

FSC ALIGNED FOR EUDR DIGITAL LANDSCAPE





**Please save questions
for the Q&A at the end**

Fingers crossed for resolution!



On December 3rd the EU Commission and the EU Parliament seemed to agree on:

- 1 year delay until 31 Dec 2025, conditioned by:
 - Fully functioning information system (EU Traces)
 - Risk designations for all countries ready no later than 6 months before deadline. (End June 2024)
 - Possibility to add simpler requirements in the future for countries with proven sustainable forest management.

Until we know for sure on December 18-19th:

Making sure we are prepared for the potential pivots

Supporting compliance – FSC Aligned for EUDR



FSC Aligned Certification for EUDR

Components:

- FSC Regulatory Module
- FSC Risk Assessment Framework

Supported by FSC Risk Hub

FSC Certification

Forest Management
& Chain of Custody
Certification



FSC Aligned Reporting for EUDR

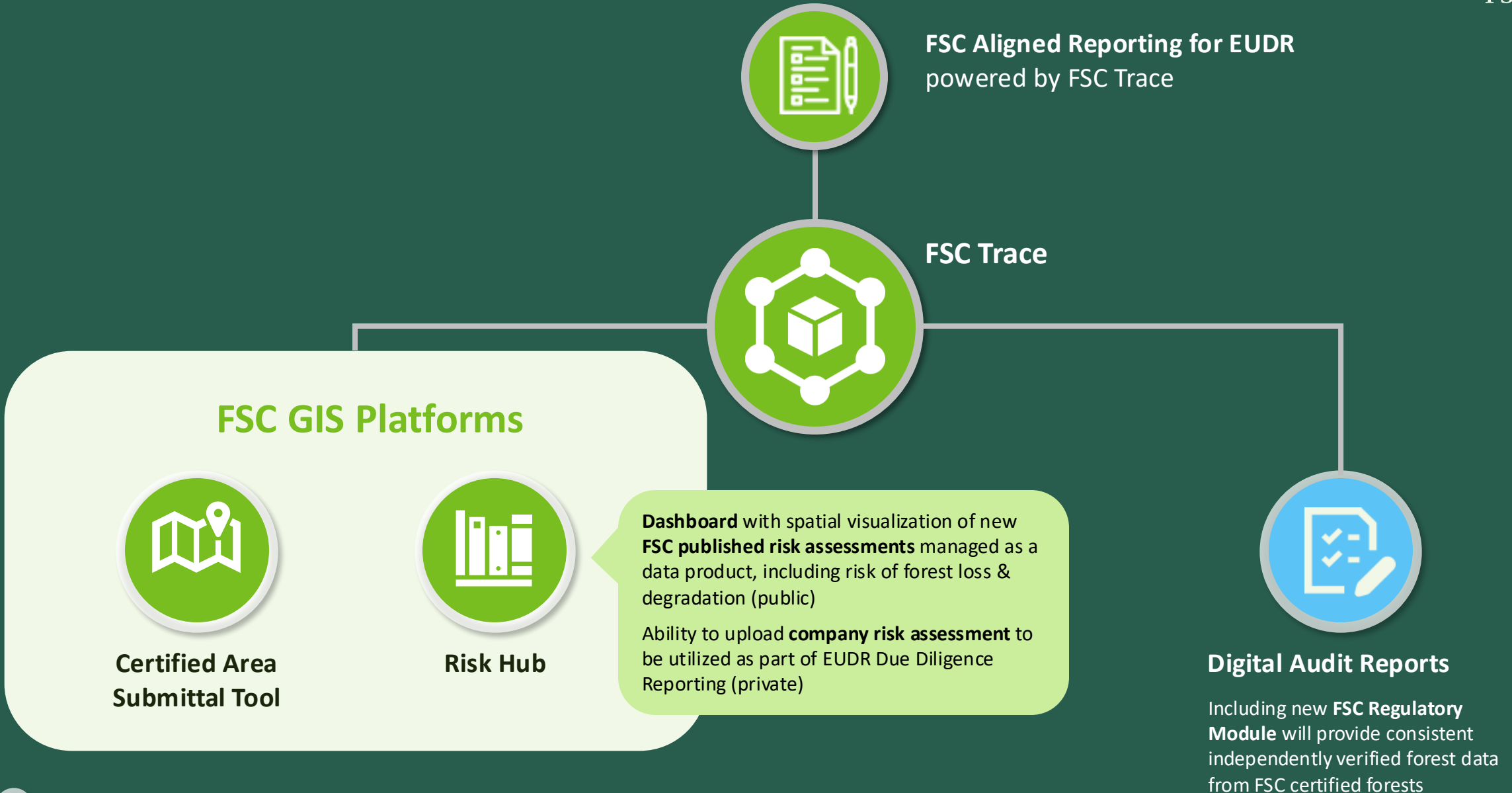
Components:

- Due Diligence Report
- Due Diligence Statements

Powered by FSC Trace



The upcoming FSC Digital landscape



 Existing system to be upgraded

 System under development / roll out

The upcoming FSC Digital landscape



FSC Aligned Reporting for EUDR
powered by FSC Trace



FSC Trace

Connects forest data to intermediate & final products.

- Tracking a product from one CH to the next
- Supporting FSC Certification compliance
- Managing data sharing of key data points such as geolocation and time of harvest.

FSC GIS Platforms



Certified Area Submittal Tool



Risk Hub

Dashboard with spatial visualization of new **FSC published risk assessments** managed as a data product, including risk of forest loss & degradation (public)

Ability to upload **company risk assessment** to be utilized as part of EUDR Due Diligence Reporting (private)



Digital Audit Reports

Including new **FSC Regulatory Module** will provide consistent independently verified forest data from FSC certified forests



Existing system to be upgraded



System under development / roll out

The upcoming FSC Digital landscape

FSC Aligned Reporting for EUDR

Compiles **Due Diligence Reports** combining data from FSC Risk Hub and FSC Trace.





FSC CERTIFIED AREA SUBMITTAL TOOL

Digital Mapping of FSC-Certified Forests

FSC is launching a GIS tool to improve transparency in forest certification.



In **2026**, Forest Management Certificate Holders will be required to submit digital maps of their certified lands as part of **Motion 61/2021**, aligning FSC with **growing demands for openness and credibility**.

This is the **Certified Area Submittal Tool** – this tool is **voluntary** and only mandatory after the Advice Note.



CERTIFIED AREA SUBMITTAL TOOL



Certificate holders are **not** obliged to allow FSC to publish their maps publicly.



Public map to show FSC-certified areas for those who **consent to have it published.**



Public Web Map: What it could look like



WHY IT MATTERS



FSC Trace will “speak”
with this tool



FSC Trace will ping to check that
area is within certified area
before accepting the claim



