

The EU Sustainability policy Green Deal...and key subsequent initiatives

#EUGreenDeal

Overcome existential threat to Europe and the world

The European Green Deal is our roadmap for making the EU's economy sustainable. This can only happen if we turn climate and environmental challenges into opportunities across all policy areas and making the transition just and inclusive for all.



Carbon neutrality by 2050

3 axes: - Boosting **Economy**

- Improve **People Health**

- Nature

Global dimension

https://ec.europa.eu/info/strategy/priorities-2019-2024/european-green-deal_en





The European Green Deal Focus on Key initiatives with possible impact with TH

- « Fit for 55 » package … CBAM
- Corporate Due diligence

- Deforestation
- Farm to Fork « F2F »
- Circular economy package ... ESPR (Ecodesign for Sustainable Products regulation)



Building a modern, sustainable and resilient Europe



"Fit for 55"

• The EU wants to cut net greenhouse gas emissions by **at least 55% by 2030**, compared to 1990 levels, up from our current target for 2030 of at least 40%.



« Fit for 55 » Package

- EU ETS (Emission Trading System) (puts price on carbon)
 - Enlarged scope + CBAM (international dimension)
- Renewable energy directive (increased target to produce 40% from renewable sources by 2030...) (increased since Russia war)
- Energy efficiency Directive (reduction targets, renovation)
- Transport (car 0 emissions from 2035)





Proposal for a Regulation on the making available on the Union market as well as export from the Union of certain commodities and products associated with deforestation and forest degradation and repealing Regulation (EU) No 995/201 – COM 2021/0366



Objectives of Regulation proposal

GENERAL

Minimise the EU's contribution to deforestation and forest degradation worldwide (thus reducing EU-driven GHG emissions and biodiversity loss)

Specific

Minimise the risk that products coming from supply chains associated with deforestation or forest degradation are placed on the EU market

Increase EU demand for and trade in legal and 'deforestation free' commodities and products



Scope of Regulation proposal

- Commodities selected: Palm oil, soy, wood, cattle, cocoa, and coffee and some derived products (e.g. leather, chocolate, furniture)
- 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: Commodities not allowed to enter the EU market if produced on land subject to deforestation after that date



Main elements [1]

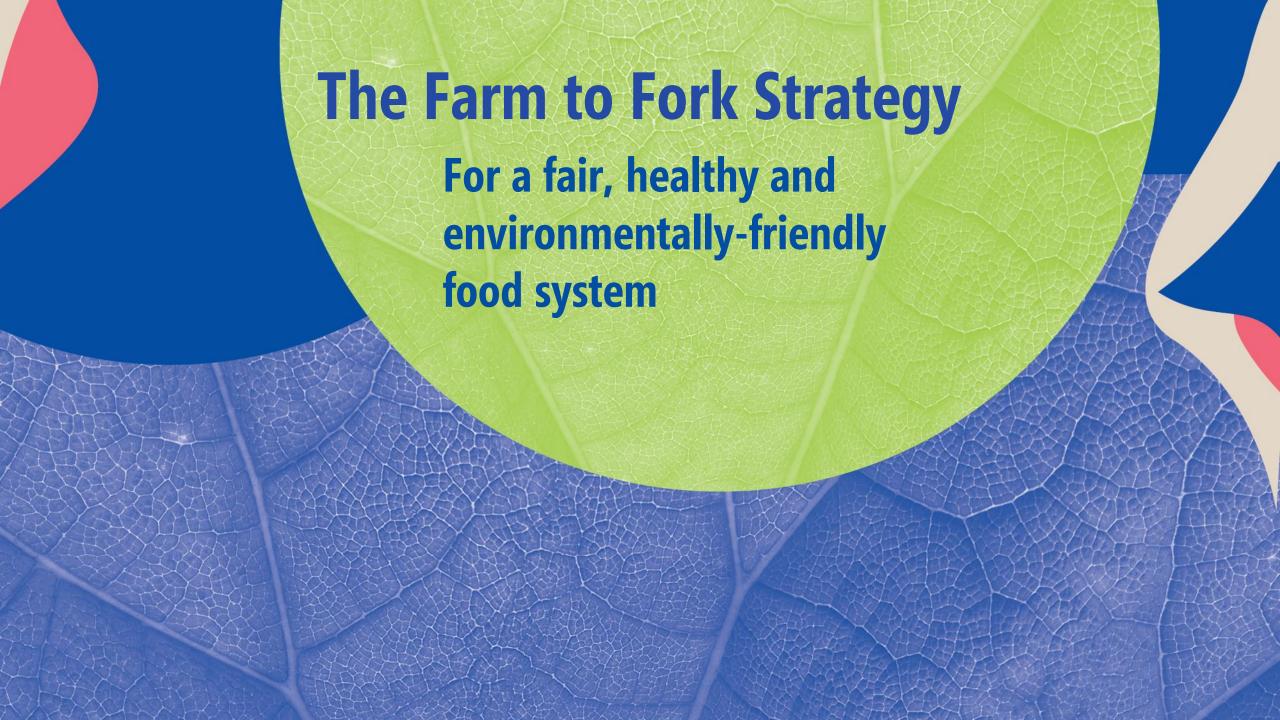
- Mandatory due diligence rules for all operators that place the commodities and products on the EU market or export them from the EU
 - Only products that are both deforestation-free and legal would be allowed on or exported from the EU market – need to be covered by a due diligence statement
 - Based on existing definitions (coming from FAO)
 - Main obligations applicable to operators and non-SME traders
 - Strict traceability linking the commodity to the plot of land where it was produced
 - Information system: Host due diligence statements and related information to facilitate enforcement by Member States



