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Consultancy Assignment to Develop a Market Study for **Green Agricultural Products in Target Markets**

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Export Guide The Netherlands

Project No. SP-01-01-2019





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Export Guide The Netherlands







Export Guide: practical steps to exporting to The Netherlands

This export guide describes the practical steps you should take to make sure that you are ready to export to the Dutch market. It discusses which questions to ask yourself and gives you an overview of all the aspects you should consider during the process.

7.1 Introduction

In order to export olive oil, dates and/or fresh herbs to The Netherlands, you as an exporter need be prepared.

You need to know **your company and products** (am I ready and able to export to The Netherlands? If I make all the cost calculations, am I able to make money with export?), and you need to know **the market and the buyers** (Do I comply with all the rules and regulations? Can I deliver the quality and quantity that buyers want? Do I have all the necessary certifications to be (more) successful?). When you see that there is a gap between what you can offer and what the Dutch market is demanding, you may need to take a step back and make some changes.

To help you determine if you are ready and if you know the market well enough, please answer the questions below.

Critical Self-Assessment

Initial questions you should ask yourself:

- Why are you looking for export business?
- Have you done your homework on your domestic market? Are you able to get more business there?
- What is your sales approach: private label or brand?
- What is your unique selling proposition (USP)?
- What are you willing or able to invest?
- Where has your product been successful in the past?
- How tough will it be to launch your product or brand in a new market?
- Do you have the time and energy to make export a success?
- Can all parties involved make money with your product or brand?

Self-reflection is a crucial precondition!



Are you informed about your target market?

- What do you know about the size of your target market?
- What do you know about existing product offers?
- What do you know about your competitors?
- What do you know about your target consumers?
- What do you know about the rules and regulations?
- What do you know about the needs of buyers?

Information is another crucial precondition!



Tip: The International Trade Center (ITC) supports the internationalization of small and medium-sized enterprises. ITC offers a variety of free online courses and teaching material on specific subjects: https://learning.intracen.org/#/Default

Preliminary Steps¹

Before getting involved in the export business, Palestinian exporters should do the following:

- 1. Assess the potential market abroad for the product intended for export.
- 2. Gather information on standard requirements and quality standards in the country of destination.
- 3. Ascertain whether any trade agreements exist, signed by the PLO, which grant preferential tariffs (either duty free or reduced tariffs) to export to the selected country.
- 4. Negotiate and agree with the importer the terms of the contract such as quantities, quality, packing, marking and labelling requirements, prices, terms of payment, means of transportation and payment of the shipment.
- 5. Obtain all necessary documents, licenses and certificates required for exporting. These include health certificates, standards testing, veterinary, phytosanitary certificates and export licenses. Documents are required according to the type of product to be exported as well as on the importer's requests.
- 6. Obtain the Foreign Trade Dealing registration.
- 7. Contact a clearing agent to gather information about requirements and procedures for exporting.

This guide will help you to prepare yourself for the Dutch market. It will look at market & buyer requirements (including labelling & packaging), business culture, logistics & shipments (export documentation) and duties & taxes. It will also give you practical tips at the end.

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7.2 **Preparing for Export: Market & Buyer Requirements**

7.2.1 **Finding & Approaching Buyers**

Import trading companies can be your bridge to the Dutch market. For many foreign companies, especially smaller SMEs, it is not easy to get access to the Dutch market. Lack of information, financial risks, and legal constraints may hinder exporters from placing their goods on the Dutch market successfully. At this point, a Dutch importer may help.

Exporters can use the diverse and broad services of Dutch import trading companies for marketing, selling and distributing their products on the Dutch market, and even within the EU. Dutch importers (can) act as intermediaries between suppliers abroad and customers in Europe. Building a good relationship with an importer will help your export business now and in the future.

Please be advised that not all importing companies may be looking for suppliers at this moment, and that they are approached almost every day by exporters looking for somebody to sell their products. Competition is strong, so be prepared when approaching a potential importer or distributor. In The Netherlands, you do not necessarily need to send an email explaining your offer before calling the company by telephone. Because the importers are very busy, you will probably do not get an answer.

The best way to find potential buyers (importers or distributors) is by attending a trade fair for your product. A trade fair offers you an opportunity to speak directly to potential partners, talk to them about your product, hear what they expect from you and see what your competition is doing. You can also see the current trends and developments in olive oil, dates, and fresh herbs.

Relevant European fairs are:

- BioFach, Nuremberg, Germany https://www.biofach.de/en
- Anuga, Cologne, Germany http://www.anuga.com
- Fruit Logistica (www.fruitlogistica.de) in Berlin, Germany, is an international trade fair for fresh produce trade
- Food ingredients Europe, France, Germany and the Netherlands http://www.figlobal.com/fieurope/home
- https://www.bio-beurs.nl/ in Zwolle, The Netherlands. It is a national fair for the complete organic food chain.

All upcoming trade fairs on fresh food can be found at: http://www.tofairs.com/fairs.php?fld=&rg=1&cnt=&cty=&sct=124

Other sources to find potential buyers are online market places like **Go4WorldBusiness** and **Europages**.

Before you contact any third parties in The Netherlands to see if they would be interested in your products, it is essential that you do some **preparatory work** and make sure you have:

- Presentation of your company, product, your USP (Unique Selling Point) and strategy (in the Dutch language if possible, English is usually also acceptable)
- Production of fresh samples
- Elaboration of product specification and technical data (in Dutch language; English is usually also acceptable)
- Elaboration of pricing structure
- Clear logistics solution for transport to all parts of The Netherlands



 Check on legal conformity (you can do an initial check yourself using the information from the market research report on The Netherlands, or you can get a professional check organized by e.g. <u>SGS</u> <u>Nederland</u> (but it is not common to have that done as a foreign exporter in The Netherlands).

7.2.2 Green Labels

7.2.2.1 GlobalG.A.P.



Figure 1 GlobalG.A.P. logo

GlobalG.A.P. is a must. Although it is not mandatory, Europe's consumers and importers want quality and transparent proof of origin. For this reason, GlobalG.A.P. certification - one of the most important European standards for sustainable production and high food safety - is a must for exporters of fresh fruit and vegetables. GLOBALG.A.P is a pre-farm-gate standard, which means that the certificate covers the process from farm inputs like feed or seedlings and all the farming activities until the product leaves the farm. GLOBALG.A.P includes annual inspections of the producers and additional unannounced inspections by independent accredited certification bodies. Steps to take in order to get certified:

https://www.globalgap.org/uk_en/what-we-do/globalg.a.p.-certification/five-steps-to-get-certified/index.html

The Netherlands have quite a few sustainability labels ² that can be used on top of the Global.G.A.P. certification. These certificates can be used to differentiate your company from the competition but are not mandatory. Speak to your importing partner to see if these could be useful for you.

Applicable labels for olive oil, dates and herbs in the Dutch Top 10:

7.2.2.2 Organic

EU Organic/Bio Label



Figure 2 EU Organic logo

Products complying with the <u>rules for EU organic farming</u> can bear the **EU organic farming logo**. This logo certifies that the product has been manufactured according to organic standards. There is a strict certification process for producing and marketing organic products with labels and logos on the EU market. <u>More information on EU policy in organic farming</u>. The European bio label is a top label, due to the High score on checks, transparency and sustainability. The European bio label is mandatory for all biological products produced in de European Union (EU). It certifies that the product is produced according to EU-regulations for organic agriculture. Products with Origin from outside the EU can use the label, but it is not

obligatory. The organic logo can only be used on products that have been certified as organic by an authorised control agency or body. This means that they have fulfilled strict conditions on how they must be produced,

https://www.voedingscentrum.nl/encyclopedie/europees-biologisch.aspx; https://www.voedingscentrum.nl/encyclopedie/keurmerken.aspx; https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=celex%3A32007R0834



processed, transported and stored. The logo can only be used on products when they contain at least 95% of organic ingredients and additionally respect further strict conditions for the remaining 5%. The same ingredient cannot be present in organic and non-organic form. Next to the EU organic logo, a code number of the control body must be displayed as well as the place where the agricultural raw materials composing the product have been farmed. More information on the use of the logo (manual).

In addition to the European Bio label, it is allowed to use national or regional labelling³.

Products with the Demeter of EKO label comply with the same demands as products with the European Bio



Figure 3 EKO logo

EKO Quality Symbol

Entrepreneurs located outside the Netherlands who wish to market organic products in the Netherlands with the EKO Quality Mark can apply for an EKO-Certificate.

Procedure for obtaining the EKO Quality Mark



Figure 4 Demeter logo

Demeter

Demeter is the brand for products from Biodynamic Agriculture. Only strictly controlled and contractually bound partners are permitted to use the Brand.