NEXT STEPS



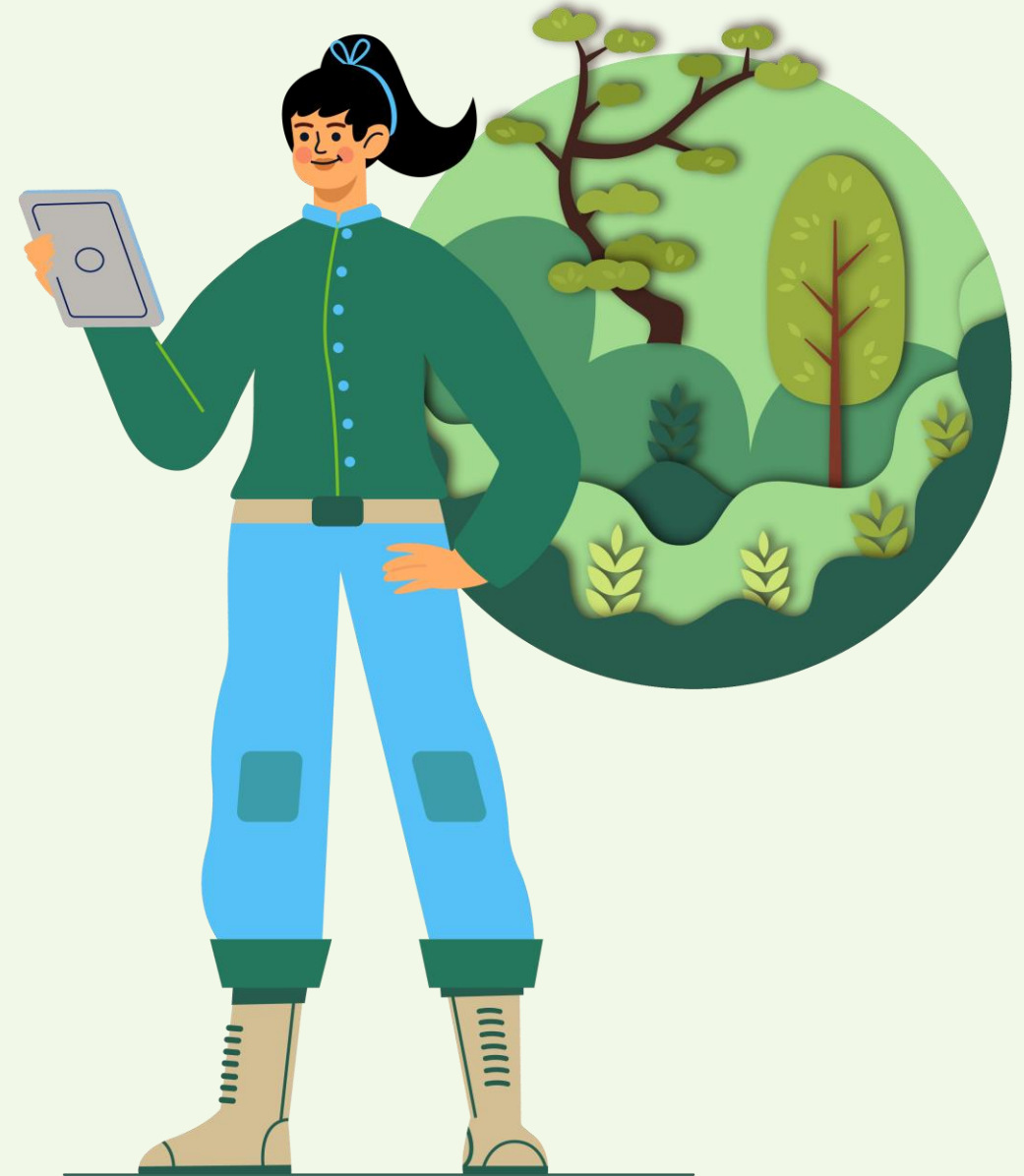
Testing of the tool to enhance features and ensure usability. Join the testing!



Explanatory material and features to **support users unfamiliar with GIS**



Release **Advice Note** after tool is ready





FSC RISK HUB

FSC Risk Assessment Framework



Reminder that FSC has published a **new Risk Assessment Framework**



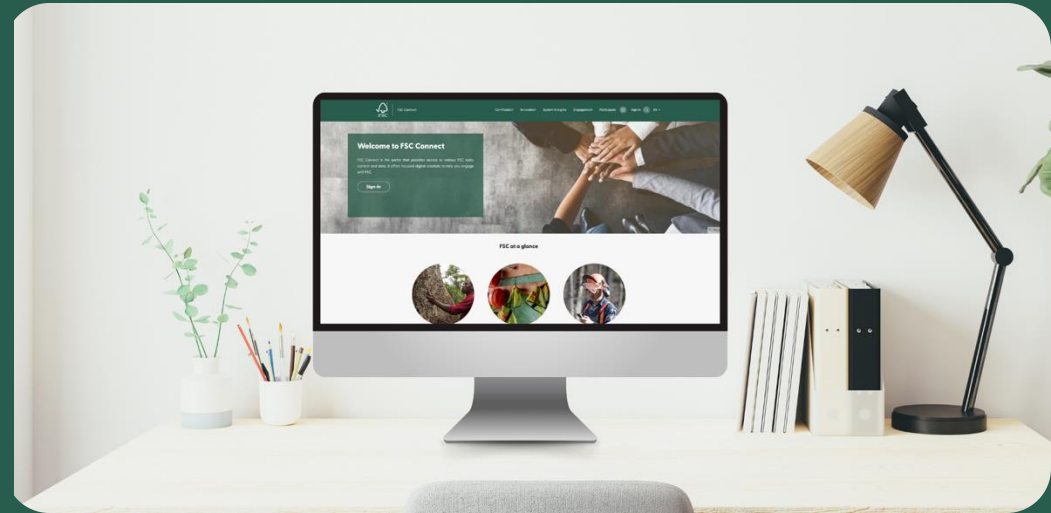
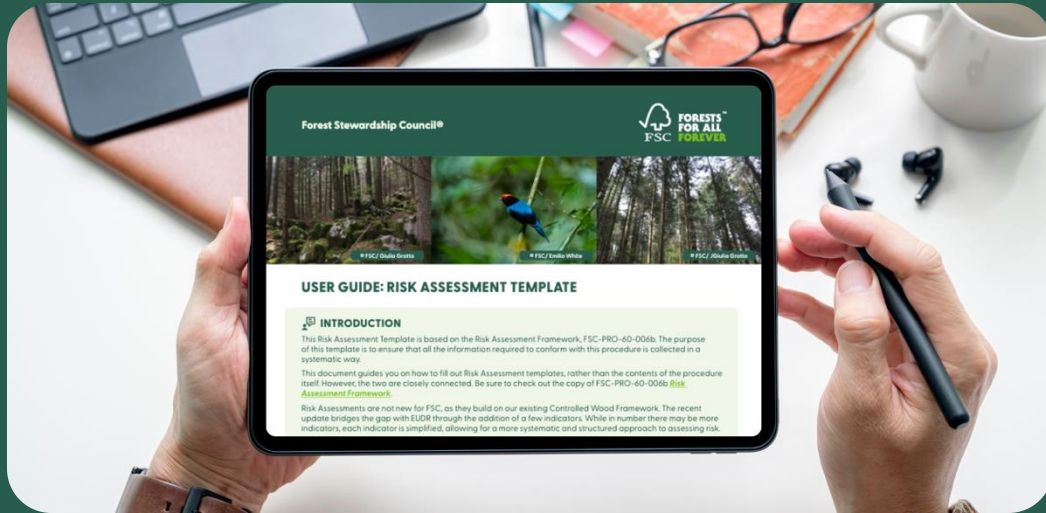
It sets the framework
for how to **assess and
mitigate risk
of sourcing**

FSC Risk Assessment Framework



The updated FSC Risk Assessment Framework is now also for **users of FSC's Regulatory Module** to support sourcing in compliance with EUDR

FSC Risk Assessment development is underway



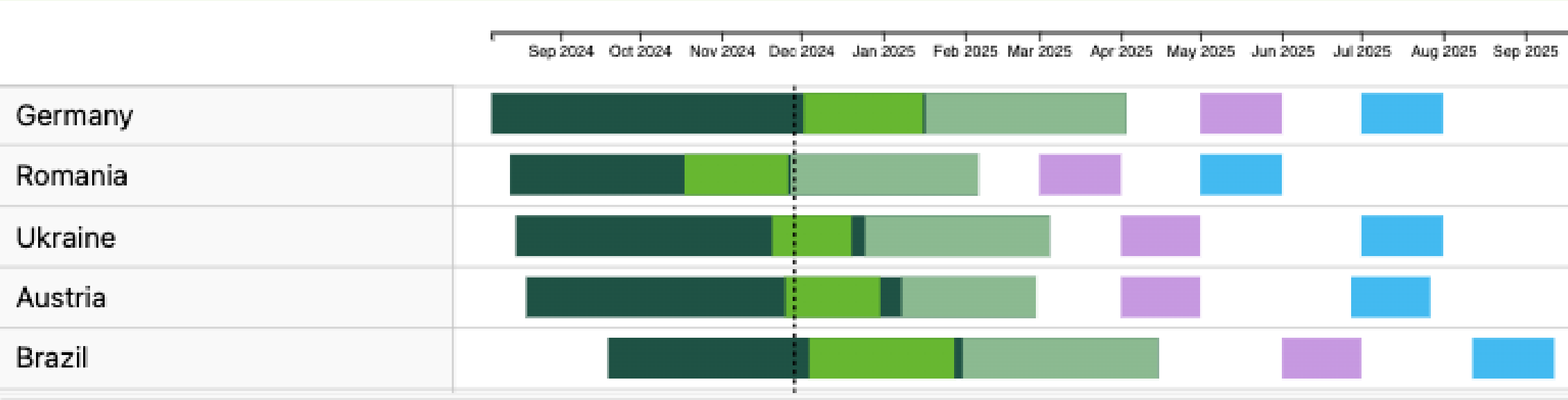
We have **40 FSC Risk Assessments** already underway with more to come

