

PM 28/13

23 August 2013 Original: English

Promotion and Market Development Committee 6th meeting
9 September 2013
Belo Horizonte, Brazil

Progress report on the implementation of the Coffee Quality-Improvement Programme (CQP)
Calendar years 2005 to 2012 and January to June 2013

Background

- 1. Resolution 420 requests exporting Members to indicate in box 17 of all Certificates of Origin, on a voluntary basis, information on the quality of the coffee exported in respect of defects and moisture content, in order to permit the monitoring of the level of compliance with the target standards set out in the Resolution.
- 2. Participation in the CQP has varied considerably since its inception in June 2004 when Resolution 420 came into effect, as Members that have volunteered the information on quality either joined the programme or temporarily ceased providing data during this period. In addition, membership of the Organization has also changed since 2004 when the ICA 2007 came into effect in February 2011. This report has been simplified in order to allow a clearer analysis of the data presented. The previous progress report on the CQP is contained in document PM-23/13.
- 3. The Rules on Statistics Certificates of Origin contained in document ICC-102-9, request that exporting Members provide, on a voluntary basis, in box 17a of each Certificate of Origin issued, information on the quality of the coffee covered thereby. It is expected that exporting Members comply with this request in order to ensure greater market transparency.

Action

The Promotion and Market Development Committee is requested <u>to take note</u> of this report.

PROGRESS REPORT ON THE IMPLEMENTATION OF THE COFFEE QUALITY-IMPROVEMENT PROGRAMME (CQP) CALENDAR YEARS 2005 TO 2012 AND JANUARY-JUNE 2005 TO 2013

- 1. Since Resolution 420 came into effect, 32 exporting countries have provided full or partial information on the quality of their coffee through Certificates of Origin. Under the current membership of the ICA 2007, 25 out of the 38 exporting Members fully implemented the Resolution in their countries and have provided information on quality regularly since June 2004.
- 2. For **January to June 2013**, the 38 exporting Members under the current membership can be grouped into five categories regarding the information on quality extracted from Certificates of Origin issued:
 - a. Members providing data regularly: 13 Members
 - b. Members yet to issue Certificates of Origin: 16 Members
 - c. Members that appear to have opted not to issue Certificates of Origin¹:

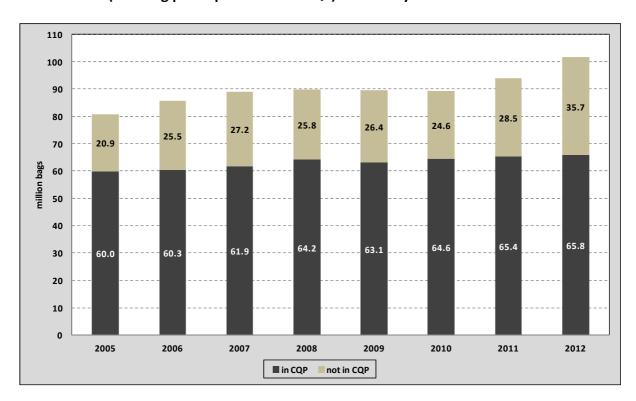
 1 Member
 - d. Members providing partial data: 7 Members
 - e. Members not providing data on quality: 1 Member

In addition, there are three exporting countries that send information on quality that are still to become Members of the ICO under the ICA 2007: the Democratic Republic of Congo, Dominican Republic and Jamaica.

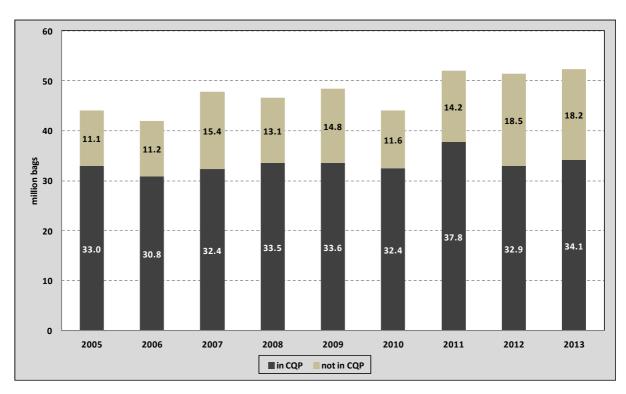
3. The total volume of green coffee exported in the first six months of 2013 by the 23 exporting countries providing information on quality – based on Certificates of Origin – amounts to 34.1 million bags – equivalent to 65.2% of the total volume of 52.4 million bags exported by all producing countries. Graph 1 shows the volume of green coffee exported by all exporting countries and those participating in the CQP during calendar years 2005 to 2012. Graph 2 displays the same for the six months January-June 2005 to 2013.

