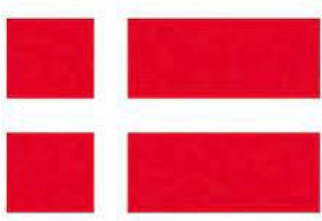




Represents
the interests of the
European timber trade and
timber imports at the EU
Commission and the
EU Parliament!

ETTF Members



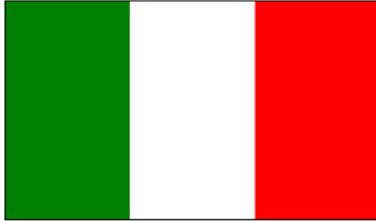
Danish Timber Trade Federation



ETTF Members



ETTF Members



DEPUIS 1953



Royal Netherlands Timbertrade Federation

ETTF Members



ETTF Functions



- ✓ Lobbying the Commission and Parliament
- ✓ Cooperation with other organisations
(FSC ® , PEFC, NGOs)
- ✓ Technical support
- ✓ Offer: Networking



ETTF Cooperation partner



ETTF & CEI-Bois Lobbying



✓ Expert group forest based industries

✓ Stakeholder group „Halt Deforestation”

✓ Stakeholder group „EUTR / FLEGT“

✓ TWG – CEI-Bois

✓ Sustainability group – CEI-Bois

✓ TAG / ITTO – Co Partner



ETTF Important issues



- ✓ **EUTR**
- ✓ **Deforestation-free supply chains**
- ✓ **CPR (VOC)**
Construction Products Regulation
- ✓ **CITES / FLEGT Regulations**



- ✓ **Plywood quota**
- ✓ **Customs matters**

Deforestation-free supply chains



Aspect	EUTR	Regulation deforestation-free supply chains (Draft 17.11.2021)
Application of due diligence	For import	For import, export and generally for non-SMEs within the supply chain
Criteria to consider	Legal logging	Legal logging No contribution to deforestation No contribution to forest degradation
Required information	Depending on the country of harvest	Depending on the country of harvest in addition: in principle GPS coordinates of all timber origins
Special requirements for individual countries on the part of the EU	Only in individual cases	Classification of all countries into low, medium and high risk planned
Import declaration	Not necessary	Registration required before import or export, including confirmation of negligible risk and GPS coordinates of all timber origins

Deforestation-free supply chains



Aspect	EUTR	Regulation deforestation-free supply chains (Draft 17.11.2021)
Treatment of FLEGT and CITES goods	Excluded from the EUTR	FLEGT commodities meet the legality criteria, but deforestation still needs to be assessed. For CITES commodities, both legality and deforestation must be verified
Testing requirements for authorities	Authorities to carry out controls	Authorities must inspect 5% of all imports and 15% of all imports from high-risk countries annually
Justified concerns of third parties (e.g. NGOs)	<u>Can</u> lead to official audits	Authorities <u>must</u> follow up on reasonable concerns
Legal action for third parties	Not foreseen	Anyone with a legitimate interest (e.g. NGOs) has the right to challenge decisions of the authorities in court

Deforestation-free supply chains



Conclusion:

ETTF welcomes the fact that the most significant polluters of global forest degradation are being held accountable.

Aber:

- Even for export or sale to large companies within the supply chain: due diligence system
 - additional bureaucracy,
 - Supply chain disclosure,
 - The EUTR has shown that importers are able to implement due diligence well and that additional downstream checks are unnecessary.
- A blanket demand for GPS coordinates of all land parcels is hardly feasible
 - Wood-based materials!
 - Senseless, with limited traceability





New EU Forest Strategy 2030 / EU Biodiversity Directive:

- ✓ Target: CO₂ reduction 55% by 2030 "fit for 55"
- ✓ Timber industry represents 20% of the manufacturing companies in the domestic market, 3.6 million jobs, 640 billion € turnover

New EU Forest Strategy 2030 / EU Biodiversity Directive



- ✓ Climate Protection Act LULUCF – Forest as a Climate Sink
- ✓ Habitats Directive – Protection of primary and old-growth forests, set-aside
- ✓ RED II amendment Renewable Energies Directive, no energetic use of indigenous wood species
- ✓ Closed Substance Cycle Waste Management Ordinance – Action Plan on Closed Substance Cycle Waste Management, Using Wood More Efficiently
- ✓ EUTR II deforestation-free products as of 2024

