential rates from key suppliers of authentication, logistics, accounting services, & others
- Integrated shop and inventory with a global customer base



#### FRANCHISEE ROLE

The franchisee will open and own a local business establishment in the country/city agreed in the franchising rights agreement, which will be valid for the duration stated in the franchising agreement and subject for renewal based on performance.

The franchisee will conduct all the business transactions through the website including receiving consignments and issuing quotes, listing products, selling products, issuing orders, and monitoring business performance through our comprehensive dashboard.

All the products listed by the franchisee will be posted on the website as part of the online shop, which is visible to all customers globally.

The franchisee can also earn commission by selling any products listed on the website including those products listed by Reloved Luxury directly or other franchisees.

Submit a monthly sales report.

# REVENUE MODEL FOR FRANCHISEE

(HOW DO YOU MAKE MONEY)

Selling franchisee's own products and consignments

Reloved Luxury Selling Franchisee's consignments

Franchisee selling Re-loved Luxury's consignments

Authentication as a service

A Franchisee selling other franchisees' consignments

Handbag restoration as a service



Initial Franchise Fee: **To be shared later**depending on territory size

Annual Franchise Maintenance:

To be shared later

Royalty Fee:

To be shared later of commission and ancillary revenue (% of total sales)

- Average store size should be 50 to 150 sqm (To be on case by case basis later).
- Total initial capital investment depends on the store size but it would be at least USD 100,000 (To be verified and discussed later).
- We are actively looking for Franchisees in Cities, Countries and Areas across various countries.

# FRANCHISE APPLICATION TO LAUNCH PROCESS & TIMELINES

#### **INQUIRY**

01

Sign up on the website

Send an expression of interest letter/ email with personal BIO/background

#### **APPLICATION**

02

Meeting with Reloved Luxury Management

Identifying potential locations

Prepare Financial Summary & submit Evidence of financial readiness

Full evaluation & due diligence review

#### **AGREEMENT**

03

Sign letter of intent

Send approval letter

Site approved/lease signed

Sign franchise agreement

#### PRE-OPERATING PLAN

04

**Company Incorporation** 

Shop design

Shop interior work

Staff recruitment

Marketing plan

1 week training completed

Collecting consignment to build initial inventory

Soft Launch

Official Launch

# HOW DO WE ASSESS A PROSPECTIVE FRANCHISEE?

- → An entrepreneurial spirit with strong work ethics
- Ability to immediately secure the capital required to start and operate the franchise
- Previous/current experience with luxury brands/retail business, preferable

Commitment to the pre-agreed deadlines and guidelines to start, operate, and grow the business

- Previous experience with franchising, preferable
- Network of contacts with potential inventory to sell and/or interested in sustainability and to buy used luxury products
- Good financial management, business judgement, management experience, marketing, and communication skills







#### entrupy

#### **AUTHENTICATION PARTNERS**





















ய்க்கரப் Credi*Max*T







aramex

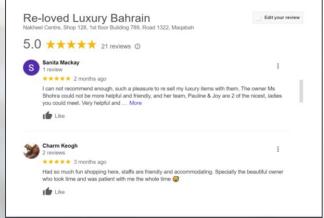






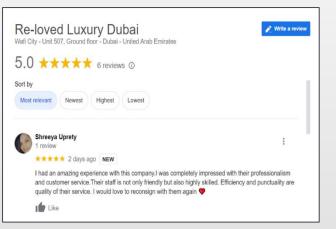














# REASONS FOR MAKING A PREOWNED INSTEAD OF A NEW-PRODUCT PURCHASE

Buyers of both pre-owned and new luxury products choose preowned items largely for rarity, value, and sustainability

% respondents naming this a top-two reason to buy pre-owned (new and pre-owned product buyers)

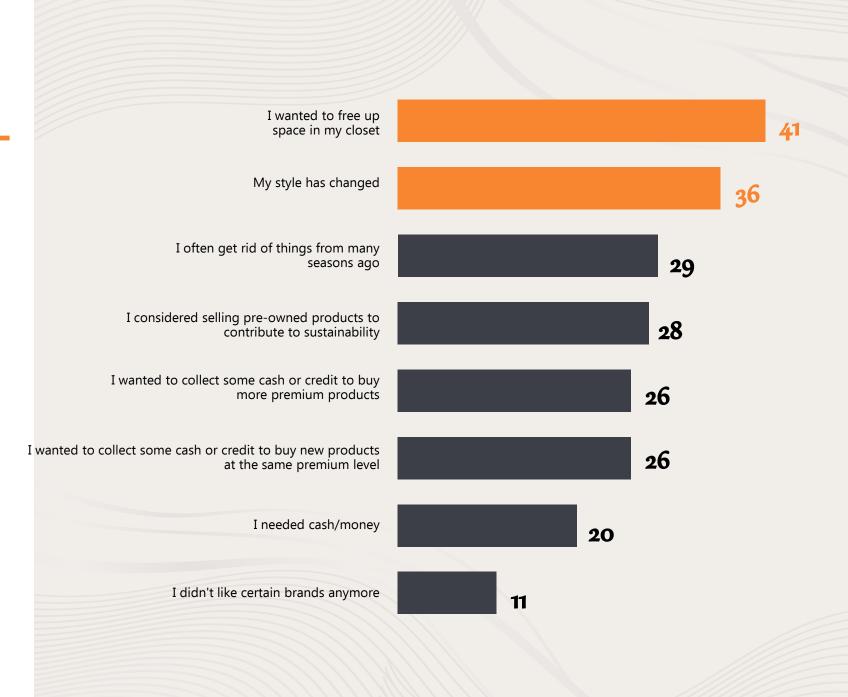
McKinsey & Company



MOST FREQUENT
REASONS TO SELL
PRE-OWNED
PRODUCTS, %
SELLERS (PREOWNED SELLERS
ONLY)

LUXURY PRE-OWNED SELLERS MOSTLY SELL ITENS TO FREE UP SPACE, OR TO CHANGE THEIR STYLE.

McKinsey & Company



# E-LOVED LUXURY

www.relovedluxury.com

