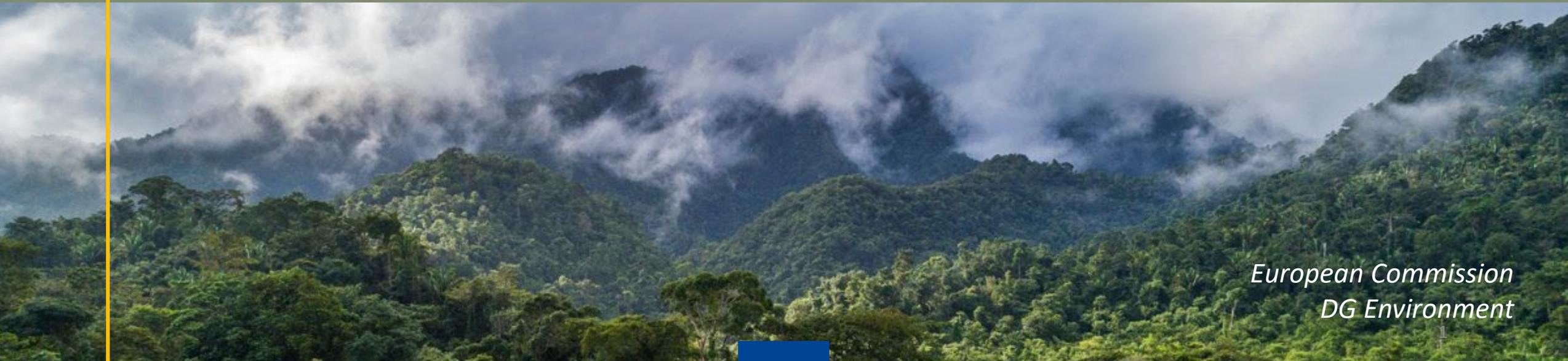




The EU Regulation on certain commodities and products associated with deforestation- and forest degradation



*European Commission
DG Environment*

Functioning of the Regulation

- Mandatory Due Diligence for all operators that place the relevant products on the EU market or export them from the EU
 - Only products in scope that are both **deforestation-free and legal** will be allowed on or exported from the EU market – need to be covered by a **due diligence statement**
 - **7 commodities and products as per Annex I**
 - Based on **internationally-backed definitions** (FAO)
 - Main obligations applicable to **operators and non-SME traders**
 - **Strict traceability** linking the commodity to the plot of land where it was produced. Using **geolocation** coordinates is the simplest and most cost-effective way of obtaining the necessary geographic information.
 - **Legality**: Products will need to be legal according to the laws of country of production

Main elements



Commodities selected: Palm oil, soy, wood, cattle, cocoa, coffee, rubber and some derived products (e.g. chocolate, furniture, tyres, printed products), selected objectively, based on best available scientific data, and the biggest EU impact



Non-discrimination: The Regulation applies both to domestically produced and imported commodities and derived products



Progressive scope: Initially covering selected commodities and derived products; to be updated regularly



'Cut-off date' of 31 December 2020: Aligned with UNSDG 15.2, aims to minimise disruption for smallholders and facilitate satellite monitoring

Focus on Implementation

Clarifying operational questions via the Frequently asked Questions

Work on Guidance Documents on technical legal matters

Setting up of the IT System

Strengthening support tools to Producer Countries

Other strands: deforestation observatory, risk benchmarking etc.

Frequently Asked Questions

Key aspects of implementation for operators/traders and for competent authorities

- First published in June 2023
- Latest update in Dec 2023
- Over 80 tangible Q/A also from stakeholders, e.g. HS 'ex' 0201

Guidelines

Guideline documents in the pipeline covering selected thematic areas, such as:

Definition of
'Agricultural use'
(recital 37)

Due diligence

Certification

Legality

Information System



IT development, secondary legislation, up and running by the entry into application



Pilot testing completed end January, with 17 of 100 testers in Cattle sector



Dedicated trainings available later in 2024

The screenshot displays the IMSOC web application interface. At the top, there are navigation links for 'Documents', 'Dashboard', 'Actions', 'Publications', and 'Help'. The main content area is divided into several sections:

- Welcome Endorsing Authority USER SIX:** A green alert box states: "You are on environment: Acceptance alpha. Acceptance alpha environment tests the real release of TNT, to ensure everything works as expected before going to Production. All data (certificates, operations, transactions, classification tree, ...) introduced here might be lost regularly, as the database is regularly refreshed from Production. Expect relatively small downtimes." Below this, there are 'Latest News' items, including 'System Down 12:06:36/0322' and 'System Unavailable 12:08 to 12:30 28/0322'.
- My pending certificates:** A table listing certificates with columns for Reference number, Action, Countries of origin, and Commodities.

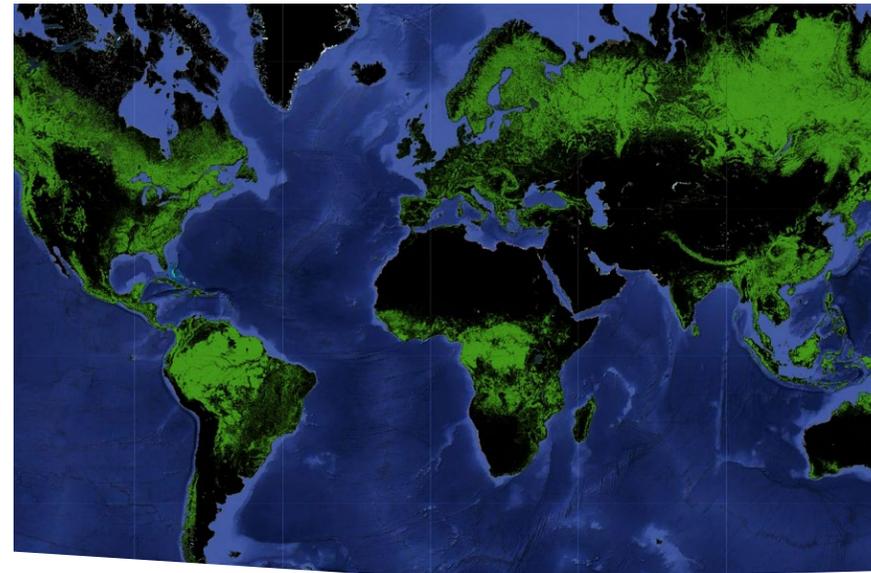
| Reference number | Action | Countries of origin | Commodities |
|------------------|-----------|---------------------|-------------|
| 2296.00000106 | No Action | Netherlands | |
| 2296.00000108 | No Action | Netherlands | |
| 2296.00000106 | No Action | Netherlands | |
| 2296.00000108 | No Action | Netherlands | |
| 230200000106 | No Action | Czech Republic | |
| 230200000106 | Cancel | Belgium | |
| 2296.00000108 | Cancel | Netherlands | |
| 2296.00000106 | Cancel | Netherlands | |
| 2296.00000108 | Cancel | Netherlands | |
| 2196.00000106 | Cancel | Netherlands | |

EU Observatory on Deforestation

Developed by JRC,
to provide a.o.
reference maps on
global forest cover

Presented in Dec
2023, and
currently publicly
accessible online

Third countries to
provide comments
and feedback



Cooperation with third countries



Cooperation with both producing and consumer countries

→ Engagement with other major consumer countries such as China and the USA



Political dialogue, public diplomacy and technical assistance

→ Active outreach to stakeholders through Commission, EU Delegations, EU Member States; dedicated outreach project starting to enhance understanding in Southeast Asia and Latin America of the EU Regulation

→ Enhanced cooperation to address potential challenges in producer countries

→ Regular briefings in multilateral fora (WTO, FAO etc.)



The role of the Deforestation Multi-stakeholders Platform

→ All interested producer and consumer countries invited, all key sectorial associations and civil society organisations represented

→ Work on implementation; specific focus: traceability and smallholders; sharing of best practices, cooperation initiatives

Thank you!

Learn more here:

https://environment.ec.europa.eu/topics/forests/deforestation/regulation-deforestation-free-products_en

https://green-business.ec.europa.eu/deforestation-regulation-implementation_en



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