New EU Forest Strategy 2030 / EU Biodiversity Directive

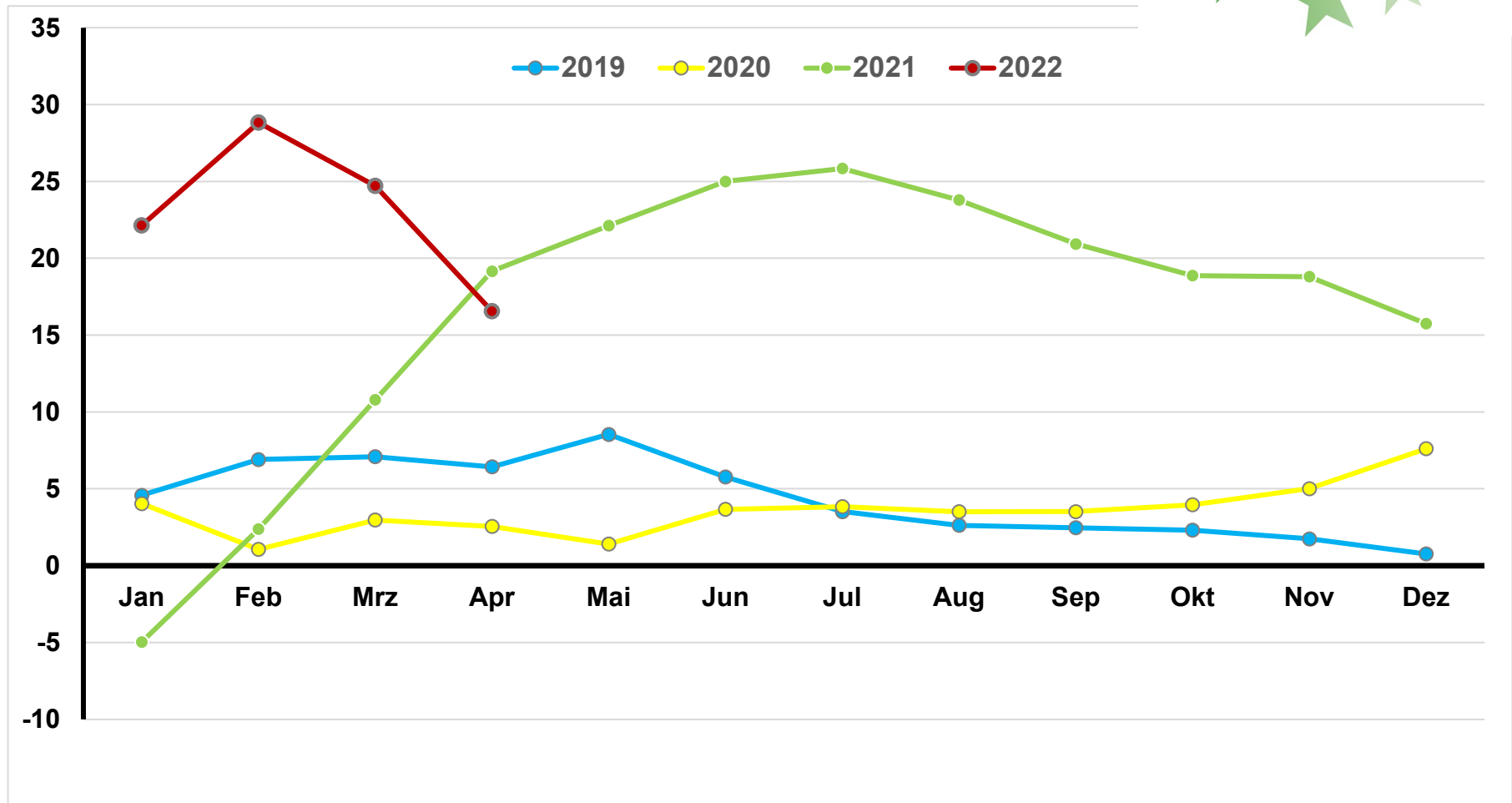


- ✓ Planting 3 MRD additional trees by 2030
(Spruce 3000/ha = 3 million ha/10 TSD/member)
- ✓ Transition from short-lived to long-lived wood use
- ✓ New European Bauhaus
- ✓ European forestry associations are up in arms
- ✓ Timber industry alerts of considerable supply bottlenecks if proposals are strictly implemented

