## Fair Trade for ASM

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### Introduction

- To present FT and its model.
- How to apply the model to a specific sector like ASM: the standards

### **FAIR TRADE**

- FT Model & Fundamentals
- How it works.
- The standards
- FT for ASM: the challenges

#### FT FUNDAMENTALS

- World trade is unfair
  - Unfavorable local factors
  - Unfavorable international factors
- International institutions response
  - ◆ WTO, UNCTAD, ILO, IMF, WB
- FT a credible response
  - A Fair trade for each one
  - Trade not Aid
- FT vs. Ethical Trade & Green Trade

### **How FT works**

- The Producers
  - Grouping them
  - ◆ FT Premium
- FT Basic Criteria
  - Requirement Criteria
    - Solidarity
      - Pre-Financing
      - Long term relations
    - ⋆ Direct
    - ⋆ Fair
    - ⋆ Transparent
    - Quality Based

#### **How FT works**

- Progress Criteria:
  - Democratic & non discrimating management
  - Child Labor
  - Decent life
  - Self-sufficiency
  - Constant improvement of social, economic & environmental conditions
  - There is always a person poorer than the poor: his wife!

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#### **How Ft Works**

- Network is getting organized
  - ◆ Flo, Ifat, News, Efta = F.I.N.E.
- Distribution Network
  - Specialized Network : confidential
  - ◆ Classical Network: FT future

### Labeling & standards

- FLO the only recognized label in the world
- Generic Standards:
  - Social Development
    - Fairtrade adds Development Potential
    - Members are Small Producers
    - Democracy, Participation and Transparency
    - Non-Discrimination
  - Economic Development
    - ⋆ Fairtrade Premium
    - Export Ability
    - Economic Strengthening of the Organisation

## Labeling & standards

- Environmental Development
  - ★ Environment Protection
- Standards on Labour Conditions
   (applicable if the organisation employs a significant number of workers)
  - ⋆ Forced Labour and Child Labour
  - Freedom of Association & Collective Bargaining
  - Conditions of Employment
  - Occupational Health and Safety

# Labeling & standards

- Specific Standards for ASM products
- The other players in the FLO FT chain of supply

# FT challenges in ASM

- What products are FT compatible
- What distribution system we want
- Define specific standards
- Market the products with key players mainly in Europe
- Everything exists we must just adapt it to ASM

**OBRIGADO**