Main elements [2]

- **Benchmarking system** that allows to assign risk to countries according to the level of risk of deforestation [low, standard, high]. Dialogue / information exchange with partner countries concerned.
- Specific obligations for operators and Member State authorities simplified due diligence for low-risk and enhanced scrutiny for high-risk countries
- Minimum level of inspections for Member States authorities to perform
- Effective, proportionate and dissuasive penalties





Farm to Fork Strategy: overall goals



climate footprint



global transition



new opportunities



resilience

Reduce the environmental and climate footprint of the food system

Lead a **global transition**towards competitive
sustainability from farm
to fork

Tap into new opportunities

Create a **robust and resilient** food system



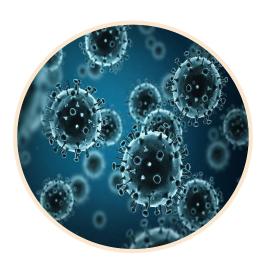
2030 Targets for sustainable food production



Reduce by 50% the overall use and risk of chemical pesticides and reduce use by 50% of more hazardous pesticides



Reduce **nutrient losses** by at least
50% while ensuring no
deterioration in soil
fertility; this will reduce
use of **fertilisers** by at
least 20 %



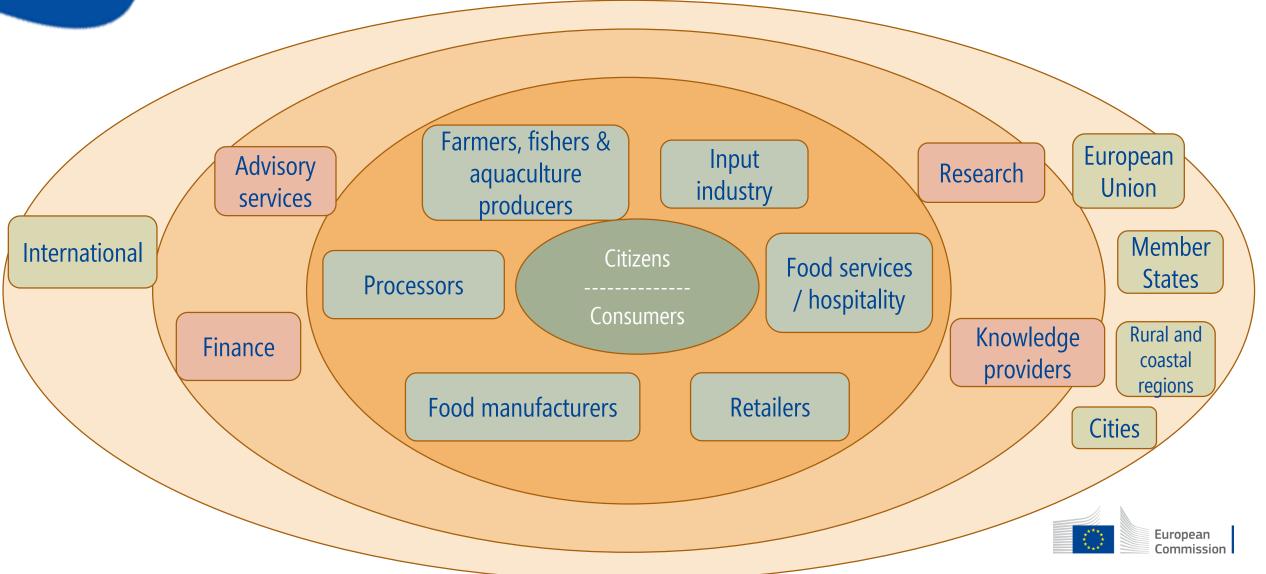
Reduce sales of antimicrobials for farmed animals and in aquaculture by 50%