Market development timber trade



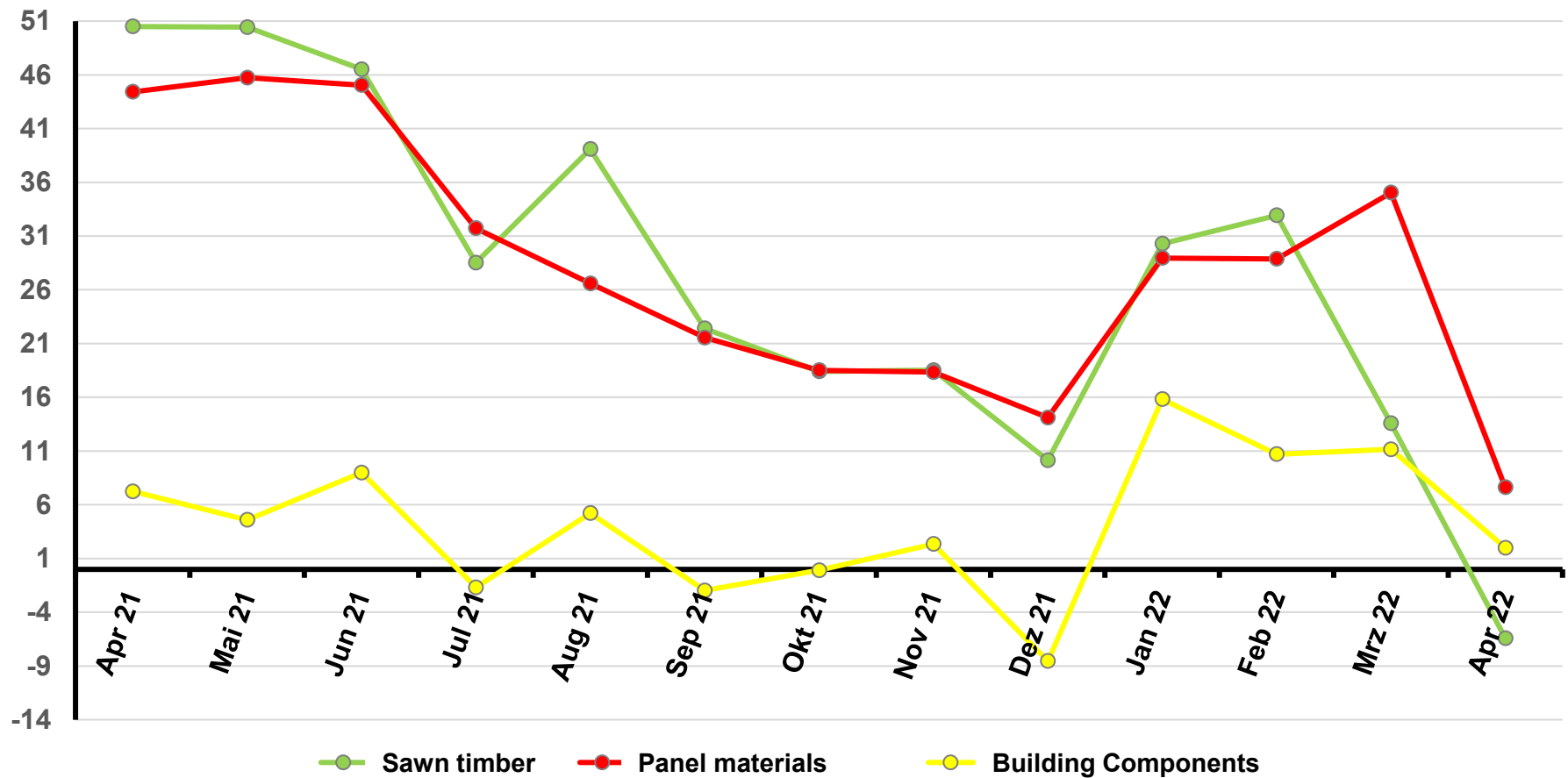
Turnover in % - cumulative 2019-2022 (weighted)



