United Nations Conference on Trade and Development

UNCTAD-ICO Workshop on

Fostering sustainable development in coffee-exporting countries

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Sustainable Sourcing

by

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The views expressed are those of the author and do not necessarily reflect the views of UNCTAD.

SUSTAINABLE SOURCING

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34.5% of the market is vss compliant

WORTH **\$7.2** BN

YET WHAT % IS TRULY SUSTAINABLE ?



SUSTAINABLE SOURCING COMMITMENTS (USUALLY) INCLUDE:

"A commitment made by a downstream buyer of coffee (e.g. a retailer, roaster and/or trader) to source coffee that meets a minimum level of good environmental and social practice." (SCC, Sustainable Sourcing Guidelines)

Traceability + Assurance + Investment

ADDING MORE VALUE TO PRODUCERS (BEYOND PRICE & VSS COMPLIANCE):

Price and premium to go beyond VSS compliance

Living Wage/Living Income commitments

> Responsible trading practices/contractual agreements

Transparency vs. traceability

>Value of 'direct' relationships & the role of the 'middlemen'

Investment in agricultural R&D, gender, labour, zero deforestation



'TAYLORS SOURCING APPROACH'

SEC.

TAYLORS SOURCING APPROACH



 100% certified supply chains since 2014
 Transparency – all Taylors supply chains published on website since 2018

Price and premiums beyond certification premiums

Living Wage/Living Income commitment by 2025

Responsible trading practices/contractual agreements – long-term contracts, NCAD, sourcing plans, pre-finance

Full traceability to farm and/or cooperative level

Strong 'direct' relationships with producers – even when trading via importers/exporters Regular face-to-face visits and tasting calibrations Annual supplier reviews & 360 feedback Investment in agricultural R&D, community development, infrastructure etc. Donating purchasing data for new price discovery mechanisms e.g. Transaction Guide >Industry leadership and active collaboration

https://www.taylorsimpact.com/

UNTAPPED OPPORTUNITIES

WHERE ARE STILL UNTAPPED OPPORTUNITIES?

Benchmarks and data

Partnerships at scale & Anti-trust laws

Living Wage/Living
Income

Diversification & Climate Resilience >Technological innovations

Regenerative farming

➢Transparency

Diversification

Investments – women, R&D