We have a dashboard on **FSC Connect** to track this development

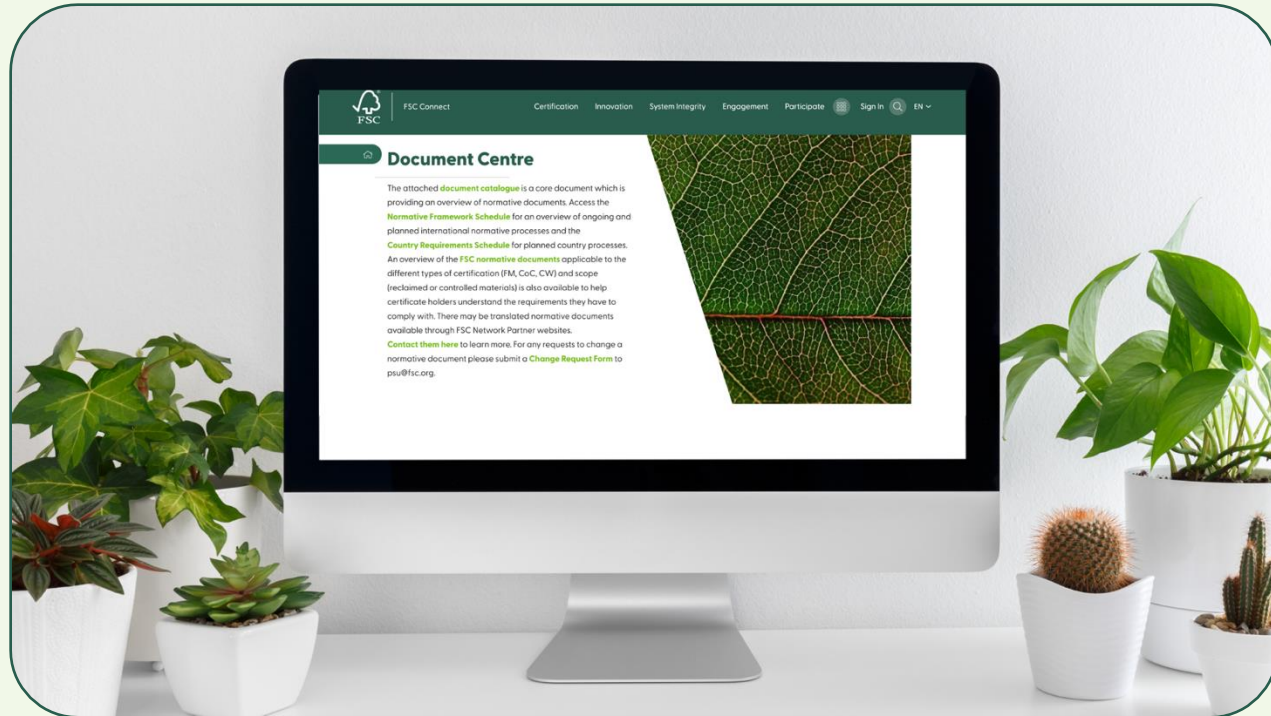
FSC Country Requirements Schedule



The public can see **the progress of FSC Risk Assessment development**. In addition, interested stakeholders can sign up to stay informed on upcoming consultations.



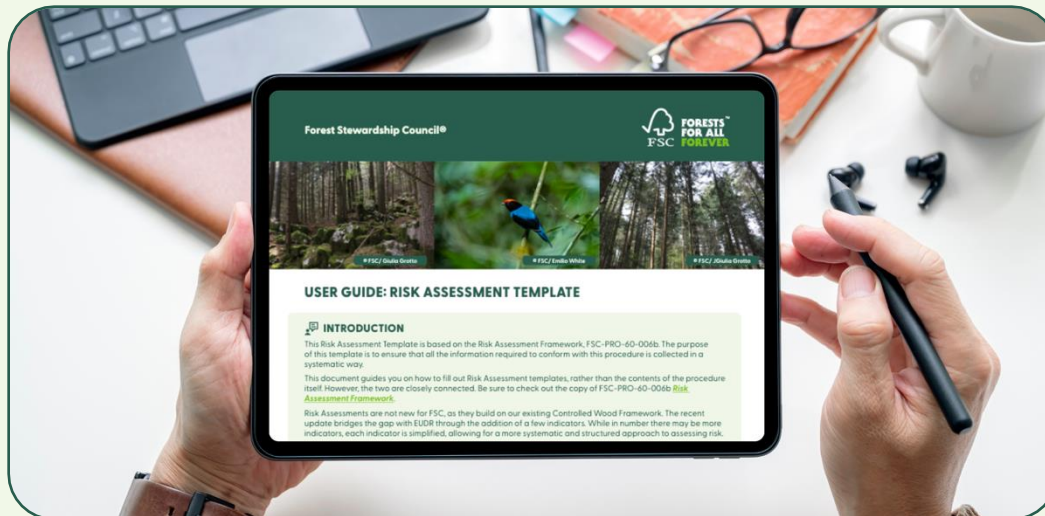
Where will finished FSC Risk Assessments go?



FSC Risk Assessments will be published on the **FSC Document Centre**.

They will also be more interactive and accessible in the **FSC Risk Hub**

The **FSC Risk Hub** presents Risk Assessments based on the **FSC Risk Assessment Framework**.

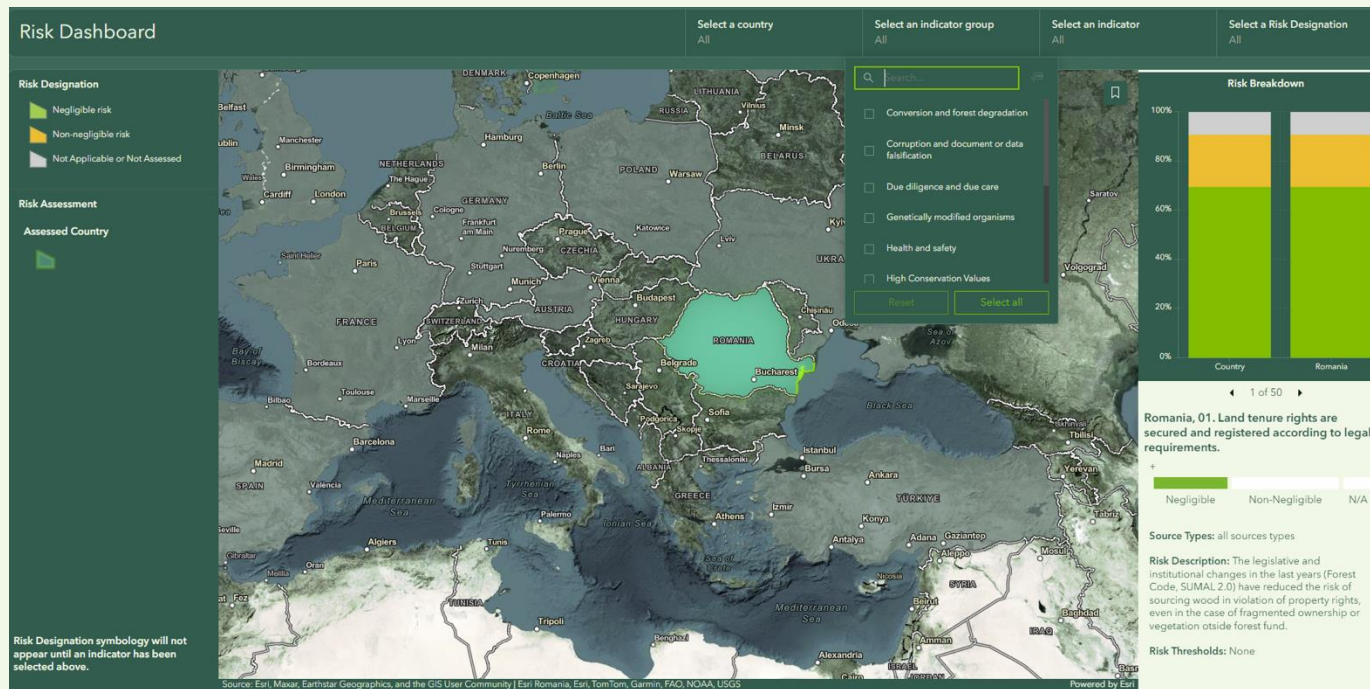


It is a **visualization** of the results from the **Risk Assessment Template**.