Market development timber trade



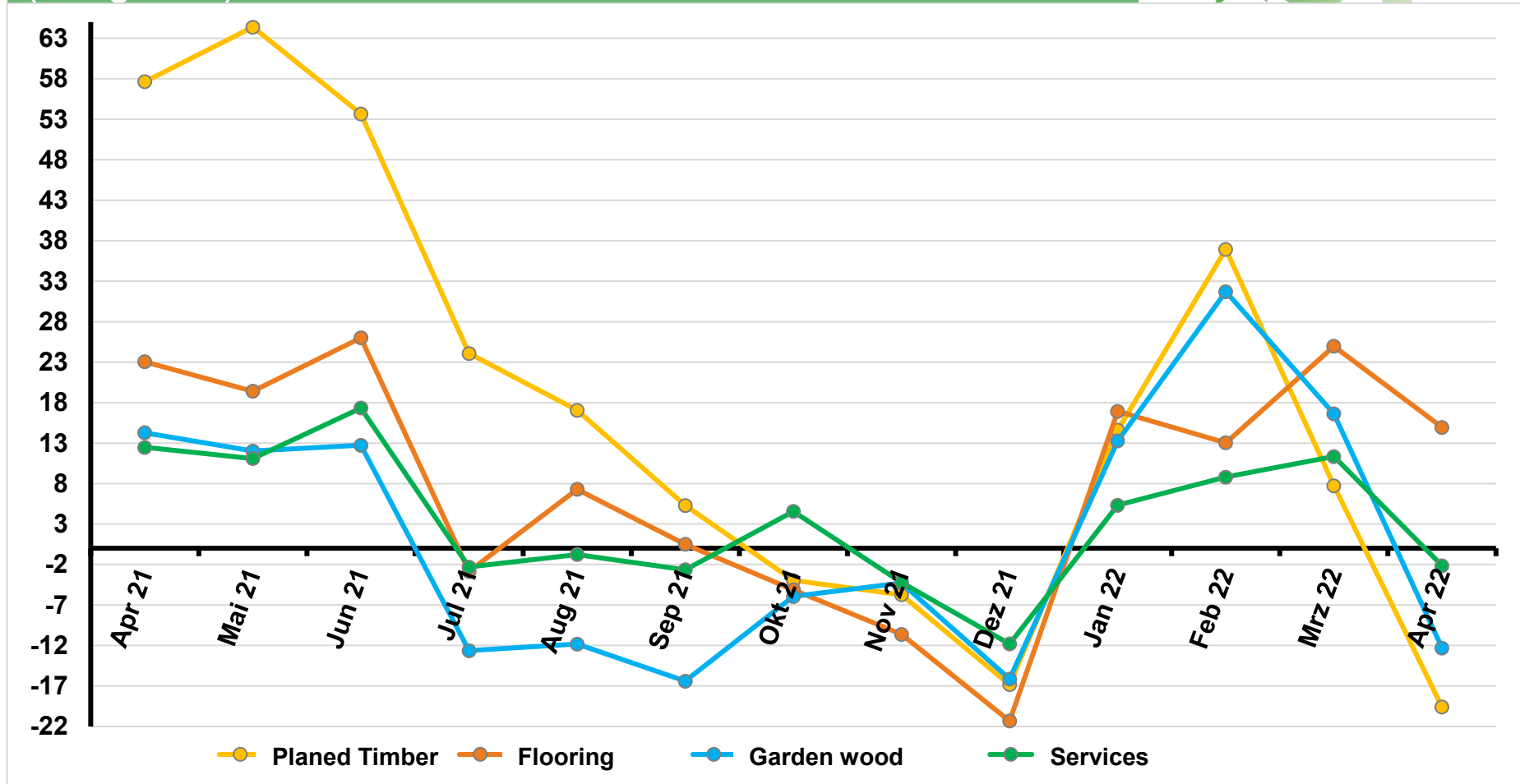
Change in turnover in % compared to previous year
(weighted)



Market development timber trade



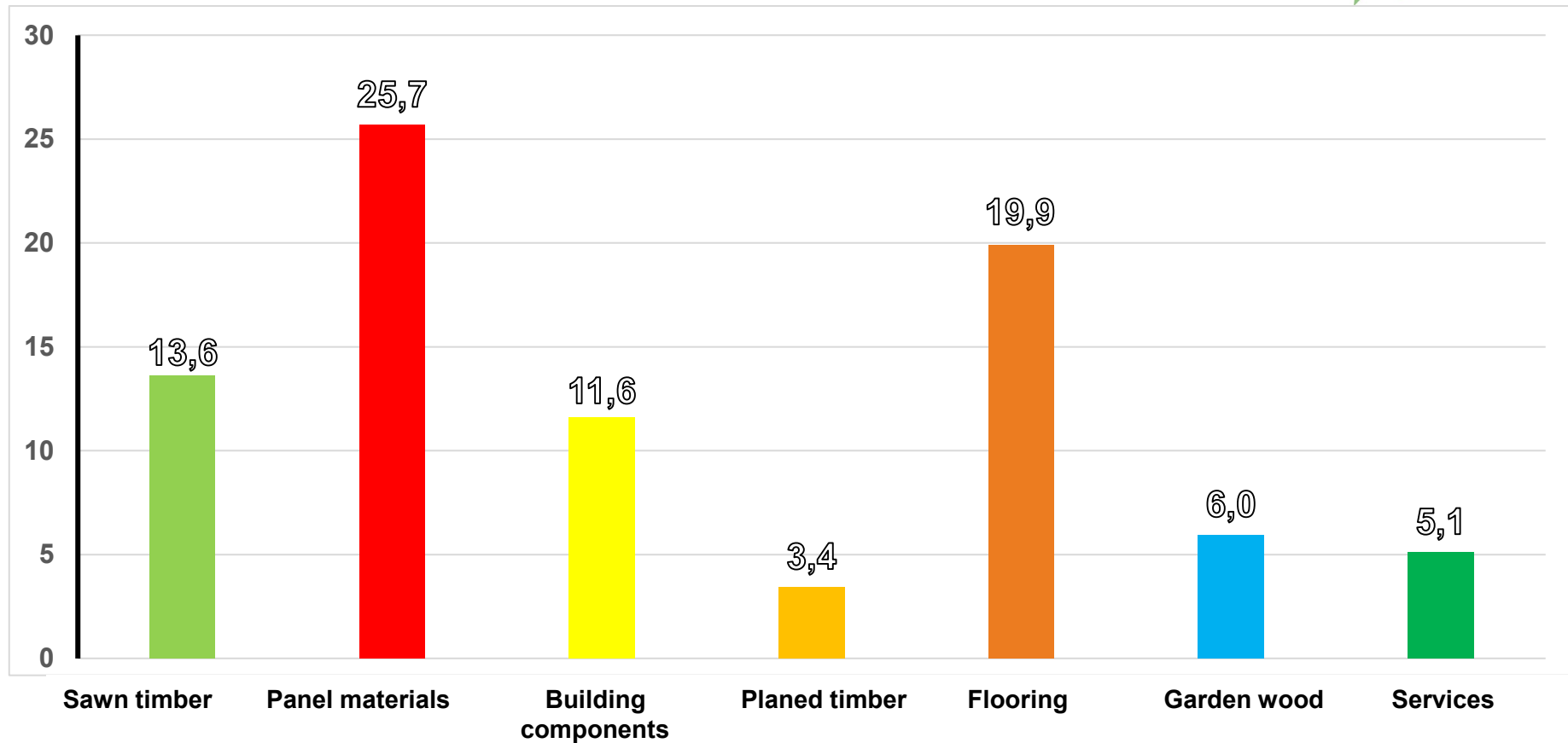
Change in turnover in % compared to previous year
(weighted)



