

NEPCon Sourcing Hub

A world of information to help you meet the EU Timber Regulation



Regulated markets

The US, Australia and the EU have all enacted laws to restrict the trade of illegally harvested timber and timber products. The EU Timber Regulation requires companies that first place timber on the EU market to carry out due diligence to minimise the risk that it was harvested, transported or traded illegally in the country of harvest. The NEPCon Sourcing Hub can help you carry out this due diligence.

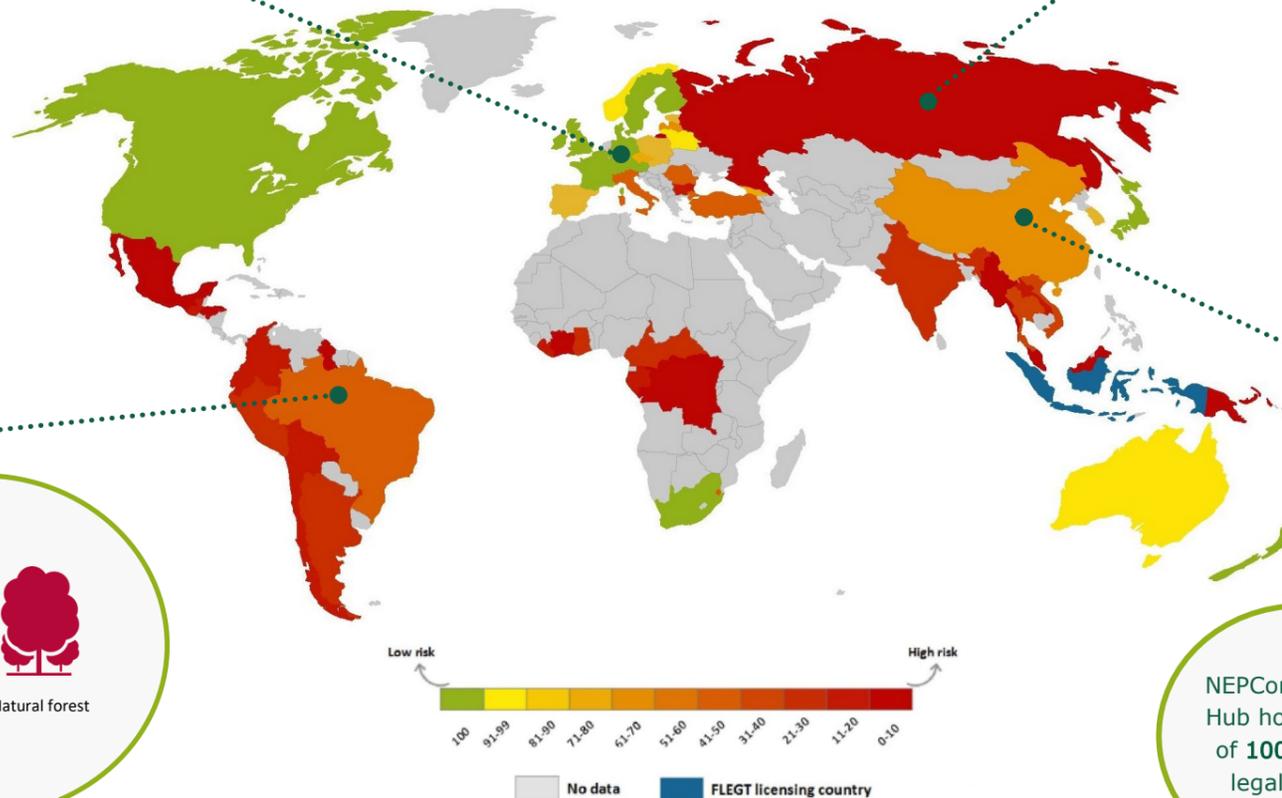


Risk data

The Hub has 62 timber legality risk assessments that cover 87% of all timber imported into the EU. The assessments specify which risks apply to which countries and what can be done to mitigate them. For example, the risk assessment for Russia found risks in all areas of law relevant to a timber supply chain, except the laws relating to customs and export.

Risks broken down by source type

Where the risks vary for different types of forest in a country, we have defined separate 'source types' such as different regions of a country, or types of forest such as natural forest vs plantations. Source types help you find information that is accurate for your supply chain. For example, in Brazil, the risks associated with natural forests and plantations differ.



The NEPCon Sourcing Hub is freely available and Open Source!

