EUROPEAN FEDERATION OF THE TRADE IN DRIED FRUIT, EDIBLE NUTS, PROCESSED FRUIT & VEGETABLES













FRUCOM sustainability state of play

Meeting of the Sustainability Working Group 12.01.2022



Product Risk Assessment

- State of play:
- Completed: desiccated coconut and Brazil nuts

Some concerns about labour risk (child labour) in Brazil nut and coconut supply chains identified, as well as environmental risk in the form of deforestation for coconuts.

- Upcoming: macadamia nuts, dried apricots and dried figs
- Members invited to propose more products!



Roadmap Sustainability Policy - EU Green Deal and Farm to Fork

DG SANT	E
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EU Code of Conduct on Responsible Food Business and Marketing Practices

ADOPTION: July 2021

Pesticides - sustainable use (updated EU rules) PROPOSAL: 01 2022*

Facilitating healthier food choices - establishing nutrient profiles/Front of Pack Nutrition Labelling (Reg) PUBLIC CONSULTATION: Fourth quarter 2021*

Sustainable food labelling framework to empower consumers to make sustainable food choices PUBLIC CONSULTATION: TBC

Revision of EU rules on food contact materials (Reg) PROPOSAL: 04 2022*

Sustainable food system - setting up an EU framework (Reg) PUBLIC CONSULTATION: First quarter 2022*

DG TAXUD

Carbon Border Adjustment Mechanism (CBAM) (Reg) PROPOSAL: July 2021

DG JUST

Empowering the consumer for the green transition (Directive)

PROPOSAL: December 2021*

Sustainable corporate governance (Due Diligence) (Directive) PROPOSAL: November 2021*

delayed - date tbc

delayed - expected Q1 2022 (February or March

DG MARE

Fish & seafood products - review of marketing standards (Reg) PROPOSAL: 04 2021*

delayed - date tbc

DG ENV

Substantiating environmental claims using the Product/Organisation Environmental Footprint methods (green claims) (Reg) PROPOSAL: December 2021*

Minimising the risk of deforestation and forest degradation associated with products placed on the EU market (Reg) PROPOSAL: December 2021*

delayed - expected Q1 2022

Proposal for a regulation on deforestation-free Revised Recommendation on the PEF published Dec 2021 products (17/11/2021) - feedback upcoming

DG AGRI

EU farm and food products - review of policy on promotion inside and outside the EU (Reg) PROPOSAL: O1 2022*





EU Green Claims and PEF

- State of Play: legislative proposal delayed to first quarter 2022.
- Commission Recommendation on the use of the Environmental
 Footprint methods to measure and communicate the life cycle
 environmental performance of products and organisations published
 Dec 2021:
- replaces the prior Recommendation 2013/179/EU
- makes recognition of advancements in the PEF methodology including the development of category and sector rules. It is addressed both to Member States and to the private sector, providing information on the use of the PEF and OEF methods, and reporting on the implementation of the recommendation.



EU Green Claims and PEF (cont.)

Commission Recommendation on the use of the PEF:

- Is addressed both to Member States and to private sector
- Recognises that SMEs might lack the expertise and resources to address the requests for life cycle environmental performance information.

 Therefore, support to SMEs should be provided not only by the Commission, but also by Member States and industrial associations.
- Puts a strong emphasis on the private sector's review and population of public PEF databases and their contribution to the Commission's efforts in relation to PEF datasets.



EU Due Diligence

- State of Play: a legislative proposal is now planned for the Q1 of 2022.
- Planned release on 8 December delayed due to negative feedback by the European Commission's Regulatory Scrutiny Board.

European Parliament's Environment Committee also considering a
 Proposal for a Directive of the Parliament and Council to amend various
 existing Directives on corporate sustainability reporting (Directive
 2013/34/EU, Directive 2004/109/EC, Directive 2006/43/EC and Regulation
 (EU) No 537/2014).



EU Due Diligence (cont.)

- The Proposed CSRD would:
- 1. Extend the obligations under the Non-Financial Reporting Directive to SMEs by 2026;
- 2. Introduce more detailed reporting requirements;
- 3. Include a requirement to report according to mandatory EU sustainability reporting standards.



Deforestation-free products



- Commission published on 17 November its legislative proposal on deforestationfree products (Regulation to minimise EUdriven deforestation and forest degradation)
- Initially targets the following 6 commodities: **beef, wood, palm oil, soya, coffee and cocoa**. Some of their derived products for example leather, chocolate or furniture are included in the scope.
- The Commission proposes a progressive scope of the commodities to be regulated, based on a review that will take place two years from the entry into force of the Regulation and thereafter, at regular intervals. The amendment of the list of products will be carried out through delegated act.



Deforestation-free products (cont.)