A comprehensive verification process insures strict compliance with the International Demeter Production and Processing Standards, as/well as applicable organic regulations in the various countries; without a gap, through every step, from agricultural production to processing and final product packaging. The holistic Demeter requirements exceed government mandated regulations. Not only do they exclude the use of synthetic fertilisers and

chemical plant protection agents in agricultural crop production, or artificial additives during processing, but also require very specific measures to strengthen the life processes in soil and foodstuffs. More on Demeter: https://www.demeter.net/what-is-demeter/this-is-demeter

³ https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=celex%3A32007R0834



7.2.2.3 Fairtrade⁴



Figure 5 Fairtrade logo

Producers and traders from Palestine are eligible for Fairtrade Certification. Information about the process to get through:

https://www.fairtrade.net/producers/becoming-a-fairtrade-producer.html

The first step is to determine if there are Fairtrade Standards that apply to your product. If you have decided you are interested in supplying your produce to the Fairtrade market you should go to the website of <u>FLOCERT</u>, who certifies new producers.

Fairtrade standards: https://www.fairtrade.net/standards.html
Certifying organisation for Fairtrade Mark: Flocert (https://www.flocert.net/)

7.2.3 Organic Product Regulation

7.2.3.1 Control Body: Skal⁵

In the Netherlands, EU legislation on organic farming is fully implemented. Additionally, national rules apply. Some of them are regulating the implementation of the EU legislation for organic farming in the Netherlands, others cover requirements for animal husbandry, feeding stuff and animal products. None of the rules has consequences for producers outside the Netherlands that like to export to the Netherlands – provided they are certified according to EU legislation on organic farming.

The competent authority for the implementation of EU and national organic legislation is the Ministry of Agriculture, Nature and Food Quality, which is also responsible for the approval and surveillance of the control authority <u>Skal</u>.

Pre-packed organic products sold in the Netherlands have to be labelled with the EU organic farming logo. For products imported from third countries the use of the EU organic farming logo is optional. A mandatory national organic label does not exist.

Skal Biocontrole is the only organic control organisation in The Netherlands, assigned by the Ministry of Economic Affairs. Skal certifies all organic production in the Netherlands including import. You may sell products certified as organic in the EU without further import certification. However, you must be certified by Skal for trade in organic products, since Organic is a legally protected term. A product may only be called organic if the production process complies with legal regulations.

As a Control Authority Skal is responsible for the implementation and administration of the European organic rules in the primary sector, as well as for the organic controls on processed food producers, importers and trading companies.

7.2.3.2 Certification procedures for trading in organic products

To import organic products from outside the EU, you must make sure that:

• Skal has certified you for these products.

 $^{^{4}\ \}underline{\text{https://www.fairtrade.net/about-fairtrade/fairtrade-and-you/selling-fairtrade.html}}$

⁵ https://www.skal.nl/home-en-gb/about-skal/



- Every consignment has a 'certificate of inspection' (COI) from the certifier in the exporting country.
- The relevant custom authority stamps the COI.
- You keep these COI's for at least two years.

Two types of business are required to have certification:

- The actual importer
- The first consignee (not the importer)

It is possible that as an importer, you are also the first addressee.

If you are the first consignee and not the importer, you must send the original import certificate to the importer and keep a copy for yourself.

You must only import product in accordance with regulation 1235/2012 and 834/2007. This will include either bringing in:

- 'in-scope product' from approved third countries
- produce with import authorization
- produce certified by approved certifiers.

7.2.3.3 Certifying bodies for products from Palestine

Product categories:

A: Unprocessed plant products

D: Processed agricultural products for use as food

- PS-BIO-140: Ceres Certification of Environmental Standards GmbH, Vorderhaslach 1, 91230 Happburg, Germany, https://www.ceres.cert.com (https://www.skal.nl/assets/Wetgeving/Verordening-EG-nr.-1235-2008.pdf, p. 63)
- PS-BIO-163: Company of Organic Agriculture in Palestine, Palestine, https://coap.org.ps (https://www.skal.nl/assets/Wetgeving/Verordening-EG-nr.-1235-2008.pdf, p. 65)
- PS-BIO-149: Control Union Certificiations, Meeuwenlaan 4-6, 8011 BZ Zwolle, The Netherlands, http://certification.controlunion.com (https://www.skal.nl/assets/Wetgeving/Verordening-EG-nr.-1235-2008.pdf, p.68)
- PS-BIO-154: Ecocert SA, BP 47, 32600 L'Isle-Jordain, France, http://www.ecocert.com (https://www.skal.nl/assets/Wetgeving/Verordening-EG-nr.-1235-2008.pdf, p.73)

Packaging and labelling requirements

7.2.4.1 General: Packaging waste

All packaging placed on the EU market must meet basic requirements regarding composition and recoverability. These requirements aim to prevent the production of packaging waste, to promote the reuse of packaging (recycling or other forms of recovering packaging waste) and as such to reduce the final disposal of such waste.

In particular, packaging must:

- be of minimal value and weight
- contain minimal quantities of hazardous substances (especially heavy metals)
- be suitable for reuse, recovery and recycling.
- labelled to indicate its composition (to facilitate collection, reuse and recovery)

The requirements directly relevant for producers mainly relate to maximum concentration levels for heavy metals (lead, cadmium, hexavalent chromium and mercury) contained in packaging and to labelling (marking and identification of the materials used). More on EU policy on packaging waste



7.2.4.2 Olive Oil Labelling⁶

Bulk Products

This section describes the labelling requirements for olive oils sold as bulk products in The Netherlands or in the European Union as a whole.

The labelling requirements are as follows:

- Ensure traceability of individual batches.
- Use English for labelling purposes, unless your buyer has indicated otherwise.
- Labels for bulk products must include the following information:
 - Product name and grade (According to Commission Regulation (EEC) No 2568/91 and its amendments)
 - Batch code
 - A statement that the olive oil is destined for use in food products
 - Name and address of exporter
 - Best-before date
 - Net weight
 - Recommended storage conditions

Organic (if applicable): Name/code of the certifying body and certification number.

Consumer Product

In case the product is packaged as a **final product (i.e. in consumer bottles)** in the origin country, the <u>Commission Implementing Regulation (EU) No. 29/2012</u> (amended by <u>Commission Implementing Regulation (EU) No. 1335/2013</u>) on marketing standards for olive oil applies, in addition to the minimum requirements of <u>Regulation (EU) No. 1169/2011</u> on the provision of food information to consumers.

- Name of product and grade of olive oil:
 - (1) extra-virgin olive oil,
 - (2) virgin olive oil,
 - (3) olive oil composed of refined olive oils and virgin olive oils,
 - (4) olive-pomace oil.
 - The categories (1) extra-virgin olive oil and (2) virgin olive oil shall bear designations of origin according to Article 4 of Regulation (EU) No. 29/2012.
- Optional terminology: Positive attributes (fruity, bitter and pungent), according to the intensity of perception: intense, medium and light.
- The categories (1) extra-virgin olive oil and (2) virgin olive oil shall bear designations of origin according to Article 4 of Regulation (EU) No. 29/2012.
- Optional terminology: Positive attributes (fruity, bitter and pungent), according to the intensity of perception: intense, medium and light.
- Other optional indications may include: Indications of organoleptic properties:
 - (1) first cold pressing: this may only be used for virgin or extra virgin olive oils obtained at a temperature of below 27°C by means of an extraction system using hydraulic presses;
 - (2) cold extraction: this may only be used for virgin or extra virgin olive oils obtained at a temperature of below 27°C by percolation or centrifugation of the olive paste; (3) organoleptic properties referring to flavour and/or odour: indications referring to taste and/or smell may only appear for extra virgin

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⁶ CBI Product Factsheet: Olive Oil in Germany (information valid for the whole of the EU)



and virgin olive oils;

(4) acidity or maximum acidity: this may appear only when it is accompanied by an indication, in lettering of the same size and in the same visual field, of the peroxide value, the wax content and the ultraviolet absorption, determined in accordance with the methods of analysis stated in the Commission Regulation.

These indications must comply with their respective requirements, as described in Article 5 of Regulation (EU) No. 29/2012.

- List of ingredients.
- Quantity/categories of ingredients.
- · Net quantity.
- Date: minimum durability.
- Special storage/usage conditions.
- Declaration of allergenic substances.
- Business name and address.
- Usage instructions.

Organic: To be marketed as organic-certified in The Netherlands and throughout the European Union, olive oil must bear the European Union's organic logo. In order to qualify for the organic logo, the olive oil must comply with the European Union regulations on organic farming and marketing.

