



EUDR
Global Trade Webcast

25 April 2024

EU Deforestation regulation – General Introduction

European Parliament and Council Regulation No. 2023/1115, entered into effect on June 29, 2023. as part of the "Fit for 55" package

Prohibits the import into, trading within or export from the EU market of certain commodities and related products, unless they were produced

- free of deforestation/forest degradation
- in compliance with the laws of the country-of-origin:

Affected companies: **manufacturers, traders, importers, exporters**

Complex rules and tasks, more departments needs to be involved

Short deadline for preparation: **30 December 2024**

EU Deforestation regulation – Scope of products

Scope extension expected by mid-2024 and by mid-2025

Defined by customs tariff number



Cattle - beef and leather



Cocoa - beans, shells, cocoa butter and chocolate



Coffee - beans, husks



Rubber - tyres, transmission belts, other rubber products



Soya - Soybeans, bean flour and bean oil

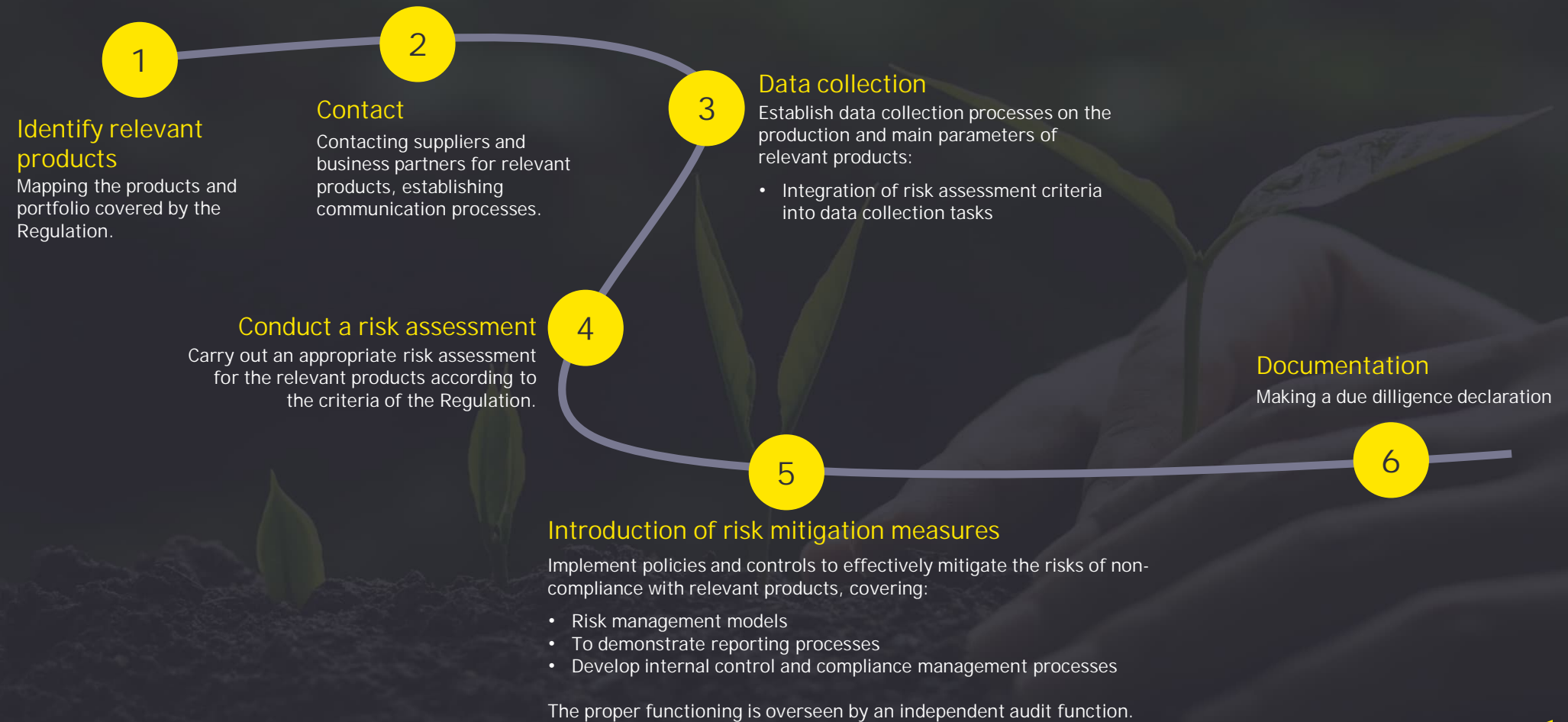


Oil palm - palm oil, nuts and seeds, glycerol, palmitic and stearic acid



Wood - furniture, cellulose, paper, newspapers

EU Deforestation regulation – Obligations



EU Deforestation regulation – Consequences of non-compliance

Non-compliance may lead to:

- **Financial penalty:** Fines of up to 4% of EU annual turnover (or more at member states' discretion) and in any event exceeding the potential economic benefit gained from non-compliance
- **Business disruption:**
 - Other penalties such as **seizure of the goods** in question **and the revenue generated from them**; **exclusion** from procurement procedures and public financing
 - **Temporary prohibition for placing** products on the EU market
- **Personal liability** in case of non-compliance for managing directors subject to member state law

EU Deforestation regulation – Next steps

Immediate next steps:

1 |

assess now whether your products could be affected by the new regulation, and

2 |

what data needs to be collected from the suppliers

3 |

understanding obligations you need to fulfil

Questions & Answers

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