FSC Risk Dashboard: How it looks



Will include at least two view features: **Map and Table view**



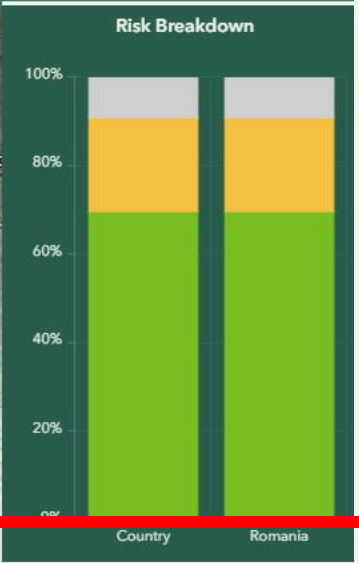
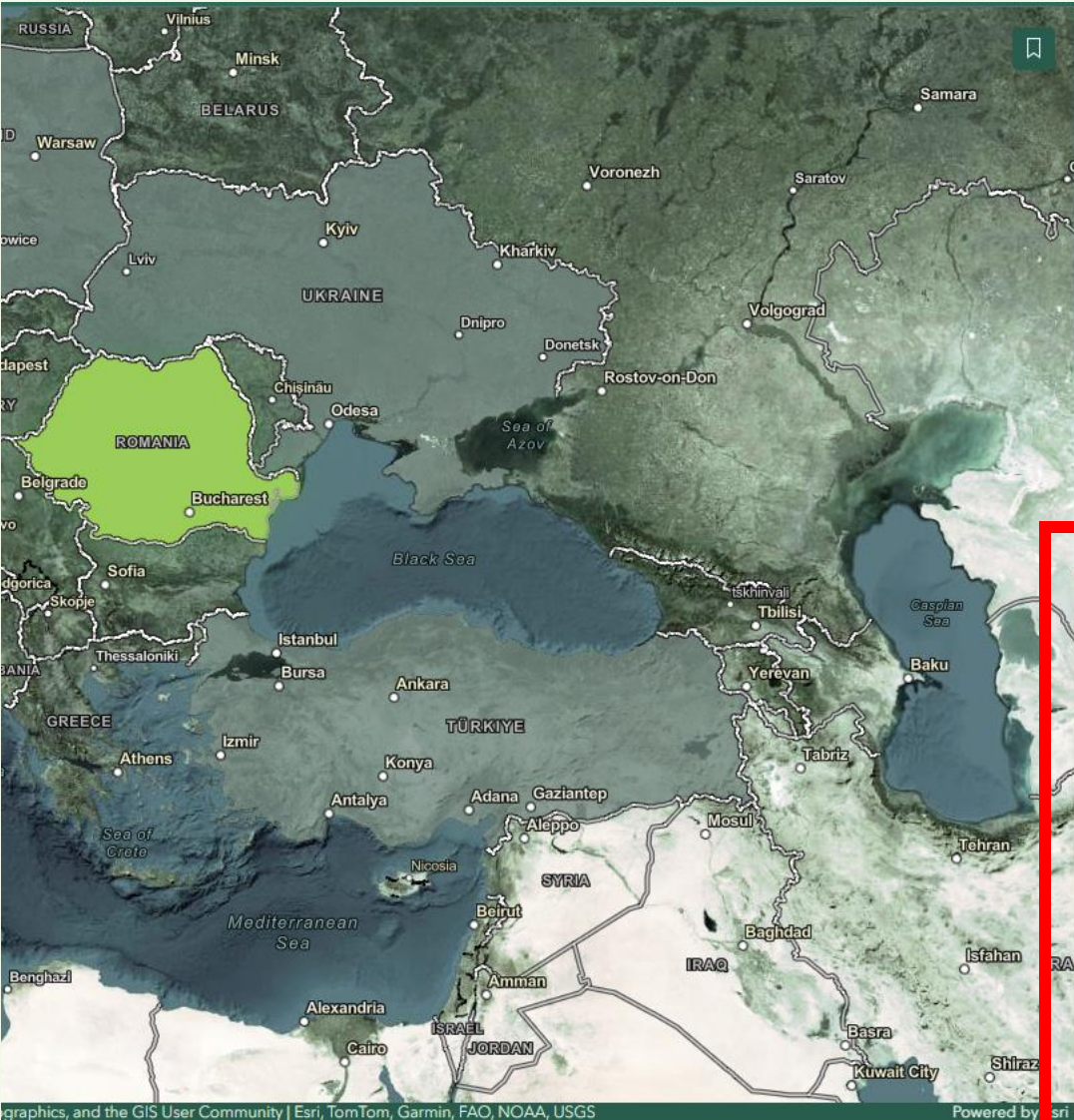
The Map View

provides a general overview of the data using maps and basic charts to show an overview of risk at a national and subnational scale.

FSC Risk Hub: Sample data



Looking at Romania as an example with sample data, you can see how risk is presented per indicator.



Country Romania

3 of 21

Romania, 01. Land tenure rights are secured and registered according to legal requirements.

+

Negligible Non-Negligible N/A

Source Types: all sources types

Risk Description: The legislative and institutional changes in the last years (Forest Code, SUMAL 2.0) have reduced the risk of sourcing wood in violation of property rights, even in the case of fragmented ownership or vegetation outside forest fund.

Risk Thresholds: None

What about certificate-holder Risk Assessments?



FSC is prioritizing
FSC-led Risk Assessments



Generating and uploading data to the FSC Risk Hub by certificate holders is **to be re-assessed based on final EUDR outcomes.**



FSC Risk Hub: Presenting confirmed data



The FSC Risk Hub is presenting data only from **FSC Risk Assessments** that have been **consulted**. The FSC Risk Hub will be available after Q2 2025 when the first FSC Risk Assessments are published. The Risk Dashboard will be publicly available.





FSC TRACE



**The biggest question first:
when will I have access?**

Fingers crossed for resolution!



On December 3rd the EU Commission and the EU Parliament seemed to agree on:

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 - Risk designations for all countries ready no later than 6 months before deadline. (End June 2024)
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Until we know for sure on December 18-19th:

Making sure we are prepared for the potential pivots

Extra time means translates into quality build



Extra time means extra time for testing

Scaled back to start with simple supply chain setups.



Moved to iterative releases.

Regular release of features in sprint cycles.



Feature roadmap will be publicly available.



Survey before onboarding will help assess platform readiness.

Want to provide input on which features are most important first?
Feel free to take this survey



What does that mean for roll out of FSC Trace?

1

We are **onboarding early adopters** and their supply chains now.

They can still grow organically.

2

Onboarding **freeze** beyond these until we have final approval of EUDR.

3

Expected onboarding restart **early 2025**.

Onboarding order for FSC TRACE

We will onboard in groups. Each group can invite trading partners.

1. Priority access list
2. Forest managers
3. Traders
4. Everyone else

Anticipated full access Q1 2025.

Key knowledge points



VOLUNTARY IMPLEMENTATION

The use of FSC Trace will be **voluntary** for all FSC license holders.



FSC TRACE CORE IS FREE OF CHARGE

FSC will not charge for the use of the core functionality of FSC Trace.

We do not set audit costs, but it is intended that FSC Trace will make CoC auditing more efficient.



PREMIUM FEATURES LIKELY

Some premium features may be made chargeable in the future. Which features may be chargeable and their price is as yet undetermined.



FOCUS ON FSC CERTIFIED PRODUCTS

FSC Trace is intended to be used for FSC certified products.

It can handle all types of FSC products (FSC 100%, FSC MIX, FSC CW, FSC MIX Credit, etc.)



WORKING ON INTEROPERABILITY

We aim to support interoperability with other traceability platforms and with the EU platform Traces.

How you might get involved as soon as possible



Invitation from companies already in the trials

Current trial participants may invite up to 3 partners each.

During roll out each invited certificate holder can invite their trading partners.



Sign up for priority access

Indicate interest in access via our online form.

