



# Updated Information on Market Access (2019)

**ITTO Secretariat** 

ITTC-56th 9-14 November 2020, Yokohama

#### **Updates of Four major legislative instruments:**

- EU Timber Regulation
- Lacey Act Amendments
- Australia Illegal Logging Prohibition Act
- Japan Clean Wood Act

#### **Attention on developments:**

- Republic of Korea
- China
- Viet Nam
- CITES



#### **EUTR**



- Published a guidance document for the EUTR in May 2019 on 'Consideration of prevalence of armed conflict and sanctions in due diligence systems'.
- Published the Annual Synthesis Report in June 2019 on the implementation of the FLEGT licensing scheme for 2017.
- The latest **WWF Enforcement Review** of the **EUTR** was published in December 2019, which identifies implementation gaps and good practices.
- Released latest report in January 2020, providing an overview of the EUTR compliance checks performed, and penalties imposed by EU Member States.

### Lacey Act



- **APHIS** (Animal and Plant Health Inspection Service) of **USDA** invited public comment on the proposed exception to the declaration requirements for products containing a minimal amount of plant material. **APHIS** published a final rule, effective April 1, 2020, to establish a "de minimis" exception to the declaration requirement for products that meet the de minimis criteria.
- **APHIS** worked for the implementation of phase six of the Lacey Act enforcement schedule.
- APHIS published a notice in March 2020, announcing plans to add products that will require a Lacey declaration. Phase six was scheduled to be effective on October 1, 2020. However, APHIS announced that they would delay implementation of phase six. As a result, stakeholders will not be required to file declarations for products on phase six until April 1, 2021.



#### **Australian Act**

- In January 2019, the final report of the 'Statutory review of the Illegal Logging Prohibition Act 2012' was published, which considered and assessed the first five years operation.
- In August 2019, the review was provided to the Forest Industry Advisory Council (FIAC), and **FIAC** recommended the Act be further reviewed in 2 to 3 years and that no significant legislative changes be made at this stage.
- The Australian Government agreed that it will not make significant legislative changes until a further comprehensive review.

#### **Japan Clean Wood Act**



- Japan Clean Wood Act entered into force in May 2017, which aims to promote the use of legally-harvested wood products.
- Under the Act, all wood-related business operators are required to carry out checks to ensure that wood has been legally sourced in accordance with the laws and regulation of Japan and/or the countries of origin.
- Regarding to the registering system on a voluntary basis, the Clean Wood Act adopts a voluntary-third party registering system for wood-related operators.
- Registered operators are required to report annually on the implementation of measures to ensure the use of legally harvested wood.
- Japanese government has created the Clean Wood Navi website to support wood-related operators by providing information on laws and regulations applying to production and trade of timber in key exporting countries: <a href="https://www.rinya.maff.go.jp/j/riyou/goho/kunibetu/index.html">https://www.rinya.maff.go.jp/j/riyou/goho/kunibetu/index.html</a>
- A one-day seminar was held in March 2019 in Tokyo to generate information on the legal frameworks for timber production and trade in five tropical timber-producing countries to support implementation of the Act.

#### **Korean Revised Act**



- The Korean Revised Sustainable Use of Timber Act entered into force in Sep. 2017
- The implementation of the revised Act was launched in October 2018 in a one-year trial operation phase.
- Until September 2019, activities for supporting entities and education and promotion had been arranged.
- The **official implementation** of the revised Act started from 1 October 2019.

#### **Chinese Forest Law Amendment**



- The third amendment of Chinese Forest Law was adopted on December 28, 2019 in accordance with decisions of China National People's Congress (came into force on 1 July 2020).
- The new amendment contains **14 Chapters and 84 Articles** (7 Chapters and 49 Articles in 2009 amendment).
- In Chapter VI Forest Management and Administration, Article 65 states "Timber processing enterprise should establish an account for the entry and exit of raw materials and products. No unit or individual may purchase, process or transport timber that he/she clearly knows was piratically felled or indiscriminately felled in forest regions."

#### Vietnam VPA Agreement with EU



- The **VPA agreement** between Vietnam and the EU, which was signed on 18 Oct. 2018, came into force on 1 June 2019.
- Vietnam and the EU ratified the VPA agreement in May 2019.
- Implementation of the VPA will take several years, during which Vietnam will develop a timber legality assurance system.
- An EU-Vietnam Joint Implementation Committee (JIC) will oversee how Agreement provisions are put into practice.
- Once the agreement fully implemented, FLEGT license will be expected to issue.

# International Legal Instrument CITES CoP18 – Tropical Trees Related



- CITES CoP18 (held in August 2019) amended Appendix II listing of rosewoods and related tree species.
- **Small finished items**, including musical instruments, parts and accessories, could be without CITES permits.
- All Latin American cedar (genus Cedrela) were included in Appendix II.
- Broadened Appendix II listing of African teak (Pericopsis elata) to include plywood and transformed wood.
- An African rosewood (Pterocarpus tinctorius) was listed in Appendix II.

# International Legal Instrument CITES CoP18 – Other Development



- The CITES Secretariat published the full **suite of Decisions** adopted at CoP18 on 7 November 2019.
- The CITES Secretariat has launched a **dedicated website** in February, 2020 to introduce the CITES Tree Species Programme (CTSP).
- The **website** is available at <u>www.cites-tsp.org</u>



### Thank You!