¹ Paragraph 4 of Article 33 of ICA 2007allows exporting Members to use an alternative method to convey data contained on Certificates of Origin to the Organization. No official request to this effect has been received from this Member.

Graph 1: Volume of green coffee exported by exporting countries (showing participation in the CQP) Calendar years 2005 to 2012



Graph 2: Volume of green coffee exported by exporting countries (showing participation in the CQP) January-June 2005 to 2013



- 4. Table 1 provides a summary of the volume of green coffee exported by all Members participating in the CQP in calendar years 2005 to 2012. Table 1A provides a summary for January-June 2005 to 2013. Information is shown by each of the categories specified in Resolution 420 as follows:
 - Coffee in full compliance with defect and moisture standards "S"
 - Coffee not in conformity with the defect standards "XD"
 - Coffee not in conformity with the moisture standards "XM"
 - Coffee not in conformity with either defect and moisture standards "XDM"
 - Unspecified

Table 1

Volume of green coffee exported by the countries participating in the CQP in accordance with Resolution 420 – Calendar years 2005 to 2012 (60-kg bags)

	2005	2006	2007	2008	2009	2010	2011	2012
"S"	50 948 280	55 624 488	56 439 889	58 229 395	54 280 982	59 701 183	62 795 112	60 412 457
"XD"	384 330	262 523	159 322	166 680	176 034	160 564	246 865	435 324
"XM"	7 706	15 101	23 473	8 786	1 786	9 901	7 887	0
"XDM"	7 244	10 661	30 516	4 958	1 984	690	6 670	4 054
Unspecified	8 645 158	4 400 966	5 229 711	5 779 008	8 641 446	4 693 062	2 311 483	4 994 564
Total in CQP	59 992 717	60 313 738	61 882 910	64 188 826	63 102 232	64 565 400	65 368 017	65 846 399
Total volume of green coffee exported	80 909 881	85 830 428	89 042 475	89 968 754	89 513 114	89 175 007	93 855 857	101 591 554
Total not in CQP	20 917 164	25 516 689	27 159 565	25 779 929	26 410 882	24 609 607	28 487 840	35 745 154

Table 1A

Volume of green coffee exported by the countries participating in the CQP in accordance with Resolution 420 – January to June 2005 to 2013 (60-kg bags)

	2005	2006	2007	2008	2009	2010	2011	2012	2013
"S"	28 711 810	27 821 480	30 172 353	30 739 223	30 643 226	29 875 401	35 414 233	30 537 521	32 012 282
"XD"	193 770	183 540	72 011	74 992	64 130	92 059	111 624	230 737	122 895
"XM"	4 077	2 336	9 361	1 600	0	4 719	316	0	3 920
"XDM"	0	1 035	10 334	0	650	0	0	3 738	1 035
Unspecified	4 086 499	2 820 296	2 101 893	2 668 440	2 879 093	2 469 554	2 273 047	2 142 708	2 006 239
Total in CQP	32 996 156	30 828 686	32 365 951	33 484 255	33 587 099	32 441 732	37 799 220	32 914 703	34 146 371
Total volume of green coffee exported	44 048 515	42 006 716	47 792 625	46 561 665	48 409 826	44 043 475	51 949 810	51 383 190	52 380 075
Total not in CQP	11 052 360	11 178 030	15 426 673	13 077 410	14 822 727	11 601 742	14 150 590	18 468 487	18 233 704

- 6. Based on the data received from October 2005 to June 2013, the volume of green coffee exported in full compliance with Resolution 420 ("S") stands at 63.5% of the total volume exported throughout the period. Shipments for which there is no available information on quality are equivalent to 36.2% with the balance of 0.3% covering exports of green coffee that does not comply with the defects and moisture standards set out by the Resolution.
- 7. The Organization will continue to monitor compliance with Resolution 420 by exporting Members.