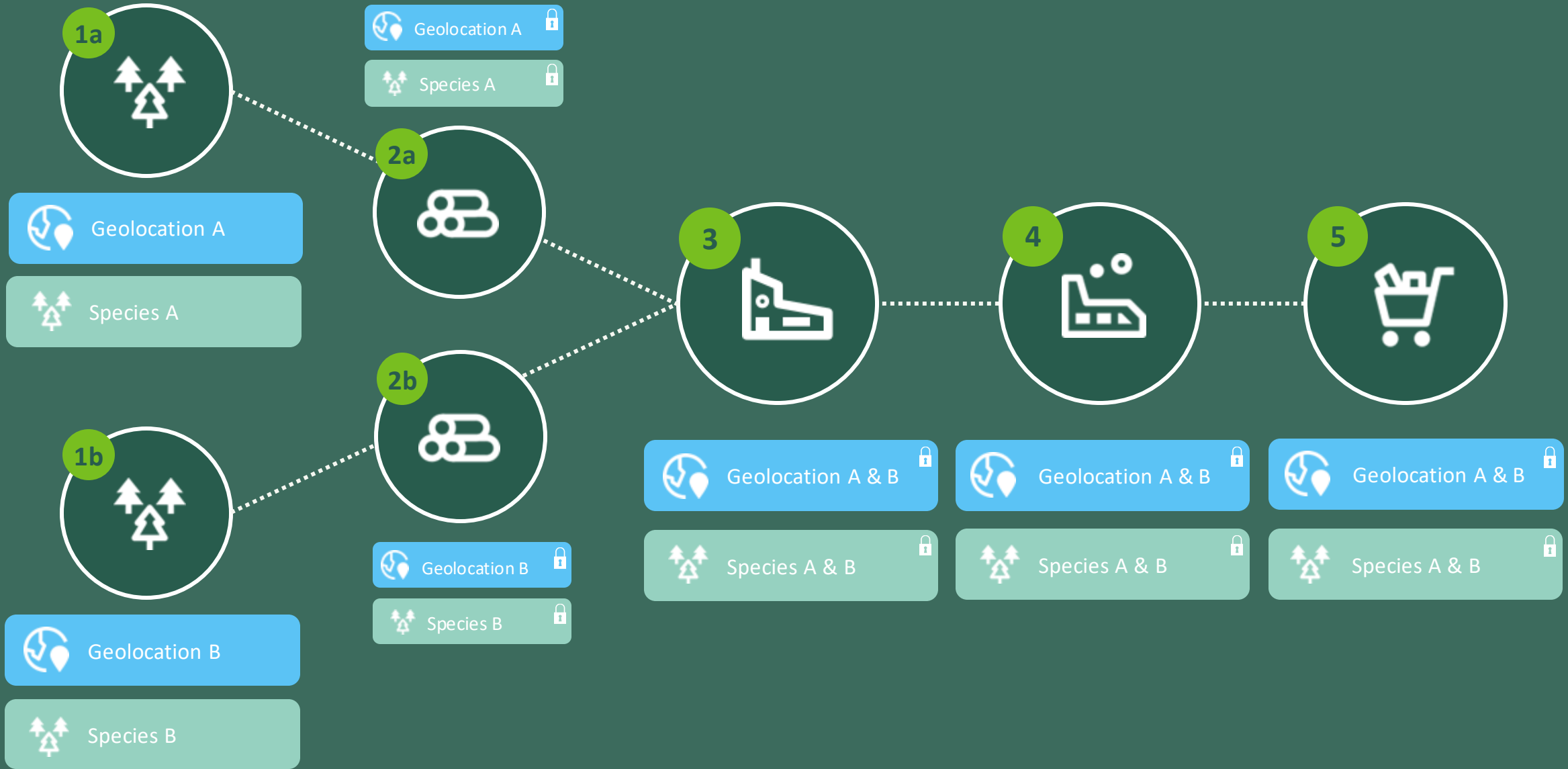


Exploring integrations

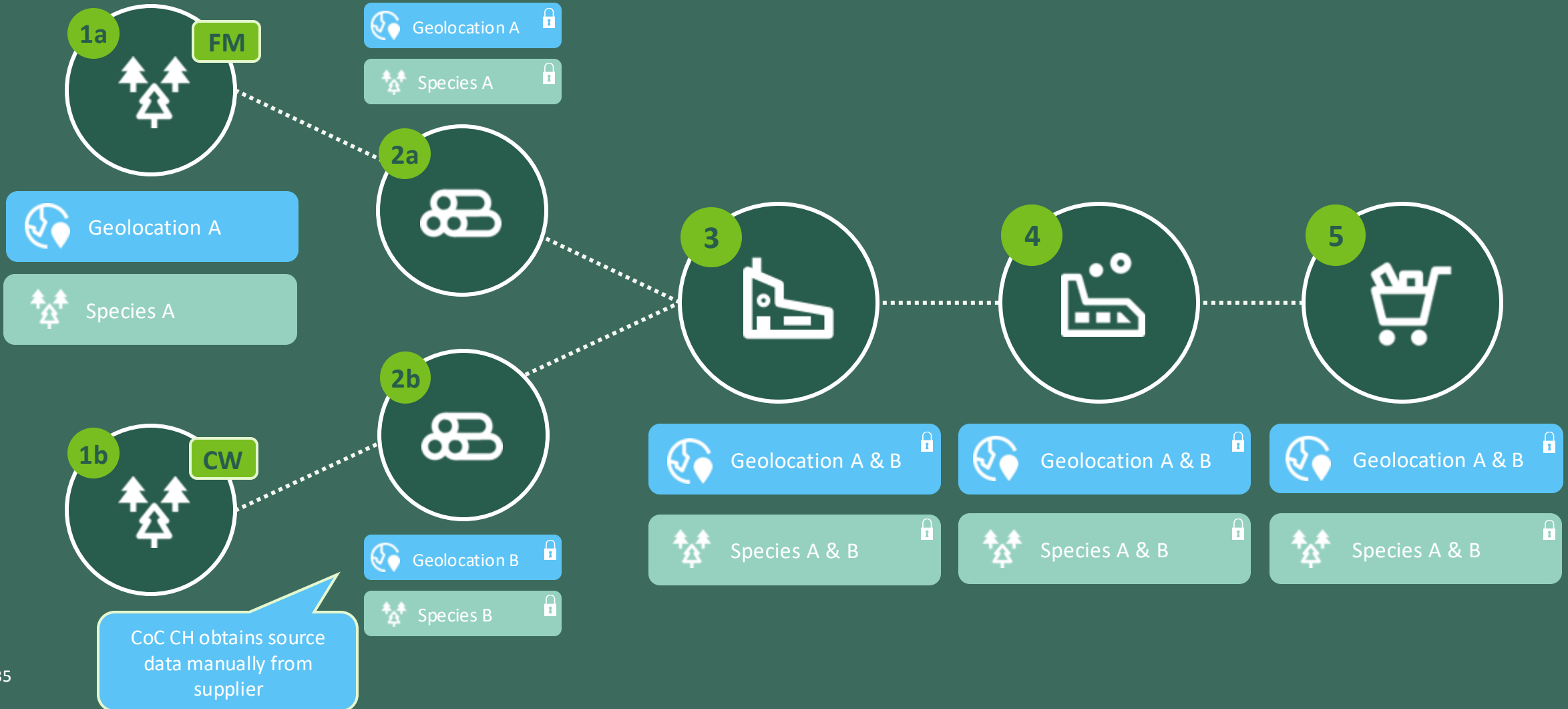
Info sessions for potential tech partners. Register interest here. (Tech partners only)