Examples of Retail Labelling Olive Oil





Figure 6 Organic Olive Oil Labelling Examples The Netherlands



7.2.4.3 Labelling of Dates

General requirements⁷

The labelling requirements for fresh dates in The Netherlands follow the general European Union requirements for fresh vegetables. These requirements are described under the <u>Marketing Standards for Fruit</u> & Vegetables according to Commission Implementing Regulation (EU) No. 543/2011.

In case of the supply of dried dates is the general quality requirement for all dried fruit that products should be of 'sound, fair and marketable quality' and bear the full name of their country of origin. Fruits and vegetables that are not covered by a specific standard must meet the general standard — or the <u>UNECE</u> Standard DDP-08.

All fresh vegetables subject to European Union's marketing standards must be labelled with:

- name of product, specifying whether the product is naturally dried of sugar is added (for specific types of dried fruit).
- label should declare the presence of pits
- nature of produce
- country of origin
- standard/class
- crop year and variety (if included in the standard).

There are also marking provisions for dates which are sold in bulk8:

- Name and physical address of packer and/or dispatcher, or a code mark officially recognized by the national authority.
- Name of the product: "Dates", when not visible from the outside.
- Name of the variety and/or commercial type (optional).
- "Cluster" or "stems", where appropriate.
- "Pitted", where appropriate.
- Country of origin. Optional: District where dates are grown, or national, regional or local place
 name.
- Class.
- Crop year (optional).
- "Best before", followed by the date (optional).
- Official control mark (optional).
- Organic: Name/code of the certifying body and certification number.

Labelling for consumer packaging9

Dates which are pre-packed at origin must follow the European Union's labelling requirements. The focus lies on providing as much information as possible to the consumer, including:

- Name of the food. For dates, that can include variety or commercial type, pitted/unpitted, organic (if compliant with European Union standards).
- List of ingredients.
- Ingredients or processing aids causing allergies or intolerances.
- Quantity of ingredients or categories of ingredients.
- Net quantity.



⁷ https://www.cbi.eu/market-information/processed-fruit-vegetables-edible-nuts/edible-nuts-dried-fruits/europe

⁸ CBI/GIZ: Dates in Germany 2016 (information valid for the whole of the EU)

⁹ CBI/GIZ: Dates in Germany 2016 (information valid for the whole of the EU)



- "Use by" date.
- Storage conditions and/or conditions of use.
- Name and address of business.
- Country of origin.
- Lot number.
- Nutrition information: energy value (mandatory)
 - the amounts of fat, saturates, carbohydrate, sugars, protein and salt (mandatory)
 - mono-unsaturates, polyunsaturates, polyols, starch, fibre, vitamins or minerals (non-mandatory)

The information above will have to be in Dutch or multi-language including Dutch.

Pay attention to other aspects like minimum font size. In addition, any certification logo, or retailer logo in the case of private label products, should be displayed on the label.

These particulars must appear on the packaging or on a label attached to pre-packaged foodstuffs. In the case of pre-packaged foodstuffs intended for mass caterers (foodstuffs sold in bulk), the compulsory labelling particulars must appear on commercial documents while the name under which it is sold, the date of durability or use-by-date and the name of manufacturer must appear on the external packaging.

The labelling must not mislead the purchaser as to the foodstuff's characteristics or effects nor attribute the foodstuff special properties for the prevention, treatment or cure of a human disease. The information provided by labels must be easy to understand, easily visible, clearly legible and indelible and must appear in the official language(s) of the Member State where the product is marketed. However, the use of foreign terms or expressions easily understood by the purchaser may be allowed.

Organic: In order for dates to be marketed as certified organic in The Netherlands and more generally in the European Union, they must contain the European Union's organic logo, along with other information on the label like the number of the certification body. In order to include the organic logo, the product must comply with European Union regulations for organic farming and marketing (see the section on Buyer Requirements in chapter 6 and on Green Labels in chapter 7).

Example of Retail Labelling for Dates





Figure 7 Organic Dates Labelling Examples The Netherlands



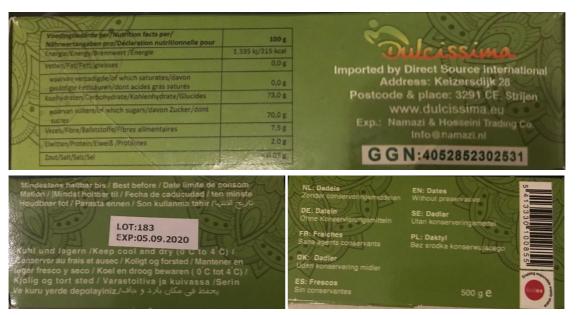


Figure 8 Example of Multi-lingual Labelling Dates The Netherlands

7.2.4.4 Labelling of Fresh Herb

General requirements

The labelling requirements for fresh herbs in The Netherlands follow the general European Union requirements for fresh vegetables. These requirements are described under the <u>Marketing Standards for Fruit & Vegetables</u> according to <u>Commission Implementing Regulation (EU) No. 543/2011</u>.

All fresh vegetables subject to European Union's marketing standards must be labelled with:

- nature of produce
- country of origin
- standard/class
- variety (if included in the standard).

If the produce is sold **pre-packaged**, the following additional information must be stated on the product label:

- name and address of packer
- weight or number of items in the package
- lot number
- size (if stated so in the standard).

If the product is sold in retail packaging, all information above will have to be in **Dutch**. In addition, any certification logo, or retailer's logo – in the case of private label products – should be displayed on the label.

Organic: In order for fresh herbs to be marketed as certified organic in The Netherlands and more generally in the European Union, they must contain the European Union's organic logo. In order to include the organic logo, the product must comply with European Union regulations for organic farming and marketing (see the section on Buyer Requirements in chapter 6).



Examples of Retail Labelling Fresh Herbs



Figure 9 Non-organic Fresh Herbs Labelling Examples The Netherlands

7.2.5 Documentation

7.2.5.1 Olive Oil¹⁰

Several of the essential documents that are commonly required by importers in The Netherlands and the European Union in general are listed below:

- Certificate of Analysis (explanation; example)
- Technical Data Sheet (TDS) (example)
- Material Safety Data Sheet (MSDS) (example)
- Certificate of Origin (natural vs. synthetic, local vs. imported and naturalised)
- Allergens declaration
- CMR declaration (for road transport) (non-Carcinogenic, Mutagenic, or Toxic for reproduction)
- Declaration: free from BSE (Bovine Spongiform Encephalopathy)/TSE (Transmissible Spongiform Encephalopathy) contaminants
- Gluten-free declaration
- Heavy metals declaration
- Non-nanoparticles declaration
- Other certificates (e.g. organic or Fair Trade), if applicable

7.2.5.2 Dates

Several of the essential documents that are commonly required by importers in The Netherlands and the European Union in general are listed below:

- Certificate of Origin (natural vs. synthetic, local vs. imported and naturalised)
- Other certificates (e.g. organic or Fair Trade), if applicable

¹⁰ CBI Product Factsheet: Olive Oil in Germany (information valid for the whole of the EU)



Check the following website for more information on documentation needed: http://trade.ec.europa.eu/tradehelp/myexport#?product=0804100000&partner=PS&reporter=NL&tab=all

Product-specific requirements

The European Union refers to the UNECE Standards for Dry and Dried Produce for specific quality requirements for dried dates (UNECE Standard DDP-08).

They specify the general requirements for fruits and vegetables. The purpose of the standard is to define the quality requirements of dates at the export-control stage, after preparation and packaging. Again, this is only applicable to dates intended for direct consumption, not for industrial processing.

The minimum quality requirements for dried dates are:

- Intact. Dates affected by mashing, tearing, breaking of the skin (leaving the pit visible) are excluded.
- Sound. Dates affected by rotting or deterioration such as to make it unfit for consumption are excluded.
- Clean. Practically free of any visible foreign matter, excluding coating ingredients.
- Free from living pests (whatever their stage of development).
- Free from pest damage visible to the naked eye. This includes dead insects and/or mites, and their debris or excreta.
- Free from mould filaments visible to the naked eye.
- Free of fermentation.
- Free of unripe fruit (light in weight, stunted or distinctly rubbery in texture).
- Free of un-pollinated fruit (indicated by stunted growth, immature characteristics and absence of pit).
- Free of blemished fruit (scarred, discoloured or sunburnt, darkened head or spots having, or abnormalities affecting an area at least as large as a circle of 7 mm diameter).
- Free of abnormal external moisture.
- Free of foreign smell and/or taste.

