Australia's action to combat illegal logging

Information for timber importers and import brokers



# The laws in Australia are changing...

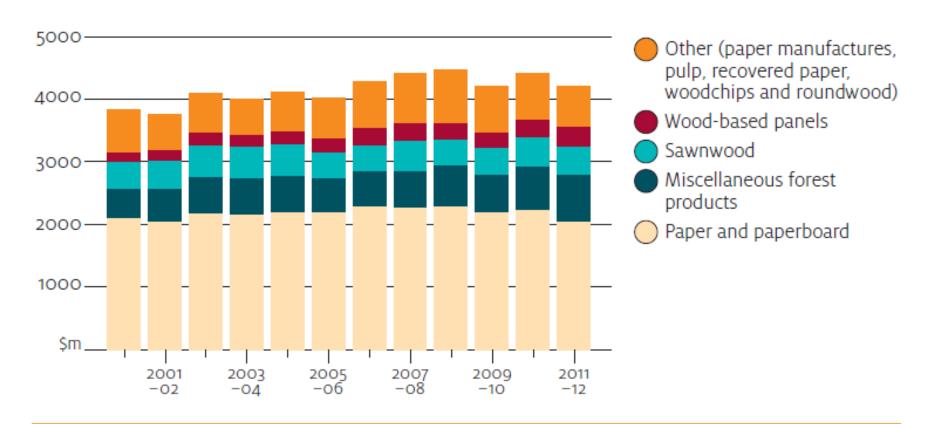
What are the regulated timber products?

What are the due diligence requirements?

• What is the role of third party certification and Country Specific Guidelines?

#### Australia's trade in timber

#### FIGURE 8 Imports of wood products, by sector, 2000–01 to 2011–12

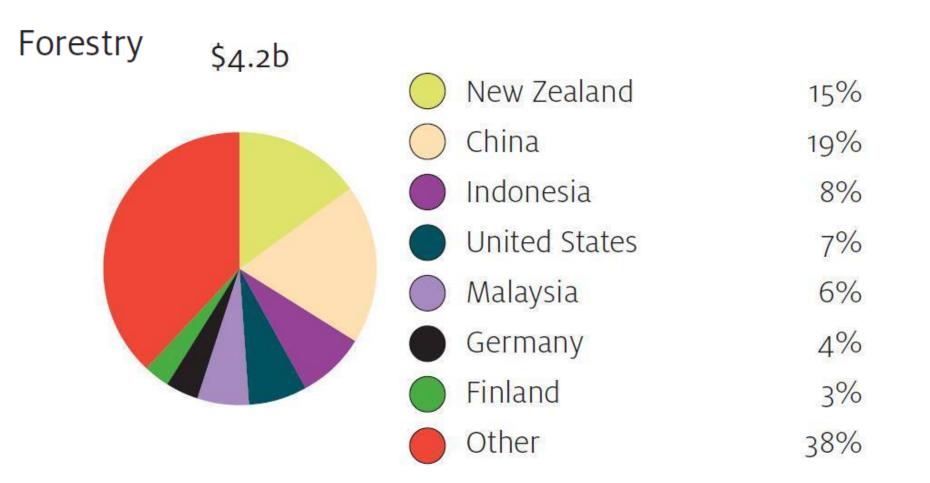


Note: Data taken from Table 23 of this publication.

Data sources: ABARES; ABS; EWPAA

#### Australia's trade in timber

#### FIGURE 3 Sources of Australian merchandise imports in 2011–12 dollars



#### Australia's trade in timber

#### TABLE 29 Value of Australian forest products trade, by selected countries

	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
	\$m	\$m	\$m	\$m	\$m	\$m
Exports						
China	270	360	390	394	544	534
Hong Kong	72	54	51	68	42	39
Japan	888	965	860	774	745	579
Korea, Rep. of	116	91	103	48	40	40
Malaysia	48	57	78	82	106	112
New Zealand	365	375	324	319	314	306
Taiwan	83	88	77	88	79	68
Imports						
China	509	547	611	624	680	797
Finland	248	272	274	171	143	120
Germany	190	178	167	178	183	147
Indonesia	404	336	374	351	332	342
Malaysia	199	209	215	217	228	233
New Zealand	741	790	744	703	715	634
United States	276	289	320	313	285	297

# What is changing?

Australian importers must not import illegally logged timber or timber products into Australia.

From 30 November 2014, Australian importers of regulated timber products will have to do due diligence *before* they import.