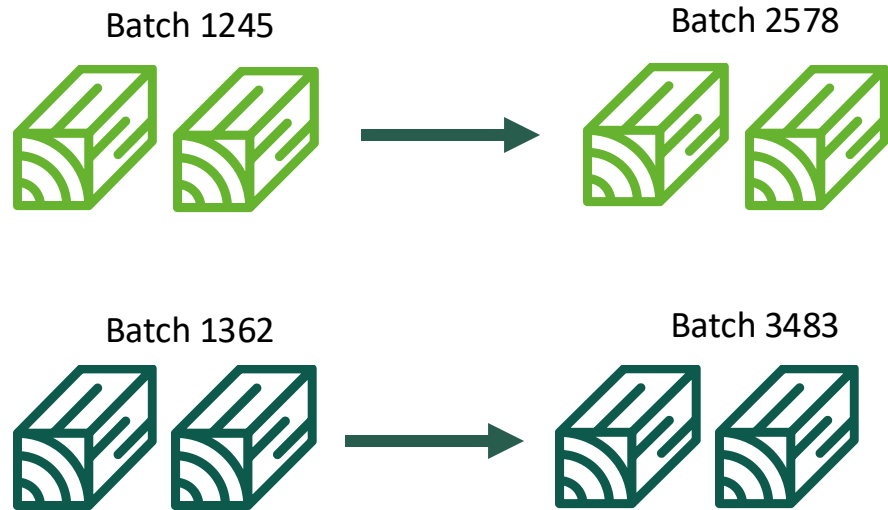
We can combine data in composite products



For FSC Controlled Wood we capture the source data later in the chain



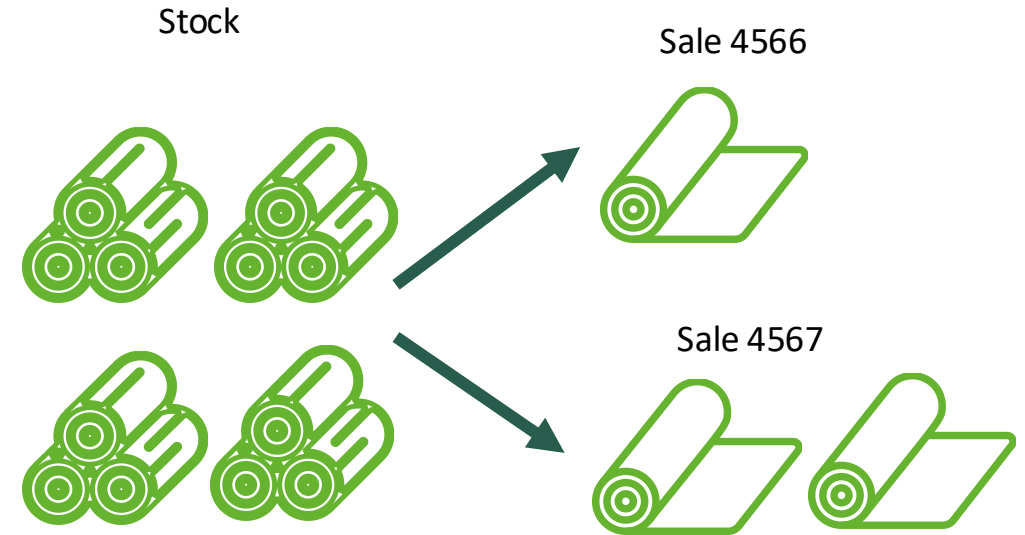
Processing: Batched v Continuous Operations



Batched Operations

(typically use Transfer materials accounting system)

- ❖ Apply mainly to discrete products – you do not sell half a table
- ❖ Can track exactly which inputs (delivered batches) feed into which outputs (manufacturing batches)



Continuous Operations

(typically use either Percentage or Credit systems)

- ❖ Apply mainly to sub-dividable products – you could buy 0.675l of liquid rubber
- ❖ Inputs all mixed in together so exact traceability not possible
- ❖ Instead use date range to track possible input sources

Benefits of using FSC Trace



STATUS OF CERTIFICATION

Automatic verification of certification status of suppliers & their certificate scope.



AUTOMATED COC REPORTING

FSC Trace will create reports on

- Volume summary
- Species list
- Product group list



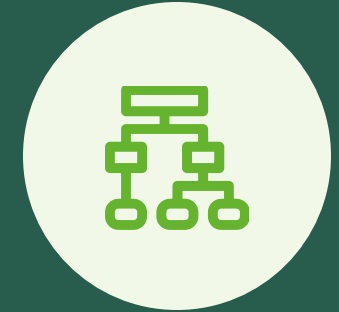
CREATE SPECIAL FIELDS

Users can create special fields and upload documents to attach to any given transaction.



EASY DATA SHARING

FSC Trace makes it easy to share data, e.g. harvesting location, with your downstream trading partners.



ALL DUE DILIGENCE DATA IN ONE PLACE

Everything you need to demonstrate due diligence collected together in one system.

Only one company on FSC Trace

All of a supply chain on FSC Trace

Sandbox mode available

We are making you able to play around and practice before you start uploading



DO INITIAL SETUP OF PRODUCTS AND TRADING PARTNERS

Your products and trading partners will carry over to the sandbox. We recommend that you upload your real ones, so you don't have to set your account up twice.



TEST WITH DUMMY TRADING PARTNER

The sandbox will contain a dummy trading partner, which you can test with.

You can also test with your real trading partners without trades being sent to them in real life.



TEST FUNCTIONALITY AND UPLOAD

Create dummy data and trades to play around with functionality.

None of it will be recorded to your actual blockchain. It therefore also will not be in your volume summary.



MOVE TO THE LIVE VERSION ONCE YOU ARE READY

When you have tested functionality and are ready, you can switch to the real blockchain and start uploading real transactions.

These will be part of your volume summaries and be submitted to trading partners who are also on FSC Trace.

How do I make best use of the time between now and my invitation to join?



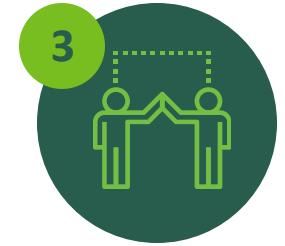
Ensure you've signed the eTLA

- Identify who is the owner of the FSC certificate in your organisation.
- They will be the one receiving the invitation.
- Ask this individual whether an eTLA has been signed. If not, ask your CB to initiate the process.



Test the bulk upload templates

- The 5 different data bulk update templates are available.
- You can prepare by filling the templates for product definitions and trading partners, so they are ready to upload.
- Test your internal data gathering for transaction templates.



Talk to your supply chain

- Coordinate with your supply chain on how you are each planning to get ready for EUDR.
- Check with the getting started steps on [fsc-eudr-journey.org](https://www.fsc-eudr-journey.org).