The condition of the products must be such as to enable them:

- To withstand transport and handling.
- To arrive in satisfactory condition at the place of destination.

The moisture content of dried dates should not exceed 26% for cane sugar varieties and 30% for invert-sugar varieties. The moisture content is determined according to UNECE standards. The minimum weight of dates shall be 4.0 g per date.

Dates are classified into three groups: "Extra" Class, Class I and Class II. This classification is based on the tolerance levels for defects (in %, number or weight) covering:

- Produce not satisfying the minimum requirements.
- Size.
- Other defects.

Other requirements in the UNECE standard cover the following aspects of product presentation:

- Uniformity: Packages should contain dates which are uniform, of the same origin, quality and variety. The visible parts should be representative of the entire content of the package.
- Packaging materials: The product should be protected properly when packaged. The materials used
 inside the package must be clean and avoid damage to the dates. Paper and stamps bearing trade
 specifications can be used, but printing/labelling must be done with non-toxic ink or glue. Packages
 should be free from foreign matter; decorate material like rachis, stems and plastic forks are
 allowed, but should respect the tolerance levels.



- Other aspects: Dates must be presented in bags or solid containers, each package being of the same weight. Dates may be presented:
 - In clusters (mainly rachis and stems) or in stems (separated from the rachis): Stems should be at least 10 cm in length and carry around 4 fruits each. A maximum of 10% loose dates is allowed. The ends of the stems must be cleanly cut.
 - Separated in individual fruits, arranged in layers, or loose in the package.

7.2.5.3 Fresh Herbs

Several of the essential documents that are commonly required by importers in The Netherlands and the European Union in general are listed below:

- Certificate of Origin (natural vs. synthetic, local vs. imported and naturalised)
- Other certificates (e.g. organic or Fair Trade), if applicable

Check the following website for more information on documentation needed: http://trade.ec.europa.eu/tradehelp/myexport#?product=0709999040&partner=PS&reporter=NL

7.2.6 Transportation & storage

7.2.6.1 Olive Oil¹¹

Options for transporting olive oil **in bulk** include the following:

- Drums (58 gallons/220 litres)
- Totes (275 gallons/1,014 litres)
- Flexitanks (5,812 gallons/22,000 litres), according to ISO 9001:2000 standards
- Flexitanks for liquid transportation with ISO 20' dry container
- Flexible bags designed and developed for transporting bulk olive oil.

For additional information on the bulk transportation of olive oil and shipping options, refer to <u>Olive Oil Market: Olive Oil Transportation</u>. Be sure to consult your buyer concerning specific requirements and/or preferences regarding bulk transportation.

Given that olive oil is liquid under normal transport conditions, it requires no heating. At temperatures below 6°C, however, it assumes a semi-liquid consistency, with 50% of the oil precipitating out. At 0°C, olive oil takes on a buttery consistency.

Example of bulk packaging



Figure 10 Source: Olives South Africa

As such, olive oil should be heated in order to prevent quality loss and achieve pumpability. Ensuring the proper travel temperature as much as possible during transport is also important in order to minimise oxidation processes.

Other measures to safeguard the quality of olive oil include the following:

¹¹ CBI Product Factsheet: Olive Oil in Germany (information valid for whole of EU)



- Cleaning and drying the drums, tanks, totes or bags before loading the oil
- Not loading rancid olive oil
- Filling tanks, totes, bags or drums as fully as possible in order to avoid ventilation and light: ventilation should not be used under any circumstances, as it would supply fresh oxygen to the cargo, thus promoting oxidation processes and premature rancidity.

Note that *organic olive oil* should remain physically separated from conventional oils. Additional information on the appropriate conditions for the transportation of olive oil can be found under the websites of <u>Cargo Handbook</u>: Olive Oil and <u>Transport Information Service</u>: Olive Oil.

Example of cargo transport



Figure 11 Source: Olive Oil Market

Consumer packaging

According to Commission Implementing Regulation (EU) No 29/2012 (amended by Commission Implementing Regulation (EU) No. 1335/2013) on marketing standards for olive oil, the product must be presented to the final consumer in packaging of a maximum capacity of 5 litres. Such packaging must be fitted with an opening system that can no longer be sealed after the first time it is opened, and it must be labelled according to the requirements described above in the section on 'Labelling'.



In the case of oils intended for consumption in restaurants, hospitals, canteens and similar collective establishments, the maximum packaging capacity of 5 litres may be exceeded, depending on the type of establishment concerned.

The most common type of consumer packaging available from Dutch retailers is glass or plastic (usually with a net content of 0.5 litre but ranging between 0.25 litre and 1 litre; packages of 2 and 5 litres are also available from selected retailers). Other packaging solutions are available on the market as well. The ideal packaging material should prevent air and light

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Examples of consumer packaging

Figure 12 Source: Imgbuddy

penetration, and oil should be stored in the dark at temperatures 16 o-18o C in order to maximise shelf stability.



Tip: It is important to remember that packaging solutions for olive oil must comply with the <u>Commission Implementing Regulation (EU) No 29/2012</u> (amended by <u>Commission Implementing Regulation (EU) No. 1335/2013</u>) and any additional buyer requirements communicated by direct customers in The Netherlands /Europe.

Another interesting development in Europe concerns the expansion of **package-free retailers**, which cater to a niche market segment. In such establishments, various products, including olive oil, are sold in bulk form, in an effort to avoid the excessive use of packaging/waste materials. The <u>Zero Waste Europe website</u> describes this development. Specialised retailers (e.g. <u>Oil & Vinegar</u>) also provide bulk solutions to customers, allowing them to dispense customised amounts of olive oils from vacuum-sealed stainless steel containers (see example). This could be an interesting opportunity for you, as it would eliminate the need to re-package your olive oil into consumer packaging.

7.2.6.1 Dates

The UNECE standards establish some general requirements for the packaging of dried dates, applying to both bulk and consumer packaging. They include protection and presentation of the product. However, packaging materials are not specifically mentioned. Both bulk and consumer packaging can be done in the country of origin, for example in Palestine. It is not common to send packaging materials to the origin country, but buyers expect you to sign a conformity statement to show that the packaging matches their requirements.

Packaging used for dried fruits must¹²:

- protect the organoleptic and quality characteristics of the product;
- protect the product from bacteriological and other contamination (including contamination from the packaging material itself);

¹² https://www.cbi.eu/market-information/processed-fruit-vegetables-edible-nuts/edible-nuts-dried-fruits/europe



• not pass on any odour, taste, colour or other foreign characteristics to the product.

The safety of food contact materials must be evaluated and ensure that there is no migration of unsafe levels of chemical substances from the material to the food.

There is no general rule for export packaging, but dried fruits are usually packed in carton boxes with plastic liner inside. They can also be packed in paperboard cartons or wooden boxes.

Bulk Packaging

Within Europe, the standard bulk package is 10 kg, but 12-kg cartons, 12–15-kg plywood joint boxes and 25–70-kg linen fabric bags are also used. When packed in corrugated or millboard cartons, the product should be transported on pallets.

For bulk packaging of dates, the most common material is cardboard box with plastic lining for extra protection, with weights usually ranging between 5 and 8 kg. When packaged in corrugated or millboard cartons, the product should be transported on pallets. They should conform to the conventional pallet sizes (800x1200 mm and 1000x1200 mm).



Figure 13 Example Bulk Packaging Dates: Pitted Dates in Cardboard Box with Plastic lining (10kg). Source: Tilouche Import

Consumer Packaging

The type of packaging demanded by the supermarkets has seen a trend in recent years. In the old days the dates were usually packed in styrofoam shells, today wood pulp punnets are preferred. They are better suited to the natural aesthetics of the product. There is also an increase in demand for so-called DOY packs. The most popular packaging size at present are the 200g wooden punnets in shrink wrap. Packaging material, size and the popularity of organic products are linked to the trends towards healthy, natural nutrition, convenience and sustainability of the food industry.¹³ Retail packaging includes plastic bags, plastic containers or foil bags.

¹³ https://www.freshplaza.com/article/9029874/customers-want-to-know-what-s-in-it-and-what-s-on-it/



Example of Consumer Packaging



Figure 14 Example of Retail Packaging Dates The Netherlands

Handling, transportation and storage14

The correct handling, transportation and storage of dates are essential in safeguarding their quality. Dates are vulnerable to contamination and decay, but you can follow general guidelines to avoid further problems.

One crucial aspect for **organic dates**: they should remain physically separated from conventional dates at all stages of harvesting, processing, transportation, storage and packaging to avoid contamination and to facilitate traceability.