Achieve at least 25% of the EU's agricultural land under **organic farming** and a significant increase in **organic aquaculture**



Integrated approach from farm to fork needed



Actions to ensure sustainable food production



Adopt recommendations to MS addressing the nine specific objectives of the **Common Agricultural Policy (CAP)**, before submission draft **CAP Strategic Plans** (2020)



Revision of **Sustainable Use of Pesticides Directive** and enhancement of Integrated Pest Management (2022)



Revision of Regulations to facilitate plant protection products containing biological active substances (2021)



Action plan **for the organic sector** for 2021-2026 to stimulate supply and demand for organic products (2020)



Action plan for **integrated nutrient management** to reduce the pollution from fertilisers (2021)









Actions to ensure sustainable food production (2)

Proposal for a revision of the existing **animal welfare** legislation, including on transport and slaughter (2023)

Proposal for a revision of the **feed additives** Regulation to reduce the environmental impact of livestock farming (2021)

TH offensive interest



Legislative initiatives to enhance cooperation of primary producers (support position in food chain) (2021-22)

Clarification of the scope of **competition rules** with regard to sustainability in collective actions (2022)

Proposal for a Farm

Sustainability Data Network

(data and advice on sustainable farming practices) (2022)



Actions to stimulate sustainable practices by food industry and retail, hospitality and food service

Initiative to improve the **corporate governance framework (**integrate sustainability into corporate strategies) (2021)

Develop an EU code and monitoring framework for **responsible business and marketing conduct** in the food supply chain (2021)

Stimulate **reformulation** of processed food, including setting of **maximum levels for certain nutrients** (2021)



Set **nutrient profiles** to restrict promotion of food high in salt, sugar or fat (2022)

Proposal revision EU legislation on **Food Contact Materials** (food safety, environmental footprint) (2022)

Revision **EU marketing standards** for agricultural, fishery and aquaculture products (ensure uptake and supply of sustainable products (2021-22)

Enhance coordination to tackle **Food Fraud** (2021-2022)



Actions to reduce food loss and waste

Committed to reaching the UN SDG Target to halve food waste at retail and consumer levels by 2030, and reduce food losses along the food production and supply chains.



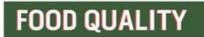
Proposal for **EU-level targets for food waste reduction** (2023)



Area for cooperation with TH







Revise EU rules for **date marking** ('use by' and 'best before' dates) (2022)





Circular Economy Package of 30 March 2022

- Proposal for a Regulation on Ecodesign for Sustainable Products (ESPR)
- Ecodesign and Energy Labelling Working Plan 2022-2024
- EU Strategy for Sustainable and Circular Textiles
- Proposal for a revision of the Construction Products Regulation
- Proposal to Empower Consumers in the Green Transition







Frans Timmermans,

Executive Vice-President for the European Green Deal



Proposal for a Reg. on Eco-design for sustainable products

- Scope: All the physical good placed on the market (evolutive list / workplans).
- Sets new requirements (durable, reliable, reusable, reparable...) + information requirements.
- Digital product passport for all, regulated products
- Green procurement, end destruction unsold goods, ...



Why is ESPR needed?



- Global extraction of materials tripled since 1970
- Over 90% of biodiversity loss and water stress from resource extraction and processing
- Waste generation set to increase 70% by 2050 (International Resource Panel, 2019)