Bulk upload templates

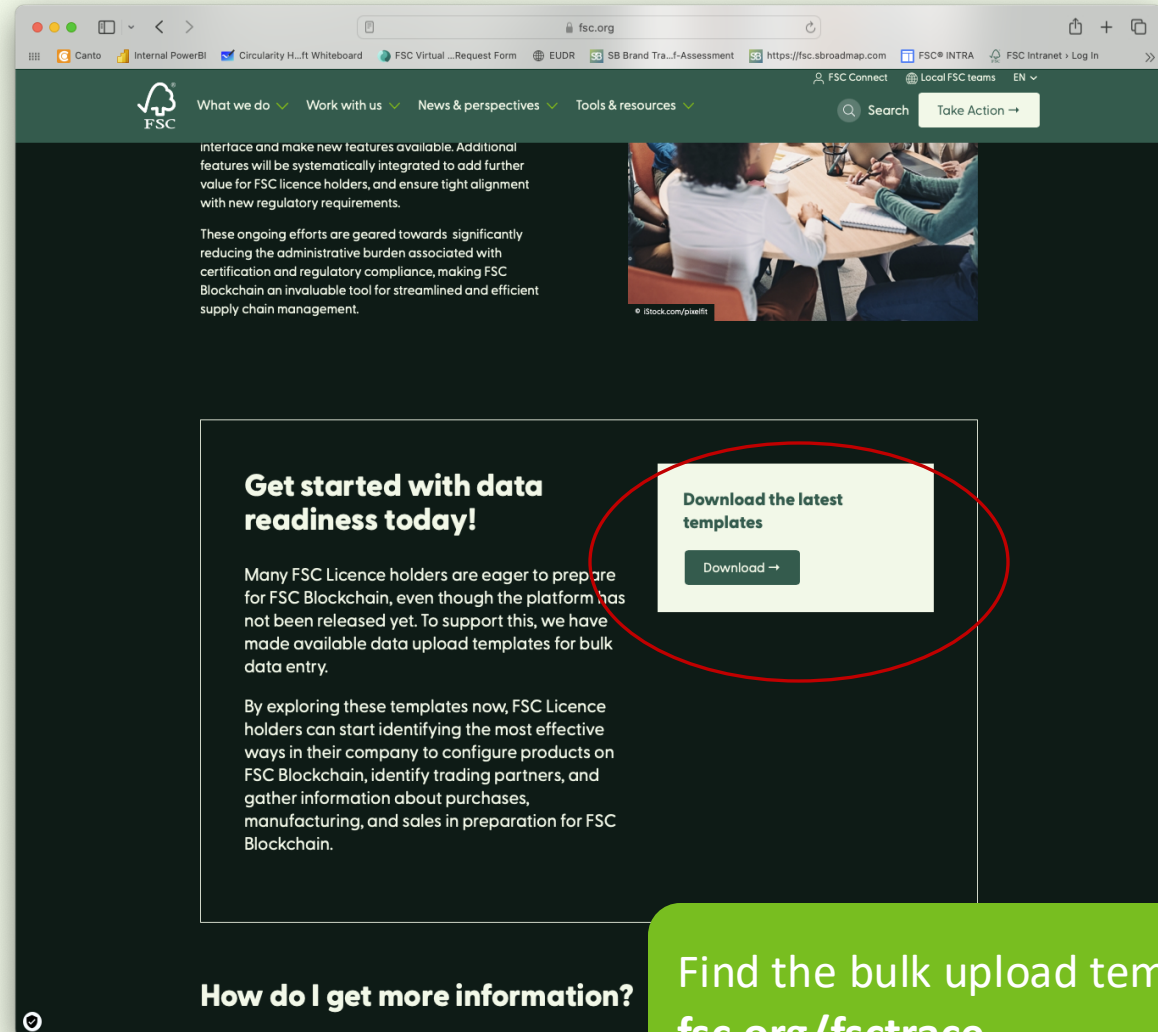


Bulk Upload templates

Bulk templates are released now on our website.

Using the templates companies can start preparing data structures.

We recommend downloading and testing against own data structures to ease onboarding later.



The screenshot shows the FSC website interface. At the top, there is a navigation bar with the FSC logo and menu items: "What we do", "Work with us", "News & perspectives", and "Tools & resources". A search bar and a "Take Action" button are also present. The main content area features a dark background with white text. A prominent call to action box is highlighted with a red circle, containing the text "Get started with data readiness today!" and a "Download the latest templates" button with a "Download" link. Below this, there is a paragraph of text explaining the availability of data upload templates for bulk data entry. At the bottom of the page, there is a footer with the text "How do I get more information?" and a green call to action button that says "Find the bulk upload templates on fsc.org/fsctrace".

Find the bulk upload templates on fsc.org/fsctrace

Bulk upload templates

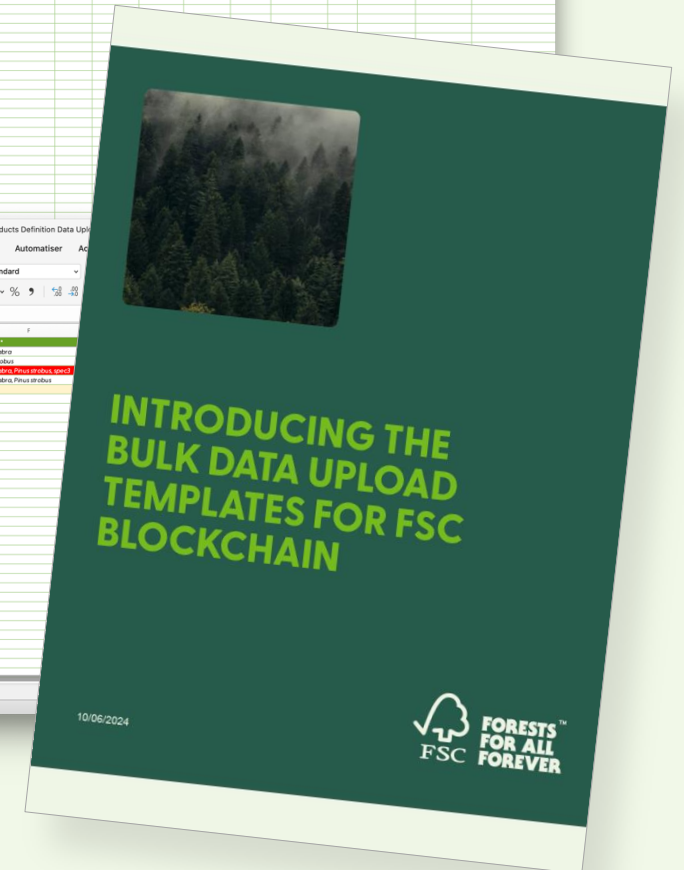
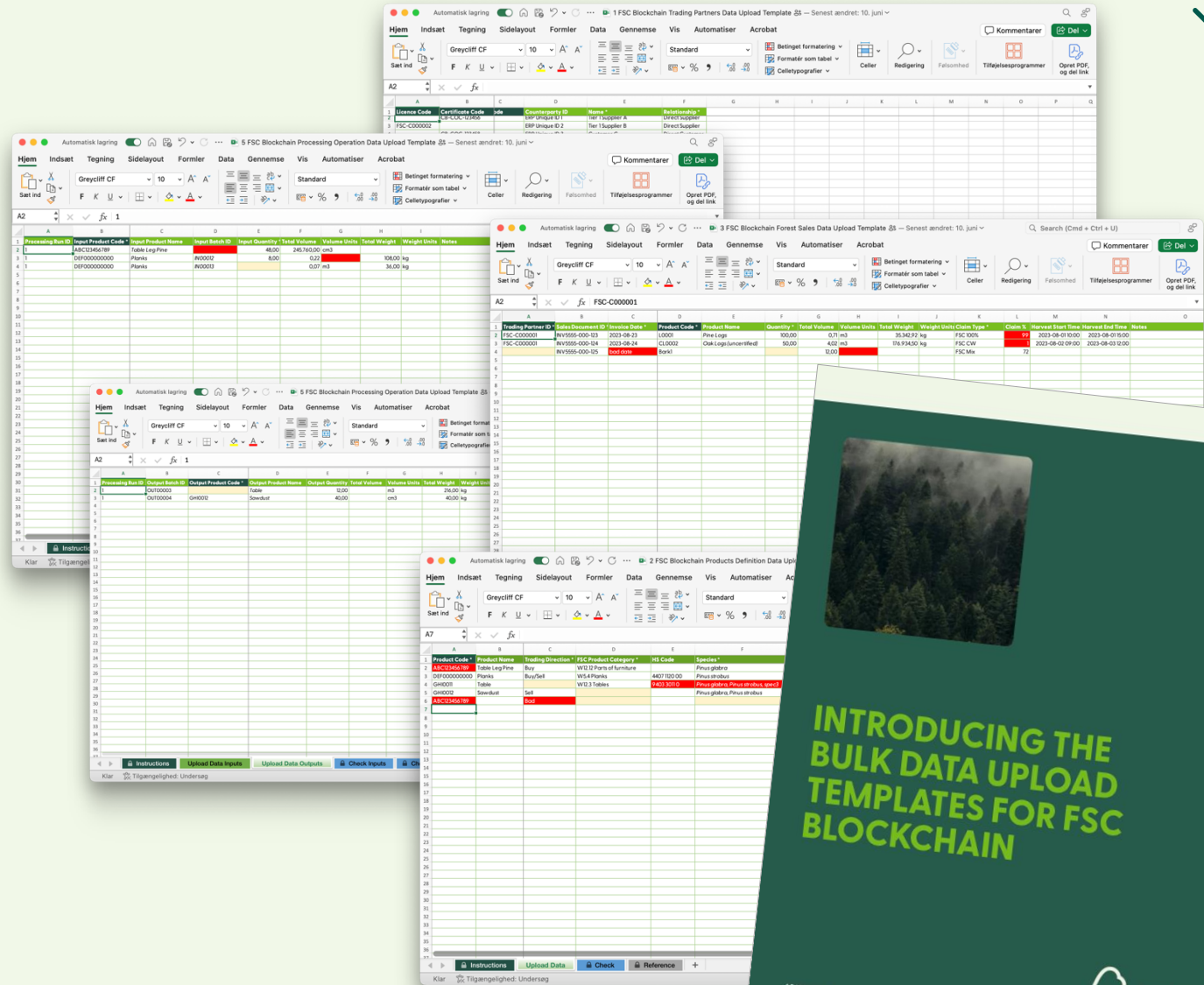


