

RESPONDING OF THE CZECH REPUBLIC TO GLOBAL CHALLENGES IN AGRI - FOOD SECTOR

CZECH FOODSTUFF INDUSTRY AND TRADE IN EU
CONDITIONS

FEDERATION OF THE FOOD AND DRINK INDUSTRIES OF THE CZECH REPUBLIC

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CONTENT OF PRESENTATION

• CZECH FOOD INDUSTRY – MAIN CHALLENGES PREPARATION FOR CHANGES (START IN 1997)

MAIN PRIORITIES OF FOOD PRODUCTION



CZECH FOOD INDUSTRY – MAIN CHALLENGES PREPARATION FOR CHANGES (START - 1997)

- HARMONISATION OF EU LEGISLATION
- TRANSFORMATION IN MARKET ECONOMY
- INSTITUTION BUILDING



HARMONISATION OF EU LEGISLATION

- WHITE LIST OF FOOD (ADOPTED BEFORE ACCESSION TO EU - 1st MAY 2004)
- FOOD LEGISLATION
 - PLANED ECONOMY

 ALL ACTIONS NOT ALLOWED BY LAW ARE FORBIDDEN

 PRODUCTION ONLY I ACCORDANCE WITH STANDARDS DEFINING
 PARAMETERS (NATIONAL STANDARDS, APPROVED COMPANY
 STANDARDS)
 - MARKET ECONOMY

 ALL ACTIONS NOT FORBIDDEN BY LAW ARE ALLOWED

 LEGISTATION IS REGULATING ONLY SAFETY CRITERIA AND PROTECTING

 QUALITY LABELS



TRANSFORMATION IN MARKET ECONOMY

FOOD QUALITY

- PLANED ECONOMY

 QUALITY DEFINED BY AUTHORITY

 AVERAGE FOOD QUALITY

 CONSUMER IS PROTECTED BY THE WEAK SELECTION
- IN THE MARKET ECONOMY

 QUALITY DEFINED BY CONSUMER (MARKET)

 PRODUCTS AND PRICE DIFFERENTIATION (HIGH QUALITY LOW END PRODUCTS)

 CONSUMER PROTECTED MAINLY BY TRUE LABELING

 (CONSUMER KNOWLEDGE IS NEEDED)



INSTITUTION BUILDING

COMPETENT AUTTHORITY FOR ADMINISTRATION

STATE AGRICULTURE INTERVENTION FUND (MOA)

COMPETENT AUTHORITIES OF OFFICIAL CONTROLS - FOOD SAFETY

CZECH AGRICULTURAL AND FOOD INSPECTION AUTHORITY (MOA)

STATE VETERINARY ADMINISTRATION OF THE CR (MOA)

STATE PHYTOSANITARY ADMINISTRATION (MOA)

CENTRAL INSTITUTE FOR SUPERVISING AND TESTING IN AGRICULTURE (MOA)

BODIES OF PUBLIC HEALTH PROTECTION (MOH)

INSPECTION OF ENVIRONMENT (ME)



INSTITUTION BUILDING (ACCESS to FUNDS)

EAFRD (EUROPEAN AGRICULTURAL FUND FOR RURAL DEVELOPMENT)

ADMINISTRATION FOR MOA – STATE AGRICULTURE INTERVENTION FUND (SAIF), ESTABLISHED 1.5. 2004

OPEI (OPERATIONAL PROGRAMME ENTERPRISE AND INNOVATIONS – ADMINISTRATION MIT)

EFRD (EUROPEAN FUND FOR REGIONAL DEVELOPMENT – ADMINISTRATION MRD)

ESF (EUROPEN SOCIAL FUND – ADMINISTRATION MLSA)



MAIN PRIORITIES OF FOOD PRODUCTION

- FOOD AND HEALTH
- FOOD AND CONSUMER
- PRODUCTION AND FOOD QUALITY
- FOOD SAFETY (EU Standards)
- ACCESS TO FUNDS (OP Ministry of Industry and Trade ERDF, ESF, EAFRD, State Aid)
- COMMUNICATION
- GENERAL FOODSTUFFS EXPORT OFFERS



FOOD and HEALTH

NUTRITION LABELLING SCHEME

 CURRENT DISCUSSION ABOUT THIS ITEM ACCROSS ALL EU MEMBER STATES

GDA (Guideline Daily Amounts)

- PRESENT ENERGY AND NUTRIENTS IN A PORTION
- GDA LABEL MAKES EASIER ORIENTATION OF DAILY NUTRITION NEEDS FOR CONSUMERS

PROMOTION OF HEALTH LIVE STYLE



FOOD and CONSUMER

RETAIL CHAINS

- PROBLEM WITH SIGNIFICANT MARKET POWER
- UNBALANCED RELATIONS BETWEEN SUPPLIER AND CUSTOMER

MAINTENANCE OF EUROPEAN STANDARDS - MAIN ASPECT OF FOOD SAFETY OF THE EU (IN CONTEXT OF GLOBAL LIBERALISATION OF WORLDTRADE)



FOOD QUALITY - COMPETITION GROWTH

EU LEVEL

- PGI (PROTECTED GEOGRAFICAL INDICATION)
- PDO (PROTECTED DESIGNATION OF ORIGIN)
- TSG (TRADITIONAL SPECIALITY GUARANTEED)

NATIONAL LEVEL

BRAND OF QUALITY "KLASA"



REGIONAL BRANDS OF QUALITY

PROMOTION



FOOD SAFETY

WHY TO PUT EMPHASIS ON FOOD SAFETY?

- IT CONCERNS EVERYONE
- 91% OF EU POPULATION EXPRESS INTEREST IN IT
- HAS DIRECT IMPACT ON:
- 1. THE QUALITY AND LENGTH OF LIFE
- 2. POPULATION HEALTH

REQUIRES GOOD COMMUNICATION

- AMONG MINISTRIES
- WITH FFDI AND THE OTHER NON-GOVERNMENT ORGANISATIONS
- WITH EXPERT AS WELL AS GENERAL PUBLIC

INFORMATION BASED ON SCIENTIFIC FINDINGS



COMMUNICATION

LOOKING FOR NEW MARKET DESTINATION (PROMOTION ACTIVITIES)

LOOKING FOR NEW CONTACTS

(EXIBITIONS, INTERNATIONAL TRADE FAIRS, VARIOUS KINDS OF PROMOTION, TRADE DEPARTMENTS OF EMBASIES, ETC.)



KEY CHALLENGES

- ENSURING THE HEALTHY CHOICE
- DEVELOPING A QUALITY FOOD PRODUCTS
- FOOD LABELING
- ASSURING SAFE FOODS FOR CONSUMERS
- ACHIEVING SUSTAINABLE FOOD PRODUCTION
- MANAGING THE FOOD CHAIN
- SUSTAINABLE ABILITY TO COMPETE



Thank you for your attention

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