Dates should be stored and transported in cool and dry conditions, with good ventilation if required; high-quality dates (dessert dates, selected) are transported in cold stores.

- At temperatures < 10°C, possible mite growth is inhibited.
- At temperatures > 25°C, syrup forms and fermentation may occur. There is a risk of the syrup
 ("date honey") seeping out of the packaging and damaging other goods. Discoloration may also
 occur, such as darkening or blotchiness.
- At a relative humidity > 70%, dates have a tendency to become mouldy, to support yeast growth and to ferment.
- At a relative humidity < 60%, dates become tough and hard.
- Infestation with moths (almond moth, meal moth), beetles (sap beetle, saw-toothed grain beetle, flour beetle), rats, mice and ants leads to contamination and loss of volume.

Insect infestation is the most common problem which Dutch and other European buyers face with dates. Dutch buyers recommend the use CO2 pressure to remove infestation. For organic dates, it is not allowed to use chemicals in the fumigation process.

¹⁴ CBI/GIZ: Dates in Germany 2016 (information valid for the whole EU)



7.2.6.2 Fresh Herbs

Packaging and transport

Harvested fresh herbs which are perishable need to be packaged and transported in such a way that maintains the integrity of the herbs. Producers need to minimise the time between harvesting and packaging to ensure maximum freshness and quality.

The Codex Alimentarius Code of Hygienic Practice for Fresh Fruits and Vegetables includes an Annex on fresh leafy vegetables, which includes fresh herbs (Annex III). This Annex provides more information on the storage, packaging and transport of such herbs. Moreover, the Codex Alimentarius Code of Practice for Packaging and Transport of Fresh Fruit and Vegetables contains several recommendations for maintaining the quality of produce during transportation.

Product-specific requirements

Fresh herbs need to be cooled during transportation. The optimum temperature is usually around 0°C, but this depends on the species. For instance, basil is frost-sensitive and should be kept at higher temperatures to prevent deterioration (around 10°C).

Bulk packaging

Packaging of fresh herbs often depends on the customer's requirements. Herbs are usually packed in Styrofoam boxes or waxed cartons, covered with plastic, in 1-3 kg portions. Growers can also choose to pack herbs in perforated polyethylene or poly propylene bags inside waxed cartons. Packaging in plastic bags or films is mainly done to reduce water loss.

Herbs should not be packed in wooden containers, because the potential for contamination is too high and the containers are difficult to clean.

Retail packaging

Common retail packaging in supermarkets includes plastic bags or packs, usually weighing 15, 30 or 40 grams.

Examples of Consumer Packaging







Figure 15 Examples of Retail Packaging Fresh Herbs The Netherlands

7.3 Business Culture¹⁵

As an open economy, the Netherlands is susceptible to international developments and is based on consensus. The Netherlands has a long tradition of negotiation, which lives on in close and regular contacts between trade unions, employers' organisations and government. It is a member of all the major international organisations.

The Dutch are generally excellent timekeepers. Punctuality in business is regarded as a virtue, although apologies for a late arrival will be accepted good-naturedly. If you are unexpectedly delayed, call ahead. Despite the fact that, inspired by their culture, the Dutch are dedicated to business meetings to ensure consensus, they are still conscious of the passage of time. In addition to a fixed agenda, someone will almost always be given the role of chairperson to keep the agenda moving along, and someone else may even be delegated to act as a time-keeper.

Time keeping is equally important with regard to response and delivery times in all commercial relationships. Quotations should be drawn up rapidly and delivery promises kept.

It is good practice in the Netherlands to make an appointment, one or two weeks in advance: once the timing has been agreed there is no need to check or reconfirm. If you have a conflict of priorities later, explain the situation to your Dutch partner and he or she will certainly understand and find an alternative arrangement. The most suitable time for a business meeting is probably about 10 in the morning or in the early afternoon. If you have a specific product or proposition to offer, by all means supply some background details (price excepted) in advance. Information about the other company may well be available on the Internet.

Being pragmatic and relatively non-hierarchical people, Dutch managers can generally be approached directly for an appointment: this certainly applies in the SME sector, where the younger generation of managers has abandoned the hierarchical style of its predecessors. Only occasionally will you find yourself dealing with a secretary or personal assistant.

If confirmation is necessary, this can be done by e-mail. Punctuality and a respectful use of time are generally appreciated in the Netherlands and meetings will not normally be allowed to run on too long over the allotted time. For social meetings in private or in business, one can arrive 5 minutes late, but "official" social meetings, especially in a business context will start on time. Most official (or social) meetings (where one can expect a speech), will even indicate a 15- or 30-minutes timeslot to arrive before an event starts.

¹⁵ https://businessculture.org/western-europe/business-culture-in-netherlands/business-etiquette-in-netherlands/



Getting to meeting venues should not normally be a problem. The transport infrastructure in the main cities is generally good and taxi services are regulated.

If formal presentations are planned, the venue of meetings, who needs to attend, and any required equipment, (e.g. PowerPoint beamer or overhead projector), need to be arranged in advance. Plan to keep to the scheduled finish time and try to leave with a firm conclusion. You may wish to submit draft minutes or a memorandum of understanding later. Internet and video conferencing and conference calls are a regular event these days.

The Dutch tend to dress fairly conservatively in business, though standards and styles vary widely from one industry to another: formal attire is normal in banking, open-neck shirts and jeans in the IT and entertainment sectors. In most Dutch organisations, it is generally normal to wear a jacket, not necessarily a suit, to take the jacket off when working. Colour has no particular significance, and colourful shirt/tie combinations are quite usual in some sectors, such as marketing and service industries. Women, the younger generation in particular, may wear trousers, particularly trouser suits. When in doubt about the dress code for a particular business event, it is advisable to be well dressed rather than under-dressed. Uniforms, except at the janitor level, are rarely worn. If unsure of the dress code and what to wear, it is perfectly acceptable to ask someone from the company you are visiting. It is often better to find out in advance, so that you can make any necessary changes to your clothing before your introductions. This will help you to feel confident and relaxed in your encounter with the company.

7.4 Logistics & Shipment¹⁶: Export Documentation

KEY AREAS

- 1. Commercial Invoice
- Customs Value Declaration
- 3. Freight documents
 - Bill of Lading
 - FIATA Bill of Lading
 - Road Waybill
 - Air Waybill
 - Rail Waybill
 - ATA Carnet
 - TIR Carnet
 - Freight insurance
 - Packing list
- 4. Single Administrative Document (SAD)
 - Documents associated with the SAD

Organic

1. Commercial Invoice

The commercial invoice is a record or evidence of the transaction between the exporter and the importer.

¹⁶ http://trade.ec.europa.eu/tradehelp/documents-customs-clearance



Once the goods are available, the exporter issues a commercial invoice to the importer in order to charge him for the goods.

The commercial invoice contains the basic information on the transaction, and it is always required for customs clearance. Although some entries specific to the export-import trade are added, it is similar to an ordinary sales invoice. The minimum data generally included are the following:

- Information on the exporter and the importer (name and address)
- Date of issue
- Invoice number
- Description of the goods (name, quality, etc.)
- Unit of measure
- Quantity of goods
- Unit value
- Total item value
- Total invoice value and currency of payment. The equivalent amount must be indicated in a currency freely convertible to Euro or other legal tender in the importing Member State
- The terms of payment (method and date of payment, discounts, etc.)
- The terms of delivery according to the appropriate Incoterm
- Means of transport

No specific form is required. The commercial invoice is to be prepared by the exporter according to standard business practice and it must be submitted in the original along with at least one copy. In general, there is no need for the invoice to be signed. In practice, both the original and the copy of the commercial invoice are often signed. The commercial invoice may be prepared in any language. However, a translation into English is recommended.

2. Customs Value Declaration

The Customs Value Declaration is a document, which must be presented to the customs authorities where the value of the imported goods exceeds EUR 20 000. The Customs Value Declaration must be drawn up conforming to form DV 1, whose specimen is laid down in <u>Annex 8 to Regulation (EU) 2016/341</u> (OJ L-69 15/03/2016) (CELEX 32016R0341) known as UCC Transitional Delegated Act. This form must be presented with the Single Administrative Document (SAD).

The main purpose of this requirement is to assess the value of the transaction in order to fix the customs value (taxable value) to apply the tariff duties.

The customs value corresponds to the value of the goods including all the costs incurred (e.g.: commercial price, transport, insurance) until the first point of entry in the European Union. The usual method to establish the Customs value is using the transaction value (the price paid or payable for the imported goods).

In certain cases, the transaction value of the imported goods may be subject to an adjustment, which involves additions or deductions. For instance:

- commissions or royalties may need to be added to the price;
- the internal transport (from the entry point to the final destination in the Community Customs Territory) must be deducted.