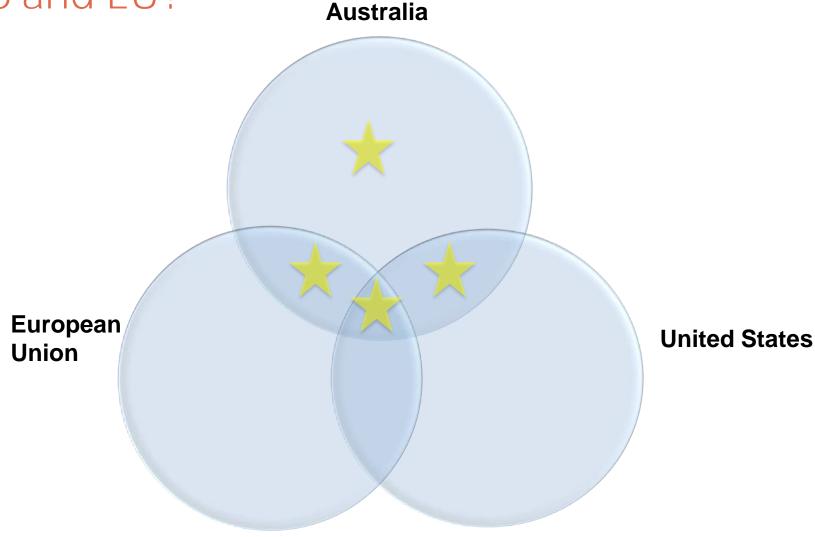
### What are the regulated timber products?

V V I I (	4403	wood in the rough	CILLI		products:
	4407	wood sawn or chipped lengthwise			
Chapter 44	4408	sheets for veneering (including those obtained by slicing laminated wood)		4801	newsprint, in rolls or sheets
	4409.10.00 4409.29.00	wood - coniferous woodnon-coniferousother.		4802 4803	uncoated paper and paperboard toilet or facial tissue stock, towel or napkin
	4410	particle board		4804	uncoated kraft paper and paperboard
	4411	fibreboard of wood or other ligneous materials		4805	other uncoated paper and paperboard
	4412	plywood, veneered panels and similar laminated wood		4806.20.00	vegetable parchment, greaseproof papers
	4413.00.00	densified wood		4806.30.00	vegetable parchment, greaseproof papers
	4414.00.00	wooden frames for paintings		4806.40.00	vegetable parchment-glassine and other glazed transparent or translucent papers
	4416.00.00	casks, barrels, vats		4807.00.00	composite paper and paperboard
	4418	builders' joinery and carpentry of wood		4808 4809	paper and paperboard, corrugated carbon paper, self-copy paper and other
	4701.00.00	mechanical wood pulp			copying or transfer papers
	4702.00.00	chemical wood pulp, dissolving grades		4810	paper and paperboard
	4703	chemical wood pulp, soda or sulphate, other than		4811	paper, paperboard, cellulose wadding and
Chapter 47		dissolving grades	Chapter 48		webs of cellulose fibres
	4704	chemical wood pulp, sulphite, other than dissolving grades		4813	cigarette paper
	4705.00.00	wood pulp obtained by a combination of mechanical and chemical pulping processes		4816	carbon paper
		1 1 31		4817	envelopes, letter cards, plain postcards and
Chapter 94	9401.61.00	seats - other seats, with wooden frames-upholstered			correspondence cards, of paper or paperboard
	9401.69.00	seats - other seats with wooden frames- other		4818	toilet paper and similar paper
	9403.30.00	other furniture and parts thereof -wooden furniture of a kind used in offices		4819	cartons, boxes, cases, bags and other packing containers
	9403.40.00	other furniture and parts thereof - wooden furniture of a kind used in the kitchen		4820	registers, account books, note books
	9403.50.00	other furniture and parts thereof - wooden furniture of a kind used in the bedroom		4821	paper or paperboard labels of all kinds, whether or not printed
	9403.60.00	other furniture and parts thereof - other wooden furniture		4823	other paper, paperboard, cellulose wadding and webs of cellulose fibres, cut to size or shape
	9403.90.00	other furniture and parts thereof - parts			•
_	9406.00.00	prefabricated buildings			

Department of Agriculture, Fisheries and Forestry

How do Australia's products compare to

US and EU?