Planetary boundaries exceeded

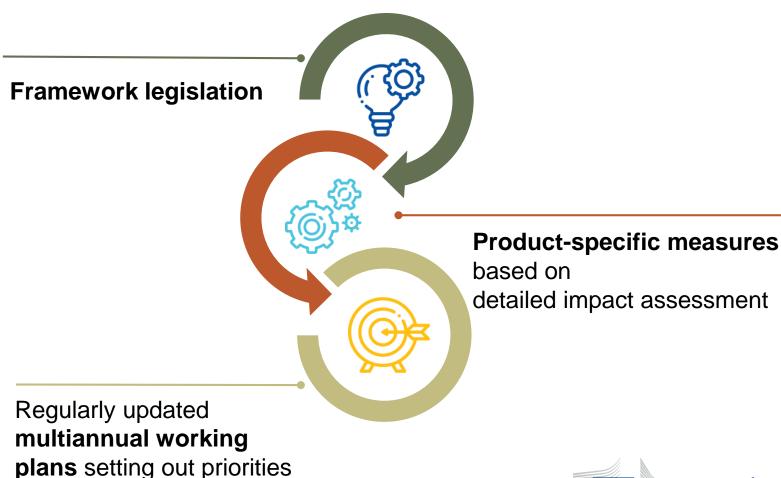
EU has less than 10%
 of world population, yet
 its consumption-based
 impacts are close to
 or exceed boundaries
 for climate change,
 particulate matter, land
 use, freshwater, and
 resource use



How will ESPR work?

1. Building on the existing Ecodesign Directive

Key features of Ecodesign Directive approach maintained





How will ESPR work? 2. Extending the Ecodesign approach



Scope extension

Moving beyond energy-related products to a wide product scope



New requirements

Plus clarification of existing requirements



Horizontal approach

Requirements in addition to product-specific requirements



Increased focus on product information

e.g. Digital Product Passport; labels



Key product aspects under ESPR

- Durability
- Reliability
- Reusability
- Upgradability
- Reparability
- Possibility of maintenance and refurbishment
- Presence of substances of concern

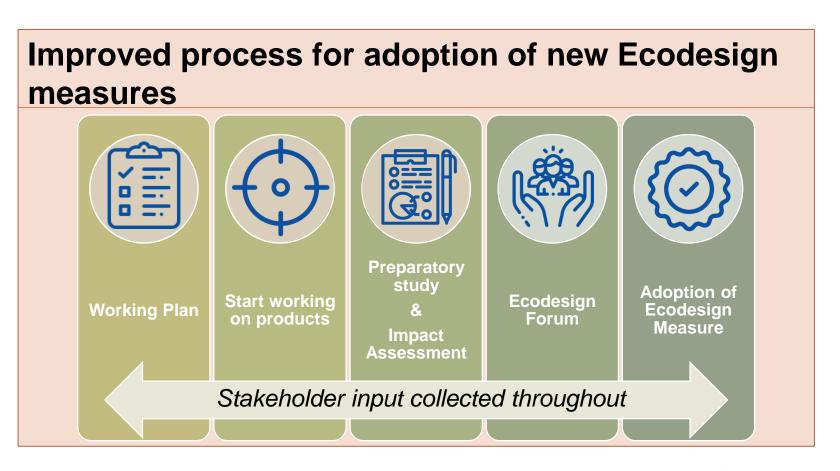
- Energy use or energy efficiency
- Resource use or resource efficiency
- Recycled content
- Possibility of remanufacturing and recycling
- Possibility of recovery of materials
- Environmental impacts, including carbon and environmental footprint
- Expected generation of waste materials



Process under ESPR

ESPR = framework legislation

i.e. does not set specific measures. Rather, it enables their later adoption









Expected outcomes/benefits of ESPR



Environment

- Help achieve EU's environmental goals and SDGs
- Target product-related environmental impacts



Consumers

- Improved product performance and longer lifetimes
- More informed decision making
- Financial savings (longer life and less energy)



Supply chain actors

- Reduced material costs
- Reputational benefits
- Increased transparency across supply chain





International aspects (I)

- Rules will be applicable to all products placed on the EU market, whether produced in the EU or imported.
- Wide consultation of stakeholders foreseen during preparatory phase of all measures
- Impacts on third countries and on international trade to be examined in impact assessments preceding adoption of all measures
- Consultation of WTO under the TBT procedure before adoption of all measures
- Public consultation on products to be included in first ESPR workplan: by end 2022
- <u>Indicative</u> timeline for **first measures under ESPR**: 2024 (tbc pending outcome of negotiation process)





International aspects (II)

To help ESPR to contribute to positive change at global level, the EU plans to:

- Step up engagement with non-EU countries, provide guidance to facilitate compliance with the new rules and provide support
- Pursue progress in multilateral fora, including the G7 & G20, and in the context of the Global Alliance for Circular Economy and Resource Efficiency
- Cooperate with its trading partners in the WTO, by sharing and discussing best practices on how to increase circularity in global value chains, in line with domestic and international law
- Continue to underline the circular economy's positive potential to generate prosperity and resilience, and become a key support tool for avoiding the costs of further environmental degradation and exiting poverty cycles

