Global Organic Textile Standard (GOTS)

Labelling "Organic Textiles" – Legal Conditions and GOTS requirements

National Seminar on GOTS Certification Dhaka - 23rd November 2016 ORGANIC TETAILE STAN ORGANIC TETAILE STAN OVEROUS GOTS . ONO

Rahul Bhajekar Director Standards Development & Quality Assurance Global Organic Textile Standard (GOTS)

bhajekar@global-standard.org

Labelling 'organic fibres and textiles' • Legal basis in the EU

European Organic Regulation EC 834/2007



0

GANIC TET,

COTS . 08

- Applicable to production of raw fibre materials
- Processed textile products are outside the scope of this regulation
- ⇒ Unprocessed textile fibres can be certified to the European Organic Regulation
- ⇒ Textile <u>products</u> CANNOT be certified and labelled to this Regulation; it does NOT define and protect the use of term 'organic'

^{• &}quot;Truth In labelling" must be respected

Labelling 'organic fibres and textiles' • Legal basis in the US

USDA National Organic Program (NOP)



0

GANIC TET,

GOTS . ONO

- Applicable to production of organic raw fibre materials
- In principle also applicable to textile products, but requirements are made and applicable for food products
- ⇒ Unprocessed textile fibres can be certified and labelled to NOP
- For textile products / garments in practice hardly achievable / not relevant

Legal basis in the US • USDA recognises GOTS certification and labelling



USDA Policy memorandum (released 20th May 2011):

Clarifies that textile products labelled as 'organic' in the US must:

1. use NOP certified raw fibres

 \Rightarrow To track this, all GOTS Transaction Certificates carry related info:

15. Additional declarations Certification of the organic fibres used for the products listed complies with USDA NOP rules yes no (relevant information for products marketed and sold in the US; obligatory information for any GOTS TC)

2. have third party certification of the supply chain (NOP or GOTS)

"Textile products that are produced in accordance with the Global Organic Textile Standard (GOTS) may be sold as organic in the U.S." Labeling 'organic fibres and textiles' • Legal basis in the India

National Program for Organic Production (NPOP)



0

ORGANIC TETA

GOTS . 08

- Applicable to production of organic fibre materials
- Indian Standards for Organic Textiles (ISOT) was developed in 2012 for processed textiles. Implementation was considered as integral part of NPOP and mandatory certification for any export of "organic textiles"
- On 05.05.2015, the Director General of Foreign Trade (DGFT), Ministry of Commerce, informed that the procedure for export of all "organic products" with mandatory NPOP certification will be implemented from 01.06.2015 <u>except for textiles</u>. (Public Notice No. 10 /2015-2020)
- ⇒ The procedure will not effect organic textiles certified to GOTS. No additional burden will be created for the Indian organic textile export industry and the international buyers of GOTS certified and labelled products.

Applicable certifications to enable "organic product" claims for textiles



Farm level

- NPOP certification is required for any 'organic fibres' grown in / exported from India
- NOP certification is required that textiles can be sold with 'organic' claims on the US market
- No specific organic farming standard is prescribed before textiles can be sold with 'organic' claims in EU, Japan and other relevant sales markets
- => A combination of (at least) NPOP/NOP certification makes sense for organic fibres grown in India

Processing / manufacturing / trading level

- Legal organic standards are not (directly) applicable/relevant
- => GOTS certification and corresponding labelling of "organic textiles" is possible / recognised in the relevant sales markets worldwide

GOTS labelling • Visible commitment to the consumer



0

GANIC TET,

• A GOTS labelled product in the retail market is the final result of the certification procedures of the entire supply chain and the visible commitment to the consumer that the product complies with all requirements of the standard

=> Thus correct and complete labelling is of upmost importance for the credibility of the standard, its certification system and its users.

GOTS Licensing and Labelling Guide



✓ New issue released on 1st March 2016

- ✓ Sets requirements for the correct on-product and off-product logo application and GOTS referencing
- Provides explicit clarification under which conditions GOTS labelling and referencing is not permitted (to reduce misinterpretation and misuse)
- ✓ Informs on applicable License Fees for Certified Entities (120€ per facility inspected) and Annual Fees (30€ per facility); there is no additional fee for the use of the logo/labelling for certified companies
- ✓ Suppliers of GOTS Additives can make a limited use of the GOTS logo for additional payment of 'Additives License Fee'.

Application of the labelling •



Only a GOTS certified entity in entitled to apply GOTS labelling to a product!

- 1. Retailers that are exempt from the GOTS certification requirement can ask their certified supplier to apply the logo.
 - Labelling is under supervision of the GOTS certifier of the supplier and the supplier's reference (license number) is shown on the labelling.
- 2. Alternatively, retailers may decide to apply for certification on a voluntary basis.
 - Labelling is under survey of their GOTS certifier and their own certification reference (license number) would be shown on their certified products.