Market development timber trade

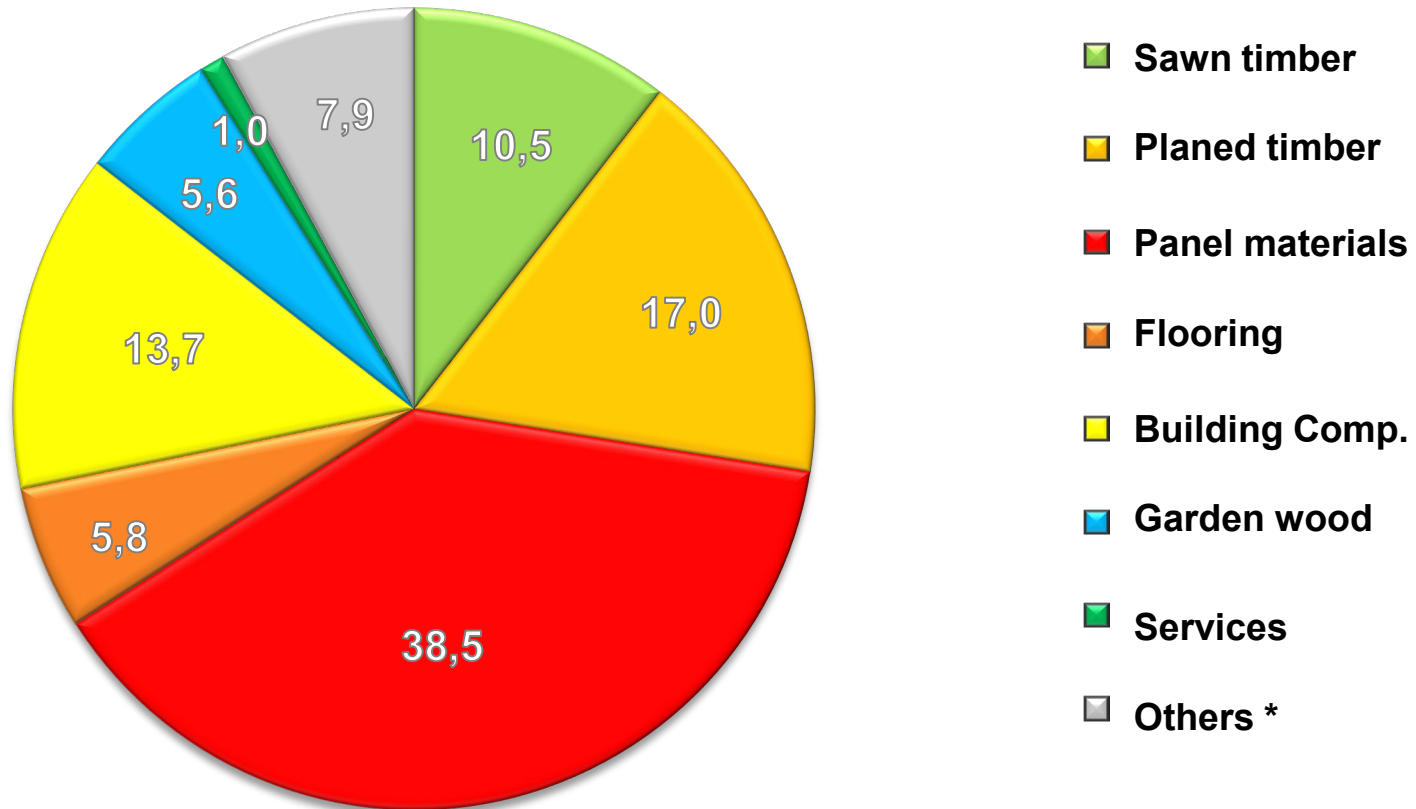


Turnover 04.2022 in % compared to previous year
(cumulated)