- A benchmarking system will be operated by the Commission to identify countries as
 presenting a low, standard or high risk of producing commodities or products that
 are not deforestation-free or in accordance with the legislation of the producer
 country.
- Obligations for operators and authorities will vary according to the level of risk of the country or region of production, with simplified due diligence duties for products coming from low-risk and enhanced scrutiny for high-risk areas.
- The Regulation sets mandatory due diligence rules for operators which place these commodities on the EU market, as well as some derived products. Operators will be required to collect the geographic coordinates of the land where the commodities they place on the market were produced.



Deforestation-free products (cont.)

Operators placing products on the EU market must show:

- a) Product has not been produced on land deforested or degraded after 31 December 2020;
- b) They have been produced in accordance with the laws of the country of production.

Not meeting <u>either</u> of the two requirements will result in a **prohibition to place those products on the EU market**.

Due diligence obligations: Information - Evaluation - Mitigation

<u>First</u>, operators must **ensure access to information** on, amongst others, the commodity, quantity, supplier, country of production, etc. Includes: geographic coordinates of the plots of land where the commodities they place on the market were produced.

<u>Second</u>, operators will need to use the information to **analyse and evaluate the risk in the supply chain**.

Third, they will need to take adequate and proportionate mitigation measures.



Farm to Fork Strategy and EU Green Deal

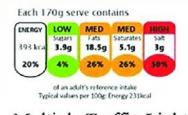
- A public consultation ongoing <u>run from 13 Dec 17 March</u> on mandatory front-of-pack nutrition labelling and extending mandatory origin or provenance labelling.
- FRUCOM's Martina Zurli is lead contact, and will address this in the next meeting of the Nutrition and Communications Working Group.
- Led by DG SANTE, the <u>legislative proposal (regulation) expected Q4</u>
 2022



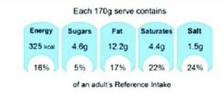




Health Star Rating system



Multiple Traffic Lights



Reference Intakes



Warning symbol

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Sustainable food system framework initiative

- Proposal for a sustainable food systems framework to empower consumers to make sustainable food choice (2024):
- This initiative aims to make the EU food system sustainable and to integrate sustainability into all food-related policies.
- It will lay down general principles and objectives, together with the requirements and responsibilities of all actors in the EU food system.
- More specifically, it will lay down rules on:
- sustainability labelling of food products
- minimum criteria for sustainable public procurement of food
- governance and monitoring.
- 1. Roadmap: impact assessment (28 September 2021 26 October 2021)
- 2. Public consultation: Planned for First quarter 2022
- 3. Proposal for a regulation: Planned for Fourth quarter 2023



Sustainable food system framework initiative

Sustainability label

Proposal for a sustainable food labelling framework to empower consumers to make sustainable food choice (2024)

The Commission will also examine ways to harmonise *voluntary green claims* and to create a sustainable labelling framework that covers, the nutritional, climate, environmental and social aspects of food products

EU will promote sustainable food labelling framework and contribute to the work on international sustainability standards and environmental footprint calculation methods in multilateral fora to promote a higher uptake of sustainability standards.

Nutrition





Sustainable food system framework initiative (cont.)

- Impact assessment considered four options
- i. Option 1 Baseline

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- ii. Option 2 Voluntary approaches
- iii. Option 3 Reinforcing existing legislation
- iv. Option 4 New comprehensive framework legislation on the sustainability of the Union food system
- The initiative seeks to achieve the following environmental outcomes:
- i. fighting climate change, by reducing greenhouse gas emissions along the food chain;
- ii. reversing biodiversity loss and fostering the efficient use of resources;
- iii. preserving the quality of natural resources and preventing pollution by **reducing pesticides use** and risk and supporting efficient use of fertilizer;
- iv. reducing and managing waste;
- v. reducing pressure from the food system as a whole, from use of vegetated land, deforestation and freshwater withdrawals due to agriculture.



Sustainability Labelling: FRUCOM work

FRUCOM ad-hoc sustainability labelling focus group

- Set up in September 2021, following the last meeting of the Sustainability Working Group, specifically to engage more deeply on concerns and opportunities related to the eco-score and related sustainability labels.
 First meeting held on 4 October.
- FRUCOM presented more detailed information about how the eco score works, it's uptake, methodology and addressed some frequently asked questions.
- Members communicated specific concerns foreseen on the eco-score and related labels and priorities in terms of way forward
- Presentation on the Eco-Score also made to the BIFDA Technical Committee Meeting on 8 October.