The customs authorities shall waive the requirement of all or part of the customs value declaration where:

 the customs value of the imported goods in a consignment does not exceed EUR 20 000, provided that they do not constitute split or multiple consignments from the same consignor to the same consignee, or



- the importations involved are of a non-commercial nature; or
- the submission of the particulars in question is not necessary for the application of the Customs Tariff of the European Communities or where the customs duties provided for in the Tariff are not chargeable pursuant to specific customs provisions.

Legislation

- Regulation (EU) No 952/2013 of the European Parliament and the Council, laying down the Customs Code(OJ L-269 10/10/2013) (CELEX 32013R0952)
- Commission Delegated Regulation (EU) 2016/341 supplementing Regulation (EU) No 952/2013 of the European Parliament and of the Council as regards transitional rules for certain provisions of the Union Customs Code where the relevant electronic systems are not yet operational and amending Delegated Regulation (EU) 2015/2446 (OJ L-69 15/03/2016) (CELEX 32016R0341)

3. Freight Documents (Transport Documentation)

Depending on the means of transport used, the following documents are to be filled in and presented to the customs authorities of the importing European Union (EU) Member State (MS) upon importation in order for the goods to be cleared:

- Bill of Lading
- FIATA Bill of Lading
- Road Waybill (CMR)
- Air Waybill (AWB)
- Rail Waybill (CIM)
- ATA Carnet
- TIR Carnet

Bill of Lading

The Bill of Lading (B/L) is a document issued by the shipping company to the operating shipper, which acknowledges that the goods have been received on board. In this way the Bill of Lading serves as proof of receipt of the goods by the carrier obliging him to deliver the goods to the consignee. It contains the details of the goods, the vessel and the port of destination. It evidences the contract of carriage and conveys title to the goods, meaning that the bearer of the Bill of Lading is the owner of the goods.

The Bill of Lading may be a negotiable document. A number of different types of bills of lading can be used. 'Clean Bills of Lading' state that the goods have been received in an apparent good order and condition. 'Unclean or Dirty Bills of Lading' indicate that the goods are damaged or in bad order, in this case, the financing bank may refuse to accept the consignor's documents.

FIATA Bill of Lading

The FIATA Bill of Lading is a document designed to be used as a multimodal or combined transport document with negotiable status, which has been developed by the International Federation of Freight Forwarders Associations (FIATA).

Road Waybill (CMR)

The road waybill is a document containing the details of the international transportation of goods by road, set out by the Convention for the Contract of the International Carriage of Goods by Road 1956 (the CMR Convention). It enables the consignor to have the goods at his disposal during transportation. It must be issued in quadruplicate and signed by the consignor and the carrier. The first copy is intended for the consignor; the second remains in the possession of the carrier; the third accompanies the goods and is delivered to the

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consignee and the forth one must be signed and stamped by the consignee and then returned to the consignor. Usually, a CMR is issued for each vehicle.

The CMR note is not a document of title and is non-negotiable.

Air Waybill (AWB)

The air waybill is a document, which serves as a proof of the transport contract between the consignor and the carrier's company. It is issued by the carrier's agent and falls under the provisions of the Warsaw Convention (Convention for the Unification of Certain Rules relating to International Carriage by Air, 12 October 1929). A single air waybill may be used for multiple shipments of goods; it contains three originals and several extra copies. One original is kept by each of the parties involved in the transport (the consignor, the consignee and the carrier). The copies may be required at the airport of departure/destination, for the delivery and in some cases, for further freight carriers. The air waybill is a freight bill, which evidences a contract of carriage and proves receipt of goods.

A specific type of Air Waybill is the one used by all carriers belonging to the International Air Transport Association (IATA); a bill called the IATA Standard Air Waybill. It embodies standard conditions associated to those set out in the Warsaw Convention.

Rail Waybill (CIM)

The rail waybill (CIM) is a document required for the transportation of goods by rail. It is regulated by the Convention concerning International Carriage by Rail 1980 (COTIF-CIM). The CIM is issued by the carrier in five copies, the original accompanies the goods, the duplicate of the original is kept by the consignor and the three remaining copies by the carrier for internal purposes. It is considered the rail transport contract.

ATA Carnet

ATA (Admission Temporaire/Temporary Admission) carnets are international customs documents issued by the chambers of commerce in the majority of the industrialized world to allow the temporary importation of goods, free of customs duties and taxes. ATA carnets can be issued for the following categories of goods: commercial samples, professional equipment and goods for presentation or use at trade fairs, shows, exhibitions and the like. Further information may be obtained in the International Chamber of Commerce website: http://www.iccwbo.org/ata/id2924/index.html

TIR Carnet

TIR carnets are customs transit documents used for the international transport of goods, a part of which has to be made by road. They allow the transport of goods under a procedure called the TIR procedure, laid down in the 1975 TIR Convention, signed under the auspices of the United Nations Economic Commission for Europe (UNECE): http://www.unece.org/trans/bcf/tir/welcome.html.

The TIR system requires the goods to travel in secure vehicles or containers, all duties and taxes at risk throughout the journey to be covered by an internationally valid guarantee, the goods to be accompanied by a TIR carnet, and customs control measures in the country of departure to be accepted by the countries of transit and destination.

Freight Insurance

The insurance is an agreement by which the insured is indemnified in the event of damages caused by a risk covered in the policy. Insurance is all-important in the transport of goods because of their exposure to more common risks during handling, storing, loading or transporting cargo, but also to other rare risks, such as riots, strikes or terrorism.



There is a difference between the goods transport insurance and the carrier's responsibility insurance. The covered risks, fixed compensation and indemnity of the contract of transport insurance are left to the holder's choice. Nevertheless, the hauler's responsibility insurance is determined by different regulations. Depending on the means of transport, indemnity is limited by the weight and value of the goods and is only given in case the transporter has been unable to evade responsibility.

The insurance invoice is required for customs clearance only when the relevant data do not appear in the commercial invoice indicating the premium paid to insure the merchandise.

The standard extent of the transporter's responsibility is laid down in the following international conventions:

a. Road freight

International transport of goods by road is governed by the Convention for the Contract of the International Carriage of Goods by Road (CMR Convention) signed in Geneva in 1956. Under this Convention, the road hauler is not responsible for losses of or damages to the goods if he proves that they arise from:

- the merchandise's own defect(s);
- force majeure;
- a fault by the loader or consignee.

There is no European Union's regulation regarding indemnifications for road freight.

b. The rail carrier

International transport of goods by rail is regulated by the Convention concerning Intercarriage by Rail (CIM Convention), signed in Bern in 1980.

The rail carrier is not responsible for losses of or damages to the goods if he proves that they arise from:

- the merchandise's own defect(s);
- force majeure;
- a fault by the loader or consignee.

Regarding compensation, currently there is no European Union regulation. Indemnification is normally limited to a maximum amount per gross kilo lost or damaged. What can be concluded from this system is that, in the majority of the cases, the company is unlikely to receive anything approaching the value of its goods.

c. The shipping company

The 1968 International Convention on Bill of Lading, better known as 'The Hague Rules' or the 'Brussels Convention' dictates the marine carrier's responsibilities when transporting international goods.

The shipping company is not responsible for losses of, or damage to, the goods if it proves that they arise from:

- the merchandise's own defects and loss in weight during transport;
- a nautical mistake by the crew;
- a fire;
- if the ship is not seaworthy;
- force majeure;
- strikes or a lock-out:
- a mistake by the loader;
- hidden defects on board ship, which went unnoticed during rigorous inspection;
- an attempt to save lives or goods at sea.



As far as compensation is concerned, there is currently no harmonisation at European Union level. It is normally limited to a certain sum per kilogram of lost or damaged goods. This system causes the same problems as with rail accidents, being the exporter likely to lose much of the value of the goods.

d. The air carrier

The 1929 Warsaw Convention as well as the Montreal draft Treaty of 1975 determines that the air carrier is not responsible for damages or loss of goods if it is proved that:

- the carrier and associates took all the measures necessary to avoid the damage or that it was impossible for them to be taken (force majeure);
- the losses arise from a pilotage or navigation mistake;
- the injured party was the cause of the damage or contributed to it.

Concerning the injured party's indemnification, there is no European Union standard. Compensation is normally limited to a set amount per gross kilogram of damaged or lost goods.

The air carrier can state specific reservations at the time of receiving the cargo. These reservations will be written on the air consignment note (ACN) (air transport contract) and will be used as evidence. However, airlines will normally refuse dubious packages or those not corresponding to the ACN.