Useful tools

Country specific tools are available on the Sourcing Hub that take the information from the detailed timber legality risk assessments and makes it directly applicable to your supply chain. For example, a risk mitigation guide, document guide and list of applicable legislation are available for China to help you identify and address risks for your Chinese timber supply chains.

NEPCon Sourcing Hub hosts a total of 100+ timber legality tools



Everything you need to meet the due diligence requirements of the EU Timber Regulation

1 Information Gathering

- Description of legal sources of timber in each country.
- Overview of species with specific legality risks to help reduce risks in your supply chain.
- Definition of key documents that can indicate legality of timber sourced from a country.

2 Risk Assessment

Summary of the key legality risks relevant to timber sources and supply chains from a country.

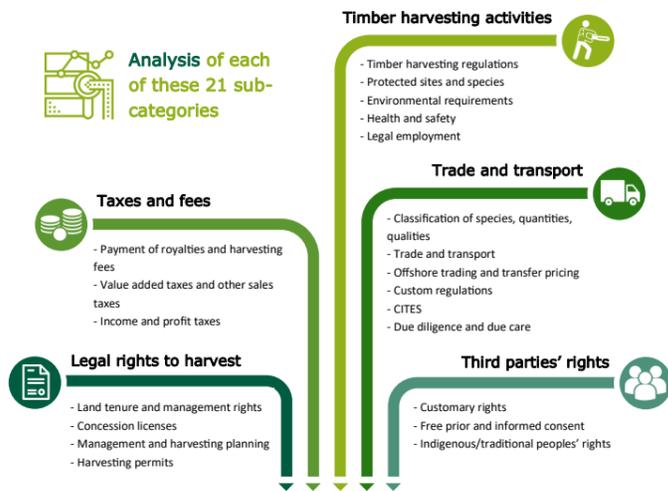
- Legal rights to harvest
- Taxes and fees
- Timber harvesting activities
- Third parties' rights
- Trade and transport

3 Risk Mitigation

- Clear guidance on how to mitigate the risks identified for each country.
- Some countries also have a comprehensive risk mitigation guide and document guide that provide more information on risk mitigation and detail which documents to ask for and how to establish their validity.

The timber legality risk assessment framework

The assessment framework includes five categories and 21 sub-categories of law: legal rights to harvest, taxes and fees, timber harvesting regulations, third parties' rights, and trade and transport. These reflect the categories of 'applicable legislation' in the EUTR.



The legality framework considers the risk of illegality across **5 categories** and **21 sub-categories**

Risk results

- 87%** of timber imported into the EU is covered by the risk assessments
- 24%** of the countries assessed scored a perfect 100 and have no specified risks
- 76%** of the countries we assessed have one or more risks present

"We have found the NEPCon risk assessments for Cameroon and Ivory Coast to be invaluable tools to understand risk, [they] set out detailed indicators for risk mitigation that offers industry a clear message on what constitutes adequate due diligence"
- Brooks Bros.

Discover a suite of 100+ timber legality tools

Country specific guidance



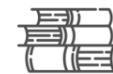
Evaluate the risk that timber is harvested, transported or traded illegally in 62 countries in our **timber legality risk assessments**.



Get an overview of the relevant laws in a country from the **list of applicable legislation**.



Download the **risk mitigation guide** to find out how to identify the risks in your supply chain and what to do about them for your supply country.



Use the **document guide** to determine what type of documents to request from your suppliers, what they should look like and how to verify their authenticity.

Due diligence tools



We have also included our entire **due diligence toolkit** refined through three years' work with timber companies' supply chains. You will find templates for supplier letters, due diligence guidelines, supplier management forms, risk checklists, policy templates, supplier information forms etc.

Free timber legality training



There is more! In autumn 2017, NEPCon is hosting free one-day training sessions to help companies meet the EU Timber Regulation requirements across 12 different EU countries. Sign up at www.nepcon.org/eutr-registration-form.



Meeting the EUTR requirements just got a whole lot simpler

Launching **autumn 2017** at www.nepcon.org/sourcinghub

Preview now live

How are the risk assessments made?



How are the scores calculated?

We evaluate the risk of illegality for five categories and 21 sub-categories of law. For each sub-category with applicable legislation, we make a risk conclusion: low risk (1 point), specified risk (0 points).



For each of the sub-indicators, we work out the proportion of sources types that are low risk vs specified risk.



Total points

$$\frac{8}{19} \times 100 = 42$$

No. of sub-indicators with applicable legislation



NEPCon Sourcing Hub



Timber Beef Soy Palm Oil

The largest and most detailed collection of risk assessments ever published

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