Market development timber trade

Turnover 04.2022 in % compared to previous year
(cumulated)



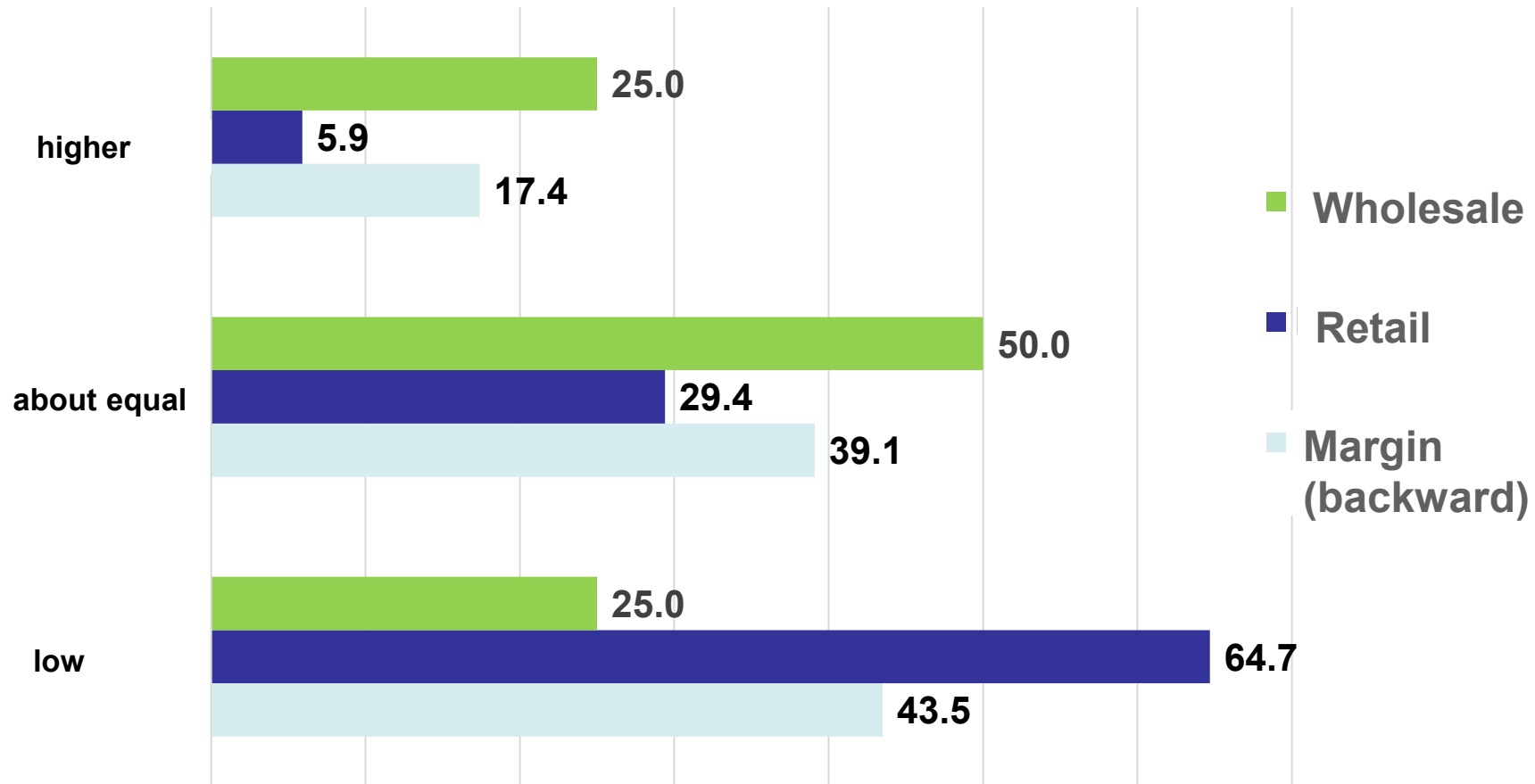
* Non-wood assortments, special wood assortments, finishing products