Bulk Upload templates

The package contains five templates and an instruction

The templates are

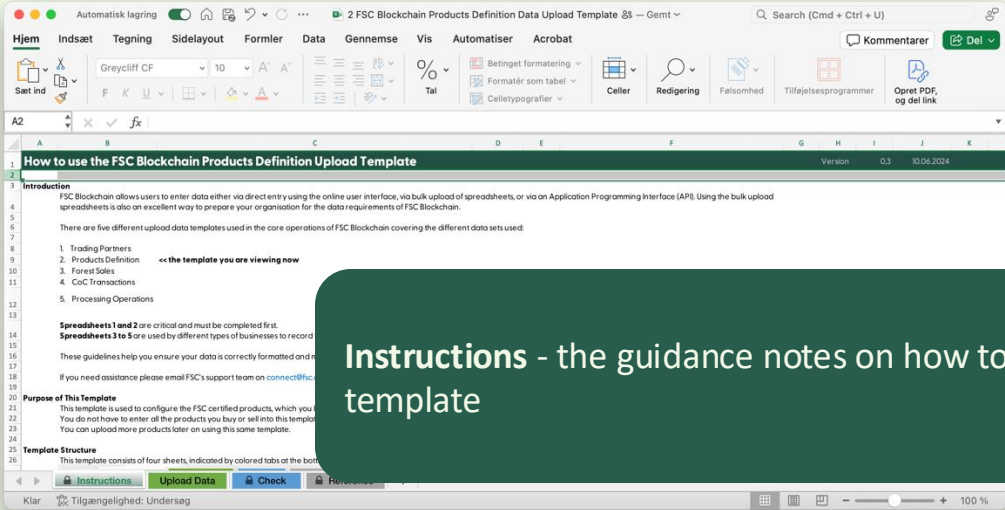
1. Trading Partners
2. Products Definition
3. Forest Sales
4. CoC Transactions
5. Processing Runs



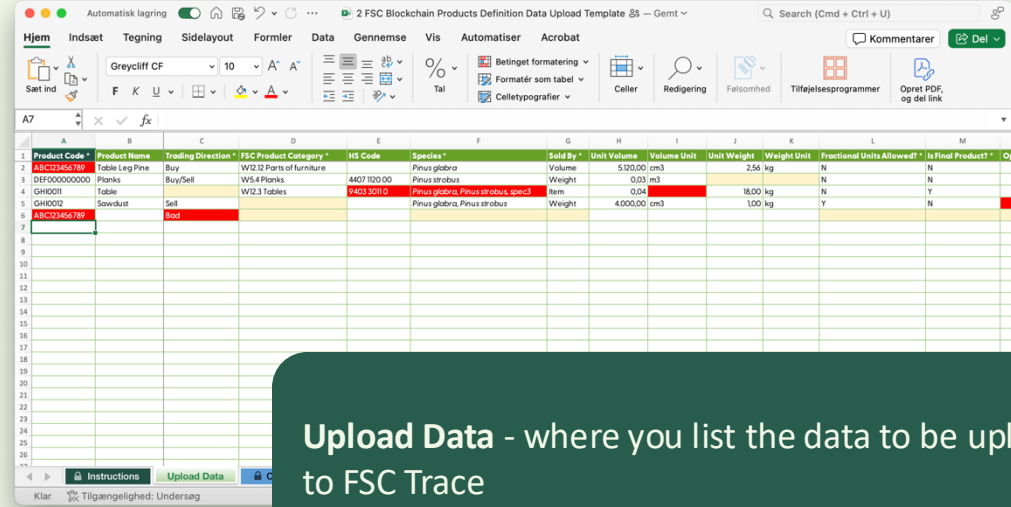
Bulk upload templates



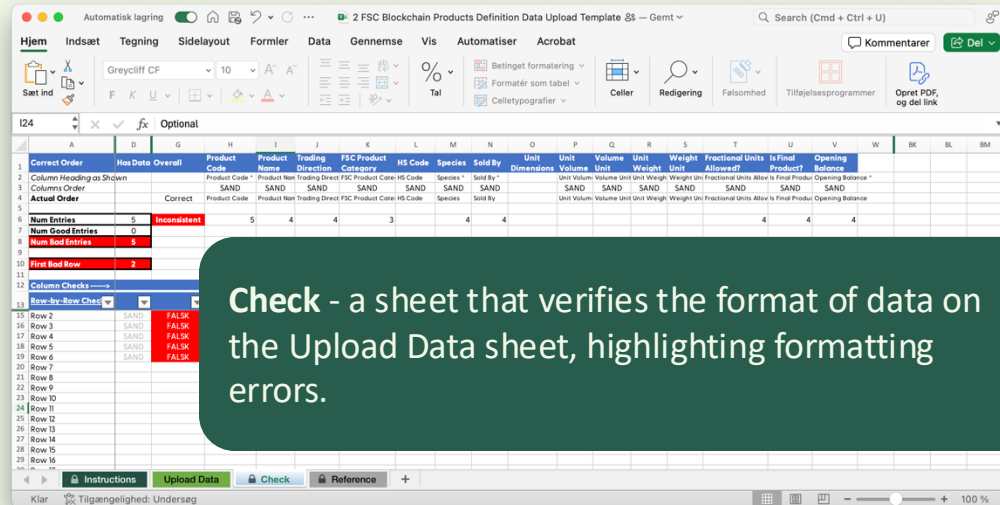
All files are structured the same way



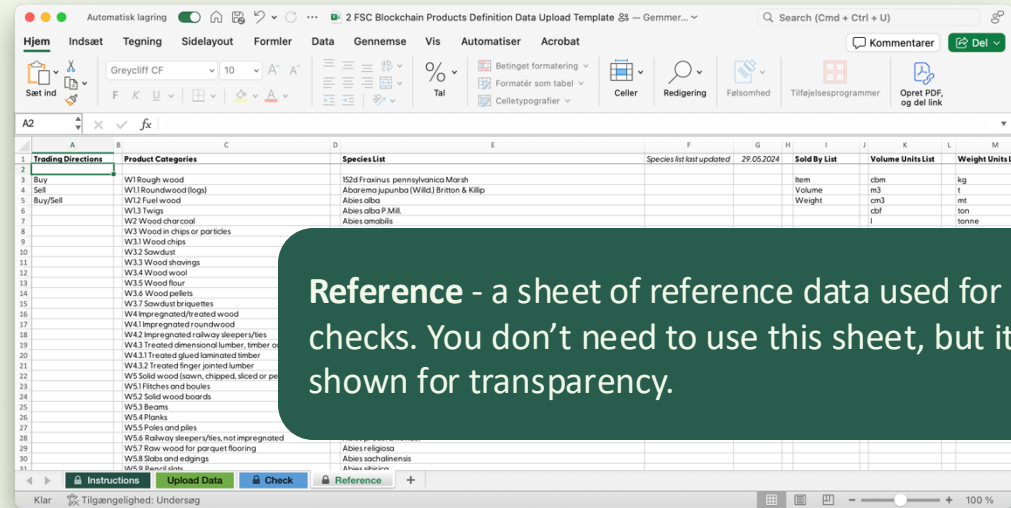
Instructions - the guidance notes on how to use the template



Upload Data - where you list the data to be uploaded to FSC Trace



Check - a sheet that verifies the format of data on the Upload Data sheet, highlighting formatting errors.



Reference - a sheet of reference data used for format checks. You don't need to use this sheet, but it's shown for transparency.

Support and training



REOCCURRING WEBINARS WITH EVOLVING CONTENT

Interactive live webinars provide real-time insights and expert answers to bring you up to speed with FSC Trace, other FSC digital solutions and updates.

Content will be updated as we finalize new features.



GUIDANCE AND TRAINING MATERIALS

Training videos and comprehensive guides ensure you have the knowledge and skills to navigate FSC Trace confidently.

Will be available in multiple languages.



DEDICATED HELPDESK AND COMMITTED TO UPTIME

Our dedicated helpdesk ready to assist users with technical or operational queries they may encounter. (connect@fsc.org)

As we are aware that this is a business-critical tool, we are aiming for 99% uptime and have dedicated technical support to facilitate this.



Q&A

Thank you



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www.fsc.org