Packing List

The packing list (P/L) is a commercial document accompanying the commercial invoice and the transport documents. It provides information on the imported items and the packaging details of each shipment (weight, dimensions, handling issues, etc.)

It is required for customs clearance as an inventory of the incoming cargo. The generally included data are:

- Information on the exporter, the importer and the transport company
- Date of issue
- Number of the freight invoice
- Type of packaging (drum, crate, carton, box, barrel, bag, etc.)
- Number of packages
- Content of each package (description of the goods and number of items per package)
- Marks and numbers
- Net weight, gross weight and measurement of the packages

No specific form is required. The packing list is to be prepared by the exporter according to standard business practice and the original along with at least one copy must be submitted. Generally there is no need to be signed. However, in practice, the original and the copy of the packing list are often signed. The packing list may be prepared in any language. However, a translation into English is recommended.

4. Customs Import Declaration (SAD)

All goods imported into the European Union (EU) must be declared to the customs authorities of the respective Member State using the <u>Single Administrative Document</u> (SAD), which is the common import declaration form for all the Member States, laid down in the Union Customs Code (UCC) adopted in Regulation (EU) No 952/2013 of the European Parliament and the Council (OJ L-269 10/10/2013) (CELEX 32013R0952) and the UCC Transitional Delegated Act adopted in Commission Delegated Regulation No 2016/341 (OJ L-69 15/03/2016) (CELEX 32016R0341).

The declaration must be drawn up in one of the official languages of the EU, which is acceptable to the customs



authorities of the Member State where the formalities are carried out.

The SAD may be presented either by:

- Using an approved computerised system linked to Customs authorities; or
- Lodging it with the designated Customs Office premises.

The main information that shall be declared is:

- Identifying data of the parties involved in the operation (importer, exporter, representative, etc.)
- Custom approved treatment (release for free circulation, release for consumption, temporary importation, transit, etc.)
- Identifying data of the goods (Taric code, weight, units), location and packaging
- Information referred to the means of transport
- Data about country of origin, country of export and destination
- Commercial and financial information (Incoterms, invoice value, invoice currency, exchange rate, insurance etc.)
- List of documents associated to the SAD (Import licenses, inspection certificates, document of origin, transport document, commercial invoice etc.)
- Declaration and method of payment of import taxes (tariff duties, VAT, Excises, etc)

The SAD set consists of eight copies; the operator completes all or part of the sheets depending on the type of operation.

In the case of importation generally three copies shall be used: one is to be retained by the authorities of the Member State in which arrival formalities are completed, other is used for statistical purposes by the Member State of destination and the last one is returned to the consignee after being stamped by the customs authority.

Documents associated to the SAD

According to the operation and the nature of the imported goods, additional documents shall be declared with the SAD and shall be presented together with it. The most important documents are:

- Documentary proof of origin, normally used to apply a tariff preferential treatment
- Certificate confirming the special nature of the product
- Transport Document
- Commercial Invoice
- Customs Value Declaration
- Inspections Certificates (Health, Veterinary, Plant Health certificates)
- Import Licenses
- Community Surveillance Document
- Cites Certificate
- Documents to support a claim of a tariff quota
- Documents required for Excise purposes
- Evidence to support a claim to VAT relief

Legislation

- Regulation (EU) No 952/2013 of the European Parliament and the Council, laying down the Customs Code(OJ L-269 10/10/2013) (CELEX 32013R0952)
- Commission Delegated Regulation (EU) 2016/341 supplementing Regulation (EU) No 952/2013 of the European Parliament and of the Council as regards transitional rules for certain provisions of the Union Customs Code where the relevant electronic systems are not yet operational and amending Delegated Regulation (EU) 2015/2446 (OJ L-69 15/03/2016) (CELEX 32016R0341)



Organic Products: Customs clearance and import notification

Each batch of organic products imported into the EU has to be accompanied by an electronic certificate of inspection as defined in Annex V of Regulation (EC) No 1235/2008, which is issued by the control body of the operator conducting the last preparation step in the third country, e.g. packing and labelling the export batches. According to amendment 2016/1842 of Regulation (EC) No. 1235/2006 this electronic certificate of inspection has to be generated via TRACES (Trade Control and Expert System) since 20th of October 2017.

Each company with physical goods contact being involved in the export and import procedure has to register itself in the TRACES database. For that, an EU-Login is necessary. After registration with TRACES, the company has to inform its control body or authority which has to validate the registration.

The use of digital certificates of inspection with electronic signatures is foreseen, but might not be everywhere accepted, in which case printed and signed paper certificates of inspection are used.

The import company notifies its control body about its imports through TRACES. At the point of entry, the certificate of inspection has to be presented as original paper to the EU customs authority. The certificate is examined by customs for correctness and provided with an endorsement. Additionally, the customs authority checks the data in the online version of the inspection certificate in TRACES. Complete and correct data are required for customs clearance. After customs clearance, the imported lots can be traded freely in all member states of the EU.

Ask your importing partner about TRACES and what they need from you in this.



Duties & Taxes 7.5

Duties & Taxes for Olive Oil17

EU Import duties for olive oil

Origin	Measure Type	Tariff	Conditions	Footnote	EU Law
Any Country	Third country duty	124.50 EUR / 100 kg			R1821/16
Any Country	Suspension - goods for certain categories of ships, boats and other vessels and for drilling or production platforms	0%	Show	EU003 TM510 TM511	R2658/87
Occupied Palestinian Territory	Tariff preference	0%			D0824/11

Source: DG Taxation and Customs Union, Taric: 04/02/2019

Internal taxes for olive oil

	Standard Rate	Country
VAT	21%	Netherlands, EU
Excise	-	Netherlands, EU

VAT footnote for the Netherlands

A tax rate of 9% is applied to products intended for human consumption and to products intended for use in the food industry.

A tax rate of 21 % is applied to all other products.

7.5.2 Duties & Taxes for Dates¹⁸

EU Import duties for dates

Origin	Measure Type	Tariff	Conditions	Footnote	EU Law
Any Country	Third country duty	124.50 EUR / 100 kg			R1821/16

 $^{^{17}\,\}underline{\text{http://trade.ec.europa.eu/tradehelp/myexport\#?product=1509102010\&partner=PS\&reporter=NL\&tab=all}$

¹⁸ http://trade.ec.europa.eu/tradehelp/myexport#?product=1509102010&partner=PS&reporter=NL&tab=all

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Any Country	Suspension - goods for certain categories of ships, boats and other vessels and for drilling or production platforms	0%	Show	EU003 TM510 TM511	R2658/87
Occupied Palestinian Territory	Tariff preference	0%			D0824/11

Source: DG Taxation and Customs Union, Taric: 19/03/2019

Internal taxes for dates

	Standard Rate	Country
VAT	21%	Netherlands, EU
Excise	-	Netherlands, EU

VAT footnote for the Netherlands

A tax rate of 9% is applied to products intended for human consumption and to products intended for use in the food industry. A tax rate of 21 % is applied to all other products.

7.5.3 Duties & Taxes for Fresh Herbs¹⁹

The EU Import duties for fresh herbs differ per herb category. In most cases for imports from the Occupied Palestinian Territory the tariff preference of 0% is applied. More information can be obtained via http://trade.ec.europa.eu/tradehelp/.

EU Import Duties for fresh herbs

Origin	Measure Type	Tariff	Conditions	Footnote	EU Law
Any Country	Third country duty	12.80%			R1006/11
Occupied Palestinian Territory	Tariff preference	0%			D0824/11

Source: DG Taxation and Customs Union, Taric: 19/03/2019

Internal taxes for fresh herbs

	Standard Rate	Country
VAT	9%	Netherlands, EU
Excise	-	Netherlands, EU

¹⁹ http://trade.ec.europa.eu/tradehelp/myexport#?product=1509102010&partner=PS&reporter=NL&tab=4



7.6 Trade barriers

Trade barriers usually consist of so-called 'non-tariff measures'. What are non-tariff measures (NTMs)?

- Official policy measures on export and import, other than ordinary customs tariffs, that can
 potentially have an economic effect on international trade in goods, changing quantities traded,
 prices or both.
- Mandatory requirements, rules or regulations legally set by the government of the exporting, importing or transit country (in contrast to private standards)
- Can affect both export and import.
- Include technical measures and standards, as well as regulations on customs procedures, paratariff measures, financial measures, prohibition, etc.