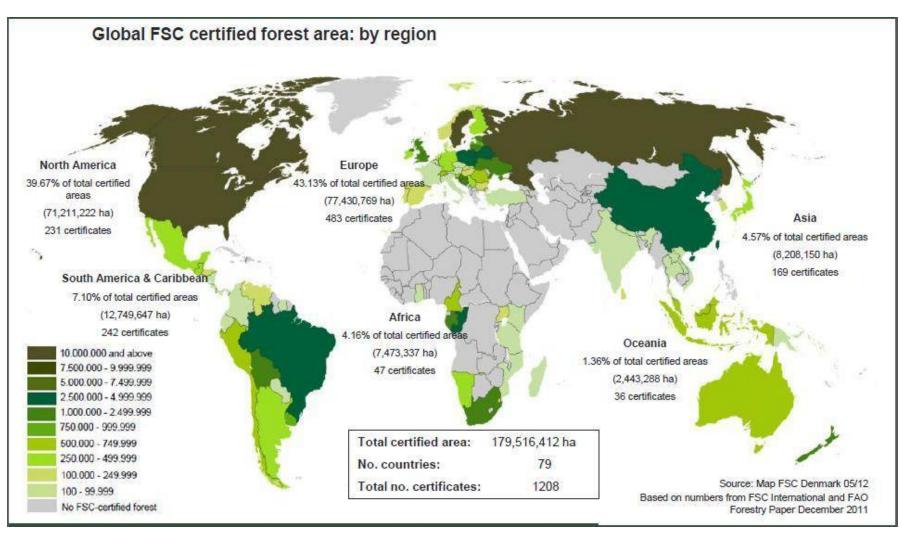
# What is due diligence?



# Timber Legality Frameworks

- 1. Forest Stewardship Council (FSC) Forest Management certification
- 2. Programme for the Endorsement of Forest Certification (PEFC) International Forest certification scheme
- 3. EU FLEGT Licensing

# FSC Forest Management certification



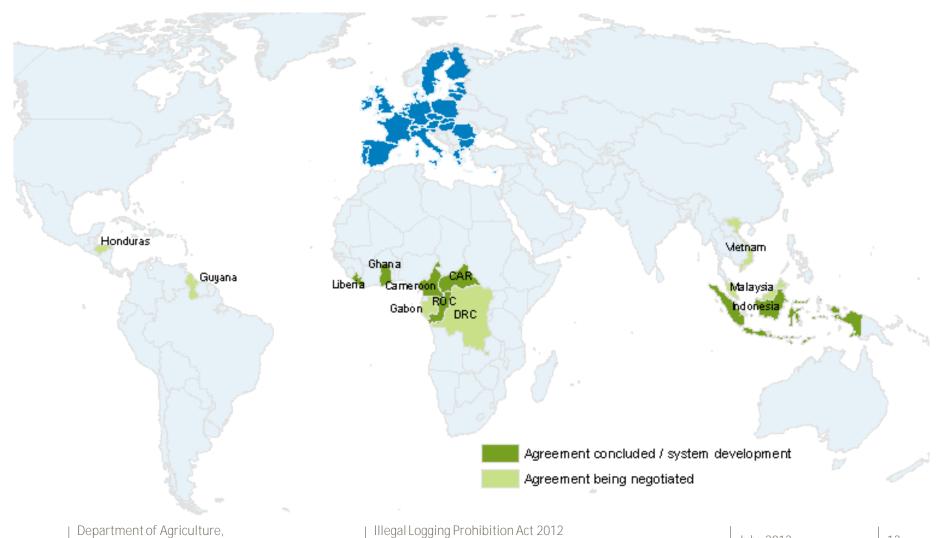
Source: https://ic.fsc.org/download.facts-and-figures-may-2013.a-1918.pdf

#### PEFC International forest certification scheme

- About 244 million hectares of forest area (or 603 million acres) are managed in compliance with PEFC's internationally accepted Sustainability Benchmarks.
- Two-thirds of all certified forests globally are certified to PEFC.
- 35 national members and 31 endorsed national certification systems have joined forces under the PEFC umbrella to collaboratively promote sustainable forest management.

Source: http://www.pefc.org/about-pefc/who-we-are/facts-a-figures

# EU FLEGT Licensing – Voluntary Partnership Agreements



Fisheries and Forestry

#### How much will these 3 schemes cover?

Country*	FSC Certified Forest Area (ha)	PEFC Certified Forest Area (ha)	EU FLEGT VPA
United States	14,207,081	34,421,207	-
Italy	53,550	765,662	-
China	3,069,882	0	-
Indonesia	1,725,972	0	YES
Malaysia	469,450	4,595,484	YES
New Zealand	1,452,255	0	-
Finland	431,813	21,068,333	-
Germany	563,084	7,384,800	_

<sup>\*</sup>These 8 countries are selected based on general timber trade figures – see slide 4.

## Country Specific Guidelines

Co-developed by the Commonwealth Government of Australia and the Government of the relevant trading partner

Will enable an Australian importer to recognise "what legality looks like" for products they import

## What will happen at the Border?

There will be an additional question as part of your existing Declaration to Customs.

It will ask if you have complied with your due diligence obligations.

If you answer 'no' goods will not be stopped at the border, but DAFF will follow-up with importer.

## How will DAFF support this?

Information Sessions

Importers & Processors around Australia Education Package

Develop with industry

Education Sessions

Importers & Processors around Australia

July – September 2013

September 2013 – January 2014

February - March 2014

#### For more information...

www.daff.gov.au/illegallogging

illegallogging@daff.gov.au