Application of GOTS labelling • Principle



GANIC TEL

GOTS . 08

In all cases the GOTS labelling can only be applied to the product / packaging by a *Certified Entity* and must have been approved by the *Certified Entity*'s *Approved Certifier* in advance of its application (GOTS chapter 1.4) Using the form- Labelling Release for GOTS Goods

=> If this requirement is followed consequently it is ensured that only authorised and correct on-product labelling will be applied. Accordingly all parties must be well aware about this principle. Requirements for companies labelling and/or selling *GOTS Goods* in the supply chain



All companies (processors, manufacturers and B2B traders) labelling and / or selling labelled *GOTS Goods* to other businesses must:

- ✓ be certified (hold a GOTS Scope Certificate; exemption for traders < 5000€ turnover)</p>
- ✓ ensure that labelling is in accordance with the provisions of the Licensing and Labelling Guide
- ✓ ask for release to their Approved Certifier in all cases of GOTS labelling in advance of application (for each different artwork, product group, client)
- keep full records for each client that receives GOTS Goods including lists of all products, their specifications and quantities for review by the Approved Certifier

Label Grades



Using 95 – 100% organic fibers:



Using 70 – 94% organic fibers:



Reasons for unauthorised / incorrect labelling



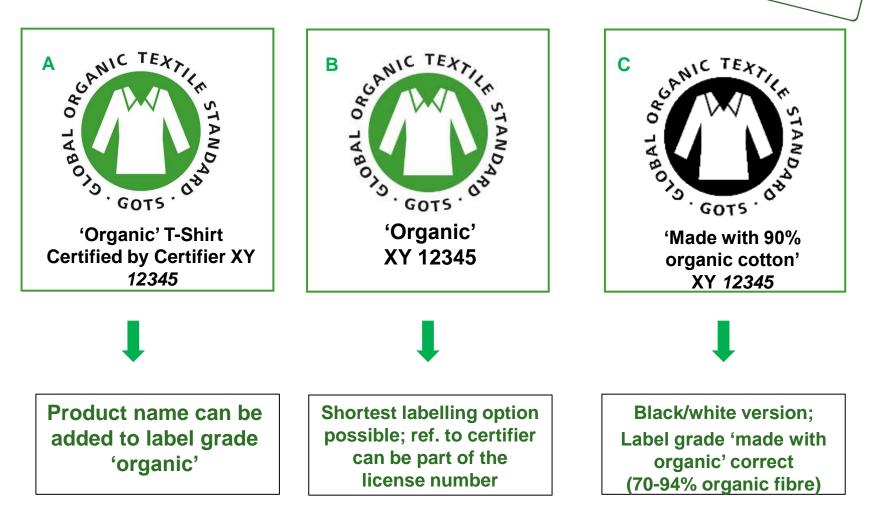
Recurrent reasons for transgressions and mistakes:

- Brands and retailers design labelling (e.g. for hang tags) and send it to their certified suppliers. They apply it without further checking and without asking for label release to their certifier. "It's the buyer's order to use it."
- Certified Entities do not inform their certifier about labelling for other reasons

Unauthorised labelling: these products may be certifiable or not – this needs to be investigated then ...

... may lead to measures and sanctions including recall of labelled products (from retail trade), trademark infringement steps and suspension of certification in order to safeguard credibility of GOTS labelling.

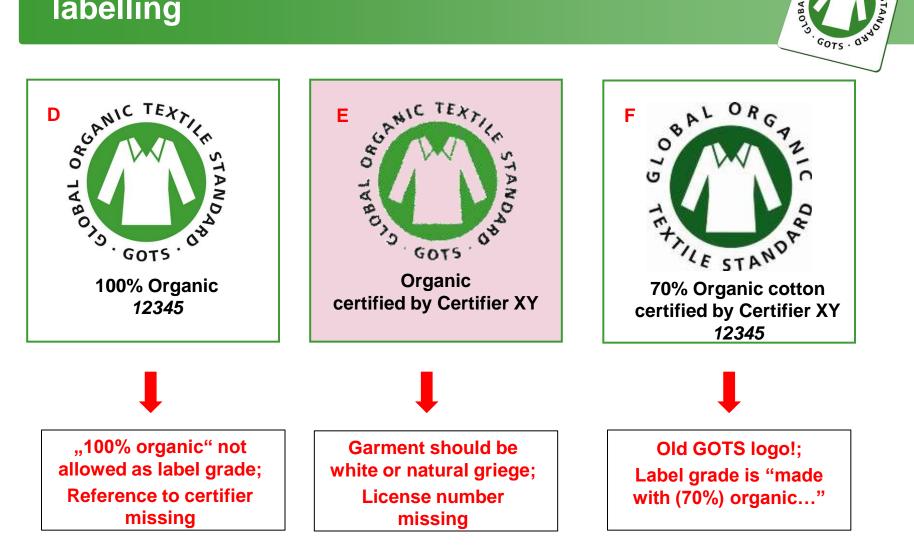
Samples for correct and complete labelling



