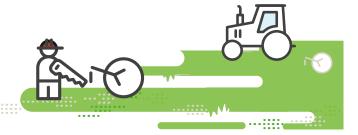




Unpacking the EU Deforestation Regulation for the coffee sector in the ASEAN region

90% of deforestation is driven by the **expansion of agricultural land,** contributing to climate change, biodiversity loss, soil erosion and desertification, and hindering sustainable development





In 2022, ASEAN countries supplied 27% of the coffee consumed in the EU, representing 43% of the total coffee produced in the ASEAN region

> Most of the ASEAN coffee exported to the EU came from Vietnam (85%), Indonesia (13%), and **Laos** (1%)

The EU is taking action to **minimise the risk that** products associated with deforestation enter the EU market and to increase the demand for deforestation-free products



The EU Deforestation Regulation (EUDR) requires companies to ensure that the products they place on the EU market or export from it are legal and not associated with deforestation



Green coffee Decaffeinated Roasted

BEEF



Coffee substitutes Butter, fat, oil

Shells

PALM OIL

The EUDR does not create a country or product ban

The EUDR is not discriminatory and will apply to selected products produced in, imported into and exported from the EU

TIMBER

RUBBER

SOY

COCOA

Derived products Operators will have to comply with the EUDR from 30 December 2025 (mid-2026 for micro and small enterprises)



The EUDR can accelerate progress towards coffee traceability and sustainability

To enter the EU, coffee must be



TRACEABLE

DEFORESTATION

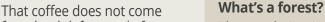
FREE

Companies placing relevant products on the EU market must collect information showing:

The coffee's origin (plot geolocation*), suppliers and buyers

*GPS point of the plot < 4 ha, or polygons for plots > 4 ha

To be submitted in a due diligence statement



from land deforested after **31 December 2020**

Deforestation = conversion of forests into agricultural land, including coffee-agroforestry systems

The regulation is based on the FAO's definition of forest: Cover rate ≥10% Height ≥ 5 meters Area ≥ 0,5 hectares

Compliance with the relevant legislation of the country of production, including – when applicable – on land, environment, human rights, third parties' rights, the principle of free, prior and informed consent, labour, trade and customs

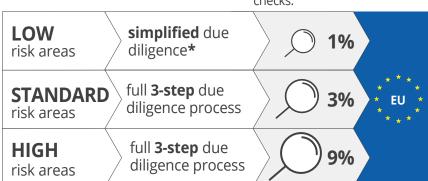
Due diligence for companies consists of **3 steps**: Collect evidence that the product is traceable, deforestation-free and legal 2 Assess risks of non-compliance If risks have been identified, take 3 action to mitigate them



*If companies buy coffee from a low-risk **country**, they only need to carry out the **first step** (except if there are doubts – then all 3 steps need to be undertaken)

A **benchmarking system** will categorise countries or regions according to **deforestation risk**. The frequency of EU Member States' checks will vary consequently:

Products from: Obligations: Frequency of checks:



5. Importer or

manufacturer in

Deforestation-free coffee value chain

1. Geolocation of coffee plots



2. Coffee delivered to first buyers, where it is kept segregated



3. Possible processing of coffee into derived products



4. Coffee or derived products are segregated during export





6. EU dealer sells coffee and derived products to consumers







Geolocation data must be transferred and preserved throughout every stage of the value chain, as European operators, who bear legal responsibility for EUDR compliance, are required to include this data in their due diligence statements

Disclaimer. This factsheet has been produced by the European Forest Institute with the financial assistance of the European Union. The contents of this factsheet are the sole responsibility of the author and can under no circumstances be regarded as reflecting the position of the European Union. The information presented in this factsheet comes from the EUDR published in the EU Official Journal on 9 June 2023.