Market development timber trade



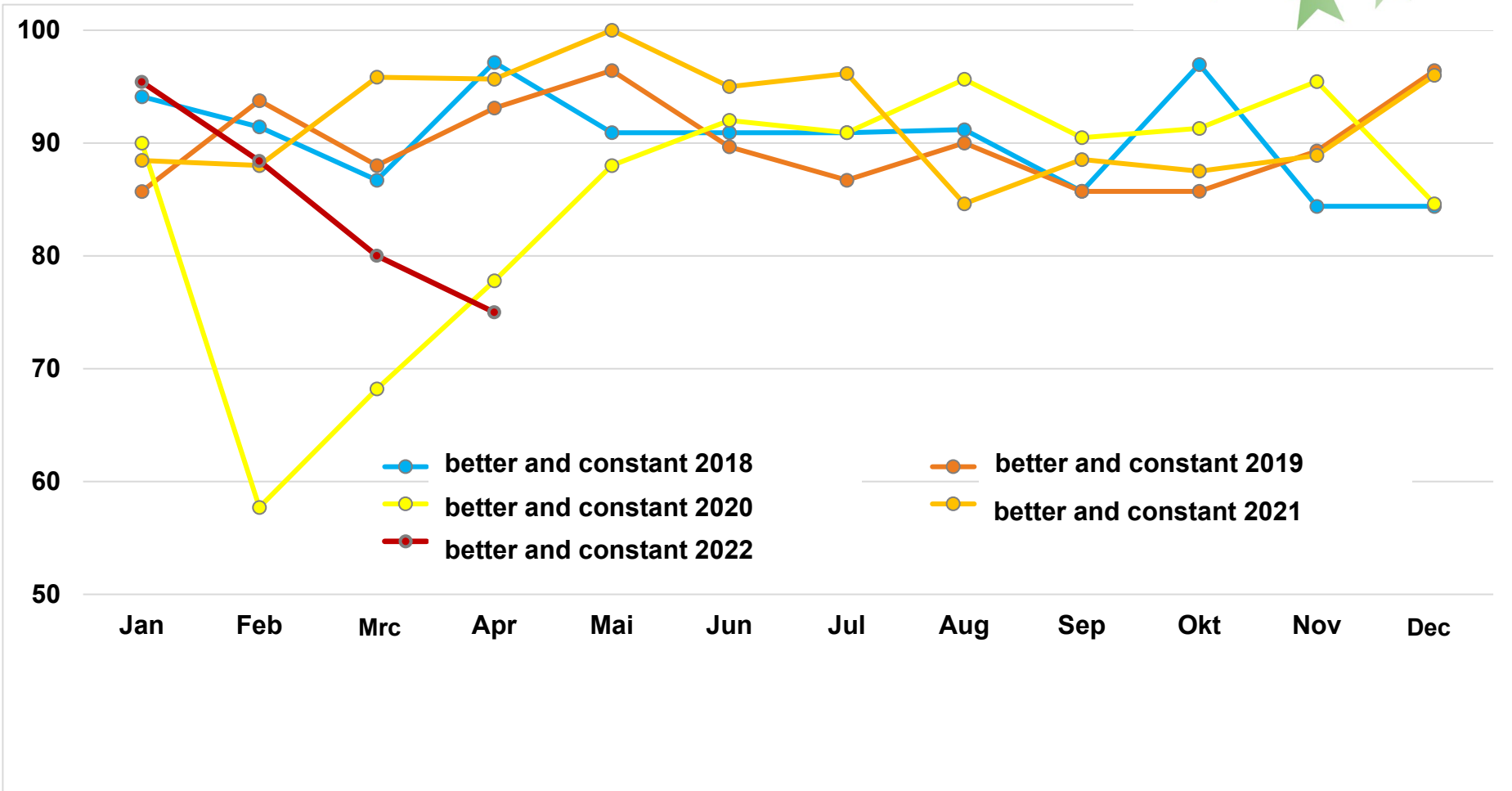
Expected turnover in % in retail and wholesale as of 04.2022

Expected turnover in % - April 2022



Market development timber trade

Business barometer turnover development in %
How do you assess the turnover development for the next three months?



