Temporary measures on origin labelling of foods in FINLAND

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Rationale of the national measures on origin labelling in Finland

- Consumers have a growing interest in where their food comes from, where and how it was produced, and the stages it went through before ending up on their plate
 - a majority of consumers have expressed a wish to have more comprehensive information on the origin of food
- Finland has stressed in various contexts in the EU institutions that the requirements concerning the origin labelling of food should be further developed in EU legislation
- The provision of origin information on a voluntary basis is not sufficient to fulfil consumers' right to access to sufficient and correct information on the country of origin of food and its ingredients
- As EU legislation concerning origin labelling of food has not developed at the pace hoped for, Finland considered it necessary to lay down national provisions on origin labelling of certain foods



Decree of the Ministry of Agriculture and Foresty 218/2017 on indicating the country of origin of certain foods

Scope

□ Pre-packed foods intended for consumers or mass caterers and manufactured in Finland

Mandatory origin labelling of

- □ Meat used as an ingredient in food
- □ Milk and milk used as an ingredient in dairy products

Fixed-term pilot project

The Decree was originally in force 1.6.2017 - 31.5.2019, but the pilot period has been extended until 31.3.2020



Mandatory origin labelling

□ **Meat** used as an ingredient in food

- beef, pig swine, sheep, goat and poultry meat (incl. meat used as an ingredient of meat products and meat preparations)
- 'country of rearing' and 'country of slaughter'
 - country of rearing definition as laid down in relevant EU-legislation.
- □ Milk and milk used as an ingredient in dairy products
 - dairy products within the scope listed in the Annex to the Decree
 - 'country of milking'

□ No threshold for meat and milk used as an ingredient

- Possibility to indicate the country of origin by the expression 'several EU countries' or 'several non-EU countries' or 'several EU and non-EU countries'
 - meat has been obtained from animals reared and/or slaughtered in several or various EU or non-EU countries or milk has been collected in several or various EU or non-EU countries

Report on the application of the Finnish Decree on origin labelling



- results of a September 2018 consumer attitude survey
 - Taloustutkimus Oy (independent full service market research company) conducted a consumer survey to establish Finnish consumers' attitudes towards the current origin labelling and to find out whether country of origin affects consumers' interest in buying meat and dairy products
- observations from the largest meat companies about the meat and meat products markets (autumn 2018)
- views of the members of the Finnish Food and Drink Industries' Federation (survey conducted in December 2018)



Report on the application of the Finnish Decree on origin labelling Finnish consumers' attitudes

- Consumers are highly satisfied with the increased availability of country of origin information
- Consumers want to see origin labelling on both meat and dairy products
 - 89 % of consumers consider the indication of the country of origin of <u>meat</u> used as an ingredient very important or somewhat important (67 % consider it very important)
 - 87 % of consumers consider the indication of the country of origin of <u>milk</u> used as an ingredient in dairy products very important or somewhat important (62 % consider it very important)
- □ Consumers mostly check origin information
 - 78 % of consumers check the origin labelling of <u>meat</u> used as an ingredient always or almost always
 - 75 % of consumers check the origin labelling of <u>milk</u> and milk used as an ingredient in dairy products always or almost always



Dairy companies

□ Mandatory origin labelling had little impact on their previous practices

 most respondents reported that milk and milk used as ingredient in dairy products was entirely or mainly domestic



Meat industry 1/2

- Mandatory origin labelling does not appear to have had a significant impact on the market in general
 - other factors affecting the market, such as brand power, trade and industry negotiations, various offers and rebates and other campaigns
- There has been no significant change in the consumer price of meat since the introduction of mandatory origin labelling
 - the price-setting strength of domestic meat has slightly increased but, ultimately, domestic industry prices are always based on the current EU price level



Meat industry 2/2

Meat consumption has increased slightly

- this was expected, regardless of the introduction of mandatory origin labelling
- the share of domestic meat consumption has slightly decreased
- □ Mandatory origin labelling has had
 - a positive impact on domestic pork demand for meat products
 - no significant rise on demand for domestic poultry and beef
- food companies that traditionally used large amounts of imported meat have not switched to using domestic meat due to mandatory origin labelling
- a few companies that previously used both domestic and imported meat have, since the introduction of mandatory country of origin labelling, switched to using exclusively domestic meat



Challenges reported

□ National and EU legislation are not harmonised

- domestic operators are in an unequal position vis-à-vis foreign competitors
- consumers might be confused because origin labelling is used for some meat and dairy products but not for others
- raw materials are not continuously available
- packaging materials are not procured at the same pace as raw materials

□ Lack of space on packaging for additional information



Report on the application of the Finnish Decree on origin labelling Conclusions

□ Maintaining mandatory origin labelling is considered to be justified

- consumers are highly satisfied with the increased availability of information on country of origin
 - consumers are accustomed to getting the information and mostly check the information when buying foodstuffs
- according to the feedback received from the industry side, mandatory origin labelling does not appear to have had a significant impact on the market in general

> the pilot period of the Finnish Decree has been extended until 31.3.2020

□ Harmonised EU legislation on origin labelling would be preferable

 implementing acts would ensure the appropriate application of labelling requirements in all EU Member States

> we hope to have this issue on the agenda of the next Commission



Thank you for your attention!



Ministry of Agriculture and Forestry of Finland

