EUTR in the Pulp & Paper Sector: Introduction to trade flow trends

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EUTR coverage of Pulp & Paper

• Includes
  • All pulp and paper products listed in CN Chapters 47 and 48 except bamboo-based and recovered (waste and scrap) products
  • All wooden furniture products listed in CN Chapter 94.

• Excludes
  • Paper products contained in CN Chapter 49 (printed books, newspapers, pictures)
  • All post-consumer recycled products

• Note
  • Chpt 47 codes (Pulp) separate virgin & recycled products
  • Chpt 48 codes (Paper) distinguish by function not fibre content
    => all paper products need to be treated as if covered by EUTR
Value of EU28 imports of EUTR-regulated Timber & Timber Products 2008-2013

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Tonnage of EU28 imports of regulated & non-regulated pulp and paper imports 2008-2013

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Ratio of extra-EU imports to intra-EU imports by major product groups 2008-2013

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Quantity of EU28 imports of wood pulp 2008-2013

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Wood pulp trade flows into the EU in 2013

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Supply region % share of tonnage of EU27 imports of wood pulp

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Imports of EUTR-regulated wood pulp by EU Member States in 2013 (mill tonnes)

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Quantity of EU28 imports of paper products 2008-2013

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Ratio of extra-EU imports to intra-EU imports by paper groups (qnty)

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Paper trade flows into the EU in 2013 (1000 tonnes)

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Supply region % share of tonnage of EU imports of paper products

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Quantity of extra-EU imports of paper products by Member States in 2013 (million tonnes)

Source: Forest Industries Intelligence Ltd analysis of Eurostat
Thank you!

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Client Earth Survey
March 2014

Legislation introduced:
Austria, Denmark, Croatia, Germany, Cyprus, Czech Republic, Portugal, Luxembourg, Slovenia, UK.

Interim system operational
Netherlands

Legislation in draft
Belgium, Bulgaria, Finland, France, Ireland, Poland, Romania and Sweden.

No legislation
Estonia, Lithuania, Greece, Malta, Hungary, Slovakia, Spain, Italy

No information
Latvia

Approved monitoring organisation
NEPCon (EU wide)
Conlegno (Italy)
EUTR Access to Information Obligation

• EUTR “access to information” obligation on species content & place of harvest applies no matter how many different tree species are in any one product or how many countries of harvest are involved

• EC Guidance: “If the species of wood used to produce the product varies, the operator will have to provide a list of each species of wood that may have been used to produce the wood product”.

• No reference in EUTR or EC Guidance to an obligation to identify % mix of different species in a composite product.

• In broader context of EUTR text & objectives, assume that higher levels of precision on % mix is important to assess and mitigate risk of illegal wood entering the supply chain.
### Extract from Annex II to EC Guidance

<table>
<thead>
<tr>
<th>Product Type:</th>
<th>Coated Art Board from China</th>
</tr>
</thead>
<tbody>
<tr>
<td>Period:</td>
<td></td>
</tr>
<tr>
<td>Volume:</td>
<td>500 Tonnes</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Component</th>
<th>Description</th>
<th>Species</th>
<th>Country/region of harvest</th>
<th>Concession of harvest</th>
<th>Legality evidence</th>
</tr>
</thead>
<tbody>
<tr>
<td>Northern Bleached Kraft Pulp (NBKP) Softwood</td>
<td>Western hemlock (Tsuga heterophylla), Douglas Fir, (Pseudotsuga menziesii) Western Red Cedar, (Thuja plicata), White Spruce, (Picea glauca), Lodgepole Pine (Pinus contorta)</td>
<td>Third boreal country</td>
<td>Industrial tree farm concession</td>
<td>Classified &quot;Non-Conroversial&quot; under certification guidelines</td>
<td>Yes (if well founded confidence)</td>
</tr>
<tr>
<td>Laubholz Bleached Kraft Pulp (LBKP) Hardwood</td>
<td>Poplar (Populus spp.)</td>
<td>Third boreal country</td>
<td>Industrial tree farm concession</td>
<td>Classified &quot;Non-Conroversial&quot; under certification guidelines</td>
<td>Yes (if well founded confidence)</td>
</tr>
<tr>
<td>Mechanical Pulp</td>
<td>Poplar (Populus tremuloides, Populus balsamifera), White Spruce (Picea glauca), Jack pine (Pinus banksiana)</td>
<td>Third boreal country</td>
<td>Multiple private forest owners</td>
<td>Non-Conroversial Legality Certificate</td>
<td>Yes (if well founded confidence)</td>
</tr>
</tbody>
</table>

March 14, Forest Trends & Chatham House
**Extract from Annex II to EC Guidance**

<table>
<thead>
<tr>
<th>Product Type:</th>
<th>Writing paper (90 g/m²) from Indonesia</th>
<th>Placing on the market possible?</th>
</tr>
</thead>
<tbody>
<tr>
<td>Period:</td>
<td>Apr 2012-Mar 2013</td>
<td></td>
</tr>
<tr>
<td>Volume Component</td>
<td>1,200 tonnes</td>
<td></td>
</tr>
<tr>
<td>Description</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Species</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Country/region of harvest</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Concession of harvest</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Legality evidence</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Short-fibre pulp</td>
<td>Acacia mangium</td>
<td>Industrial forest plantation concession XXX</td>
</tr>
<tr>
<td>Short-fibre pulp</td>
<td>Mixed tropical hardwoods</td>
<td>Natural secondary forest clearing for plantation for pulpwood and oil palm plantations</td>
</tr>
<tr>
<td>Long-fibre pulp</td>
<td>Pinus radiata</td>
<td>Forest plantations</td>
</tr>
</tbody>
</table>
Intra-EU wood pulp trade flows
Intra-EU paper trade flows