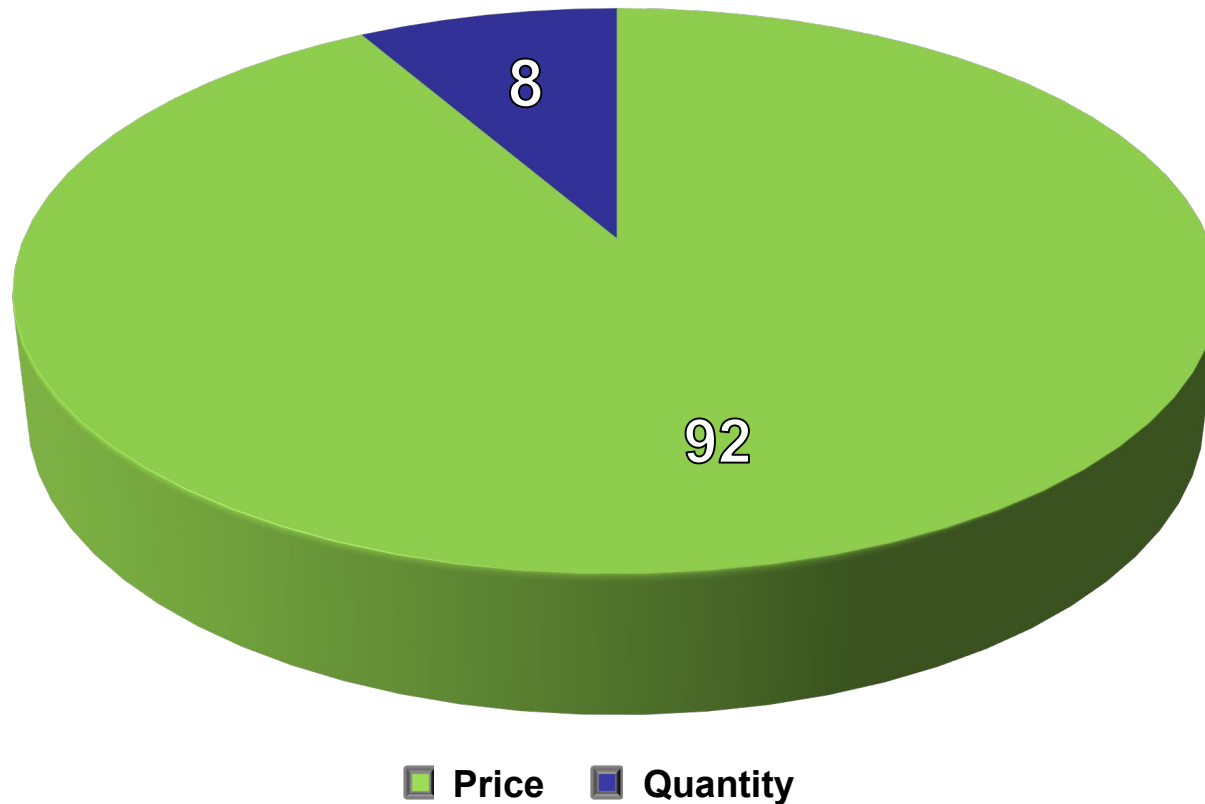
Market development timber trade

Change in turnover by quantity / price in %

Is change in turnover due to real increase in sales volume or a price adjustment?



Change in turnover by quantity / Price in %



Activities: Wood for Bauhaus, Berlin



- ✓ Initiative of the Commission
- ✓ Affordable, prefabricated elements
- ✓ Question of procurement
- ✓ Solutions with mixed materials
- ✓ Subsidies?

NEW EUROPEAN BAUHAUS

beautiful | sustainable | together

General Meeting: Swiss Timber Trade Association



- ✓ Presentation ETTF
- ✓ Activities Brussels
- ✓ Market overview Europe
- ✓ Swiss trade: about 50 members / majority: whole sale
- ✓ Large stocks
- ✓ Good market situation
- ✓ Swiss EUTR came into force → Own DDS

General Meeting: CEI-Bois Skellefteå “City of wood”



- ✓ 70th anniversary
- ✓ 60 m high timber tower – Wooden construction
- ✓ Report and activities
 - Halt deforestation
 - VOC new working group
 - Trading group / India
 - Sustainability group
- ✓ Proposal: Increase membership fee by 3%.
ETTF about 16 TSD Euro



National stakeholder meetings on halt deforestation



- ✓ Germany: new left Ministry of food and agriculture
- ✓ Fights for the intensification of the Commission's proposal
- ✓ Even more regulations:
 - Trade needs the umbrella of legislation
 - Geo localisation everywhere
- ✓ Resume:
 - European partners should influence their national ministries (France)

Preparation of the International Hardwood Conference (IHC), 28. October in Lyon (FR)



- ✓ Ad Wesselink / Thomas Goebel
- ✓ Good mixture of reports
- ✓ Innovative products from tropical species
- ✓ Good collaboration of EOS / ETTF
- ✓ Thanks to the host – French industry association:
FNB (Fédération Nationale du Bois)
- ✓ CEI-Bois president will be the moderator of IHC 2022
- ✓ IHC 2024 hosted by ETTF members – Who is interested?

Preparation of the International Softwood Conference (ISC), 12./13. October in Copenhagen (DK)



- ✓ Morten Bergsten / Nils O. Petersen / Iris Irwin
- ✓ Shows facts and figures on softwood production as well as consumption:
 - impact of the pandemic and the war in the Ukraine
 - focus on legislative measures related to combating climate change
- ✓ Good collaboration of EOS / ETTF
- ✓ Thanks to the host – Danish Timber Trade Federation
- ✓ Keith Fryer will moderate the ISC 2022



**Thank you for your
attention!**