Sustainability Labelling: FRUCOM work

Eco-Score B	Eco-Score C	Eco-Score D
Beurre bio de cacahuètes - Ethiquable - 350 g	Beurre de cacahuêtes du Nicaragua - Ethiquable -	Beurre de cacahuète crémeux - Skippy - 340
1. Base score out of 100: 57	1. Base score out of 100: 57	1. Base score out of 100: 57
2. Additional bonuses and	2. Additional bonuses and	2. Additional bonuses and
penalties	penalties	penalties
•		
Production method	Production method	Production method
AB Organic Agriculture	Fairtrade International	No labels taken into account for
European organic	Production Mode: +10	the production system.
Production Mode: +15		
	Local sourcing	Local sourcing
Local sourcing	Malawi: 50%	Unknown: 100%
China: 50%	Nicaragua: 50%	The origins of the ingredients of
Ecuador: 50%	Environmental policy: -5	this product are not indicated.
Environmental policy: -4	Transport: +2	Environmental policy: -5
Transport: +2		Transport: 0
	Species threat	
Species threat	Ingredients whose cultivation	Species threat
No ingredient which cultivation threatens species has been	threatens species:	Ingredients whose cultivation threatens species:
detected.	Threatened species: -10	Palm oil
detected.	Illieateried species: -10	Threatened species: -10
Packaging	Packaging	Threatened species. 10
The information on the	The information on the	Packaging
packaging of this product is not	packaging of this product is not	Pot (ratio: 1) - Plastic (score: 0)
sufficiently precise (exact	sufficiently precise (exact	Score of all components: 0
shapes and materials of all	shapes and materials of all	
components of the packaging).	components of the packaging).	Packaging: -10
, , , , , ,		
For a more precise calculation	For a more precise calculation	
of the Eco-Score, you can	of the Eco-Score, you can	
modify the product sheet and	modify the product sheet and	
add them.	add them.	
Jar (ratio: 1) - Glass (score: 81)	Jar (ratio: 1) - Plastic (score: 0)	
Score of all components: 81	Unknown (ratio: 1) - Glass	
Packaging: -2	(score: 81)	
	Score of all components: -19	
	Packaging: -12	
Final score	Final score	Final score
Eco-score score: 68	Eco-score score: 42	Eco-score score: 32
Eco-score score: B	Eco-score score: C	Eco-score score: D
Les sesie sesie. D	Les seore seore. e	Les sesie sesie. D

Question: How is the Eco-Score for my product calculated?

Answer: by adding the <u>generic product Base score</u> (based on Agribalyse) and <u>the Additional (Bonus Malus) points</u> based on qualities of the specific product.





€ 1,88/kg

€ 0,7 àpd 6 pc € 1,75/kg



- à partir de tomates cueillies à maturité
- goût généreux
- délicieuses et abordables

Information:

Organic canned and peeled tomatoes, sold in Belgium by Colruyt

Ingredients: 60% tomatoes *, tomato juice *, acidity regulator (E330). * = Of organic origin

Eco-advice: the empty and clean packaging of this product is disposed of with PMC waste.

No information about origin of tomatoes or country of production.

Description du produit

Allergènes

Mode de vie



https://www.bioplanet.be/fr/produits/tomates-pel-es-12800

STEP ONE: Base Score

1. Look up the product in the Agribalyse database, which provides open source data on

FRUCOM meeting with Schwarz Group on the eco-score

 Call with Schwarz group representative in November to discuss the ecoscore's application in Lidl

Highlights:

- No decision on how to proceed with Eco-Score, it is still more or less a pilot activity at this stage.
- One particular concern is the fact that Eco-Score is a private run initiative (run by a consortium), and not publicly owned like the Nutri-Score.
- Consumers are interested, but they also do not necessarily understand the label.
- Schwarz Gruppe is looking to see if there is possibility to have a retail wide agreement on how to proceed. However, big EU retailers have other priorities (e.g. their own labels, more focus on animal welfare etc).

Sustainability Labelling: FRUCOM work (cont.)

FRUCOM meeting with EuroCommerce on the eco-score

 Call with EuroCommerce representative in December to discuss the ecoscore's reception by European retailers

Highlights:

- No position yet on the Eco-Score, but it has moved up on scale of importance.
- Their concerns include the governance of the scheme, consumer acceptance and understanding, and practicality about how much information can be put on a label.
- Difficult for them to push one scheme where there are many private schemes that companies have already invested in.
- On PEF, EuroCommerce members consider this as one tool, but not the easiest to apply, though it looks like it has increased in importance.
- EuroCommerce involved in project of Dutch minister of agriculture's ASAP project (Advancing sustainable animal products) focused on Northwest European countries.

Sustainability Labelling: FRUCOM work (cont.)

FRUCOM meeting with other retailers on the eco-score

 Calls also being sought with retailers that have advanced eco-score application (e.g. Carrefour and Colruyt)

- Feedback will be sought from members on:
- Their own internal application of the PEF and experiences thereof
- Concrete contributions that can be made in relation to the eco-score, in favour of FRUCOM products
- Other stakeholders with whom to potentially engage on the eco-score



Thank you!

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