Internal Palestinian trade barriers

Inspections, quality control measures and rules of origin are considered the most onerous measures reported by Palestinian exporters. Domestic procedural inefficiencies include delays, high fees (such as for certificates) and arbitrary behaviour of officials.²⁰

Palestinian exporters from Gaza also face internal barriers to trade. ²¹ For instance, Gaza exporters face numerous and diverse obstacles in transferring their agricultural produce to the West Bank and international markets, forcing them to incur high costs, extended waiting times and shipment constraints that often render exports unprofitable.

These obstacles include:

Administrative hurdles

- Lack of a defined time period and considerable wait times for the transfer process to be completed. Approximately an average of 7.7 hours is needed to transport goods from warehouse in the Gaza Strip to the West Bank.
- Inspection is done in an open area (exposed to sun and rain) which lacks any cold storage facilities and goods are exposed to weather conditions. The waiting area where goods are offloaded at the Inspection is done in an open area (exposed to sun and rain) which lacks any cold storage facilities and goods are exposed to weather conditions. The waiting 1 1 side is an open area as well. Perishable goods, such as agriculture and food products, are the most vulnerable under these conditions, with the cold storage chain interrupted. Exporters thus incur extra cost (approximately 2.5 USD per pallet) to wrap the pallets with fortified plastic wrap as a protective measure against rain and other weather conditions;
- The requirement to use pallets of only 1.2*1.6 m in length and height makes it difficult to maximize the full use of the pallets, thus reducing the amount of goods on each pallet and creating the need to use extra pallets that means higher cost of shipment;
- Repeated and unexpected closures of the Gaza Strip's lone commercial crossing; and
- Limiting the export of goods to three days a week (Sunday, Monday and Thursday) adds more
 restrictive measures, thus hindering exporters' capacity to readily meet export demands and in
 some instances making export goods liable to spoilage as it awaits export. For instance, if
 agriculture goods are exported on Thursday then it must wait for two days (Friday and Saturday)
 once it reaches the KHB before its passes through to the other side.



²⁰ http://www.intracen.org/publication/State-of-Palestine-Company-Perspectives-An-ITC-Series-on-Non-Tariff-Measures/

²¹ https://www.paltrade.org/upload/multimedia/admin/2016/12/584966112f402.pdf



Inadequate infrastructure

- Poor quality of land transport infrastructure remains the major infrastructure constraints.
- The use of Back-to-Back system in unloading and reloading operations at the crossings points takes place twice at the Kerem Shalom/Karim Abu Salem, and again at (Alkarama crossing between Jordan and Israel), and three times when exporting through Jordan. This system demands more time, high transportation costs (loading and unloading are done at a cost), and complexity of clearance procedures, and can damage to some exporting agricultural items.
- The closures of all commercial crossings between Gaza Strip and Israel, keeping only Kerem Shalom/Karim Abu Salem which is not equipped with the necessary infrastructure for agricultural exports.
- Reliance on Al Karama /Allenby (King Hussein bridge) crossing, the only commercial crossing between Palestine and Jordan and the rest of the Arab world, which lacks and refrigeration facilities causing damage to goods and waiting for long hours at the crossing.

Frequent delays

The loading and unloading process cost around 700 NIS per truckload regardless of the number of pallets per truck. In addition, any waiting time that can cause spoilage of agriculture goods translates to financial loss for the exporters (and in many occasions, the loss is borne by the farmer). Limiting the export window to three days a week contributes to this as well.

Trade barriers Dutch market

There are no specific trade barriers for Palestinian products to the Dutch market. Since The Netherlands is part of the European Union, EU regulations determine how products can enter the market.

This being said, because of the large variety of EU rules and regulations, notably when it comes to agri-food products, it is quite difficult to comply with all of them for smaller exporters. In addition to the rules, Dutch buyers can also have added requirements in terms of preferred green labels. But all these rules and requirements apply to all competitors from all countries, so cannot be deemed trade barriers for Palestine specifically. For more information on rules & regulations, see 4.1 Market Access Requirements in the Market Research on The Netherlands Report. For more information on labels, see 7.2.4 in this Export Guide to The Netherlands.

7.7 **Top Tips**

General Tips:

- Cooperate with other exporters in your country; join forces to export to the European market.
- Try to partner up with local importers in order to have the right equipment for processing and to meet the different requirements of European buyers.
- Try to develop long-term partnerships with European buyers, for example in a long-term buying programme with a European retailer. Make sure that your company is ready for that level of commitment.
- Contact an experienced importer/distributor before you enter the Dutch market for more information on requirements and expectations from supermarkets. Be aware that delivering to supermarkets is very demanding in terms of buyer requirements and price.
- Make sure that you are a reliable and accessible partner. Adhere to agreements and make sure you are easy to contact. Be aware that buyers are demanding in their selection of partners; professionalism is a must.
- Always be available for communication. Be open and honest in your communications and promptly answer questions and requests from (potential) buyers.



- Visiting or even participating in trade fairs is highly recommended as one of the most efficient methods of testing the likely market response, obtaining market information and finding prospective business partners.
- Invest in packaging equipment if you aim to supply to retail chains. With the possibility to offer different packing formats and produce recyclable packaging, you increase your chances of becoming a supplier to private-label brands of European retail chains.

Olive Oil Tips:

- If you would like to market blended olive oils as branded consumer products, be sure that your products meet the sensory (organoleptic) properties of olive oil, as demanded in The Netherlands. In Europe as a whole, olive oil blends have a mild organoleptic profile (not too strong, not too weak). Develop expertise and skills in blending and quality control in order to ensure your ability to offer oils with this profile consistently throughout the year.
- Develop a strong marketing story for your olive oil. This is essential if you would like to enter the
 Dutch market for specialty oils, in addition to ensuring a high-quality product and complying with
 the European law. As a marketing element, your product story could possibly include:

 The origin of the olive oil, including elements of the producing communities
 Traditional and/or current production methods
 Environmental and social impact (substantiated with certificates)
- In order to be marketed as 'organic' in The Netherlands (or in any other country in the European Union), a product must comply with the EU (Council Regulation (EC) No 834/2007 and Commission Regulation (EC) No 889/2008 (OJ L-250 18/09/2008) for organic production and labelling. Claims of 'Natural', 'Pesticide free' or 'Organic by default' are not valid without organic certification.
- Always consult your buyers with regard to your options for complying with organic certification.

Dates Tips:

- Ensure that you can supply stable supplies of dates, both in quantity and quality. Link up with sector associations or other producers/cooperatives if you cannot reach the required volumes by yourself.
- Make sure that you are a reliable and accessible partner. Adhere to your agreements and make sure you are easy to contact, for example e-mails should be responded to within one nor two days.
- Develop treatments and techniques to solve pest problems and treat diseases for date palms.
- Do not use the fumigant methyl bromide, as this has a harmful effect on human health and the environment.
- Prevent or treat dates for product infestation, for example with CO2 treatments.
- Invest in packaging facilities, staff and materials to ensure consistent packaging of dates.
- Use the healthy food trend and the nutritional composition of dates as a unique selling point for your dates (high in fibre and minerals). Promote them as healthy snacks.
- Add value to your dates and set them apart from competition by adding recipes, investing in storytelling and marketing communication, showing the final consumer where and how your dates have been produced (label, website, social media).

Fresh Herbs Tips:

- Include in your marketing materials which different fresh herbs you can export at the same time. Buyers often buy a range of herbs from the same suppliers.
- Be aware that you can expect competition from a wide range of suppliers, in the Mediterranean,
 Africa, Asia and South America. Be aware that you will face competition from growers in countries
 such as Kenya, Ethiopia and Israel, who already supply fresh herbs to The Netherlands and other
 European countries.
- If you can differentiate your product on the market, you can improve your competitive position. As a fresh herbs supplier, you have several options for doing this. Examples include complying with organic certification, adding recipes for your products, as well as marketing communication in

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general. Add further value by investing in storytelling and marketing communication, showing the consumer where and how your herbs have been produced (label, website, social media) or by compensating for the emissions during the long transportation of your fresh produce. You can also improve your competitive position if you can meet the interest of Dutch consumers in good social and environmental practices by adding such information to your product.

- Try to differentiate your product on the market and compete on added value, such as herbs with organic certifications, that are sustainably produced or which are ready-to-cook (pre-cut).
- Ensure freshness and quality of your products to compete with European suppliers of fresh herbs.
 Employ good post-harvest processes: store your products in clean containers in a clean warehouse, ensure hygienic grading and sorting conditions and apply strict sorting and grading standards. Store herbs at the right temperature. Refer to transportation requirements and the Buyer Requirements for more info. You also need logistic and planning skills to ensure that your products arrive fresh in The Netherlands.
- Make sure that you can trace your fresh herbs back to the farm that produced them and communicate this to your buyers. Increasing transparency helps build trust with buyers.



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