Editorial by Sergi Corbalán, Executive Director of the Fair Trade Advocacy Office 12 May 2016



## EU strategy to harness globalisation should promote Fair Trade for All

The European Commission launched on 10 May a <u>reflection paper on harnessing globalisation</u>, the second of a series of papers on the future of Europe. The Commission's think-piece identifies seven key trends shaping globalisation, such as a growing "*demand for more Fair Trade, sustainable and local products*".

European Commission's Vice President Timmermans stated in the press conference "*Europe must* help rewrite the global rule book so that free trade becomes fair trade. So that globalization becomes sustainable and works for all Europeans".

Despite the encouraging press statement, the actual think-piece mainly puts forward free trade solutions to the negative impacts of globalisation, with virtually no proposed change to current EU trade policy. Disappointingly, the think-piece appears to be even a step back from the current 2015 EU "Trade for All" strategy, which attaches a more prominent role to trade with values, responsible supply chains and the promotion of fair and ethical trade initiatives than any EU trade strategy before. The Commission's reflection paper also seems to ignore the recommendations of its own EC internal think-tank report "Sustainability now!: a European vision for sustainability" of 20 July 2016, which states "Trade policy must contribute to reducing global inequalities, creating qualitatively different growth bringing more inclusive social benefits while staying within the ecological limits of our planet. This may take the form of more sustainability certification schemes, fair trade labels".

European citizens are indeed world leaders in the consumption of Fair Trade products, but Fair Trade initiatives should not be merely put in the box of voluntary ethical consumption. The EU can't let the market take care of ensuring fairness. The new global rule book will not be fair for all if we continue tolerating companies making huge profits at the expense of unsustainable textile production in the Global South. It won't be fair for all unless it requires mandatory due diligence of EU importers for fair supply chains. It won't be fair for all unless the EU internal policies promote a favourable tax regime for sustainable consumption and ensure all public procurement in Europe is sustainable by 2030.

We recognise this reflection paper is only the start of the process and we look forward to constructively contributing to the debate on the future of Europe to ensure that the EU becomes a world leader in ensuring Fair Trade for All.

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The Fair Trade Advocacy Office (FTAO) speaks out for Fair Trade and Trade Justice with the aim to improve the livelihoods of marginalised producers and workers in the South. The FTAO is a joint initiative of Fairtrade International, the World Fair Trade Organization-Global and the World Fair Trade Organization-Europe.