GOTS - CHANG

0

Samples for incorrect and incomplete labelling



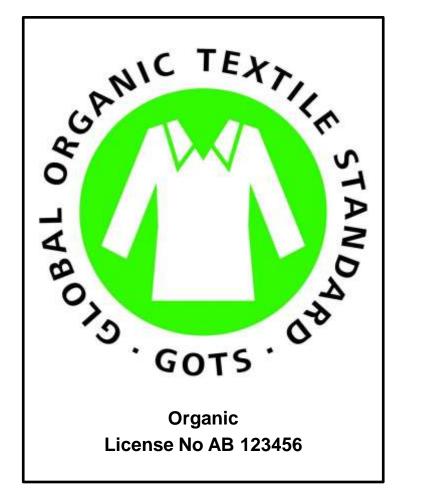
0

OPGANIC TETA

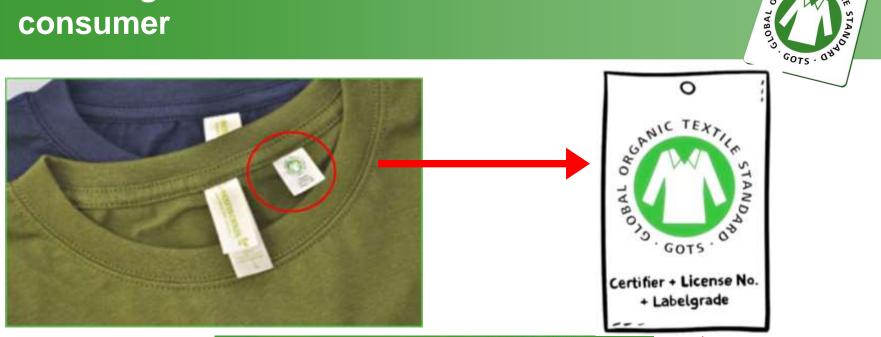
Right or Wrong ?







Labelling – Visible commitment to the end consumer



THE STANDARD					
	SEARCH				
O POMONG	in addit its inadiant Bired.	de lo tendroll Etimologio all'Estis tatta tradici Noi senarch invallo, senarch brotes card bei	there is a second of the second	1. A.	
O DATABASE	fachis at the same dow, 3 through the mattice "New	n anderssand der kanstnesstig af Har dat 18 mil 2°.	a basis 3) is group third to first or		
C Statut for producers	Partner	12345			
O INFORMATION	Pastar Langent	Salar Picket Carpores			
ABOUT US	Field of specification Country	Second First of Operation Nature Country	12		
	D Dealer				

0

ORGANIC TETA

GLOBAL

Check list for retailers to ensure they receive GOTS certified and labelled textiles

- Ask the direct supplier (manufacturer or B2B trader/ wholesaler) for his valid GOTS scope certificate before ordering
- Explicitly order GOTS certified and labelled textiles from this supplier
- Ask for Transaction Certificates for the whole quantity of GOTS goods purchased (on the TCs the supplier must be noted as seller and the retailer himself as buyer)
- Check that the GOTS labelling is complete (contains logo, label grade, certifier ref. and license number)



GANIC TEL

Requirements / checklist for retailers before selling labelled GOTS Goods



Ensure that the direct supplier (manufacturer or wholesaler) is certified => ask the supplier for its scope certificate before ordering, consult the GOTS public data base and

 Ensure that the GOTS on-product labelling is correct and complete and has been released by the applicable certifier
=> ask the supplier to provide a written label release confirmation issued by the supplier's certifier – especially if the retailer designs the labelling

 Ask for Transaction Certificates for the whole quantity of GOTS goods purchased (recommended)
=> the retailer itself must be listed as buyer (Box 3) on the TC to have a valid proof

✓ If the retailer (re-)labels, (re-)packs the labelled textiles, the retailer must be certified itself

Off product logo use by companies for advertising purpose (chapter 8)

- ✓ Principle: Use allowed in appropriate and unambiguous context only
- Certified entities may advertise their certified products and the fact that their company is certified

0

ORGANIC TETA

GOTS . ONYO

- ✓ Retailers may advertise their GOTS Goods that are marked with the GOTS logo
- If the products are finally not labelled in the retail trade, they must not be advertised with GOTS logo / as GOTS certified

Unauthorised referencing to GOTS



Samples of unauthorised self-claims for non-certified products:
"This t-shirt is made from (x%) GOTS certified fabric (or yarn or cotton)"

"The textile fibres used in this mattress are GOTS certified"

=> No reference to GOTS is permitted for (final) textile products, if certification is valid for previous stages or for specific components of the product only

Sources of information on the topic



- GOTS, Manual and Licensing & Labelling Guide are available for download <u>http://www.global-standard.org/information-</u> <u>centre/downloads.html</u>
- Website, section 'licensing & labelling', page 'How to get products labelled' summarises requirements and procedure <u>http://www.global-standard.org/licensing-and-labelling/how-to-get-products-labelled.html</u>
- Our FAQ page answers the most popular questions of brand and retailers <u>http://www.global-standard.org/information-</u> <u>centre/faqs.html</u>





Rahul Bhajekar Director Standards Development & Quality Assurance Global Organic Textile Standard (GOTS)

bhajekar@global-standard.org



Ranul Bhajekar Director Standards Development & Quality Assurance Global Organic Textile Standard (GOTS)

bhajekar@global-standard.org