

## Effective Third Party Certification of Food Safety

Presented by,

Dr Jochen P Zoller, President Food Services, Intertek 22nd February, 2010 - 3.30pm - 20 minutes



## 21st Century FOOD ISSUES

- Private Label Foods flood the Marketplace
- Health & nutrition greatly influencing Product Development
- Global Financial Crunch, Cheaper Price → Production Costs, Cuts on food spending
- Decreasing Consumer Confidence
- Clamour for Foods that meet Health, Safety & Environmental Needs
- Changes in Preferences and Sourcing Patterns
- Problems on Traceability Supplier Food Safety Controls
- Product Mislabeling & Misinformation (Allergens, GMO's, etc)
- Risk & Recall Communication
- Considerable variation in legal / inspecting systems globally.
- $\blacktriangleright$  Lack of uniformity on facility and product inspections.
- Migration of Hazardous Substances
- Concerns on Food Bio-security
- Consequences of Climate Change
- Environmental Degradation
- World population 6.7B (2010)  $\rightarrow$  9B (2040)



# Why Manage for Food Safety and Liability Avoidance..



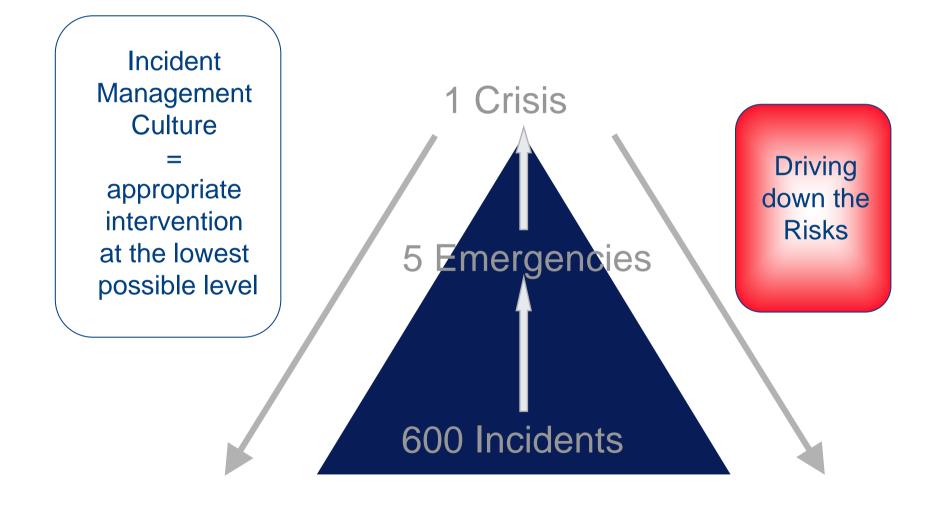


Customers demand it It's good for business Potential product liability Regulatory requirement Epidemics are a global phenomenon → global trade is highly vulnerable. Nothing remains the same.. Your past experiences guarantee nothing..!!! Playing the media

#### Failure to manage risk: -

- Always costs money!
- Always damages a reputation!
- Public recalls!

### How to avoid or manage risk?

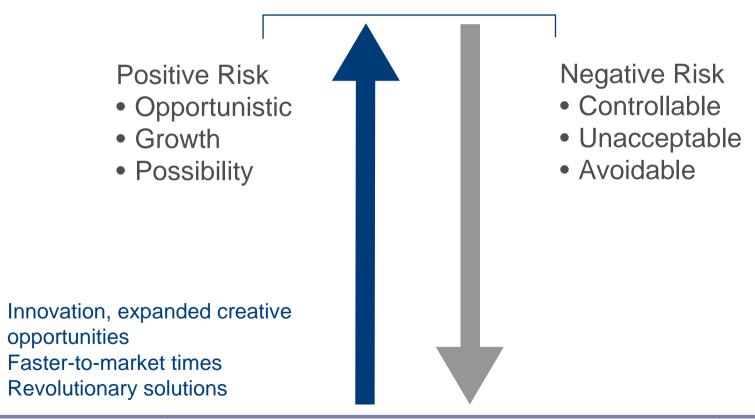


## **Risk Management**



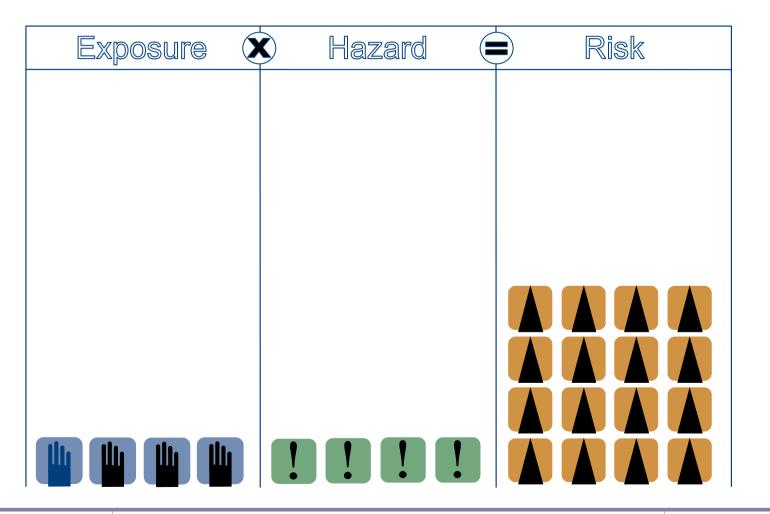
Risk management means taking deliberate action to shift odds in your favour — increasing the odds of good outcomes and reducing the odds of bad outcomes.

—Dan Borge, The Book of Risk



## **Risk Equation**

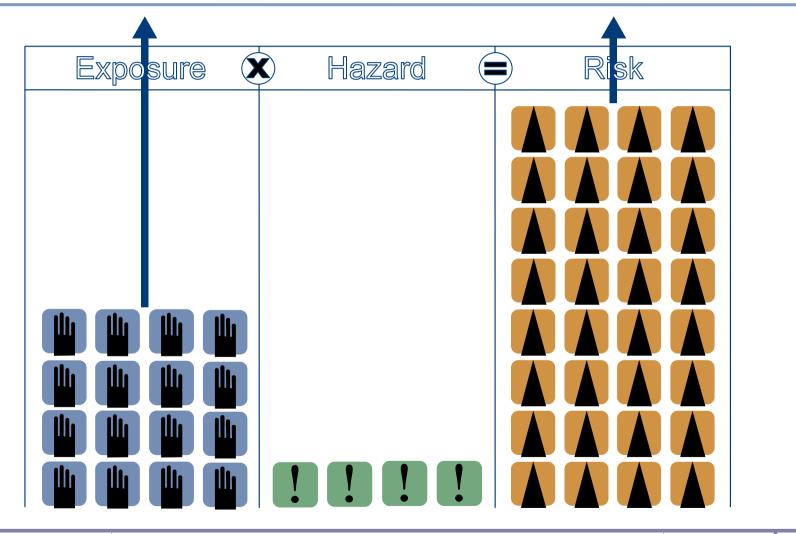




## **Risk Equation**

High Exposure. High Risk.

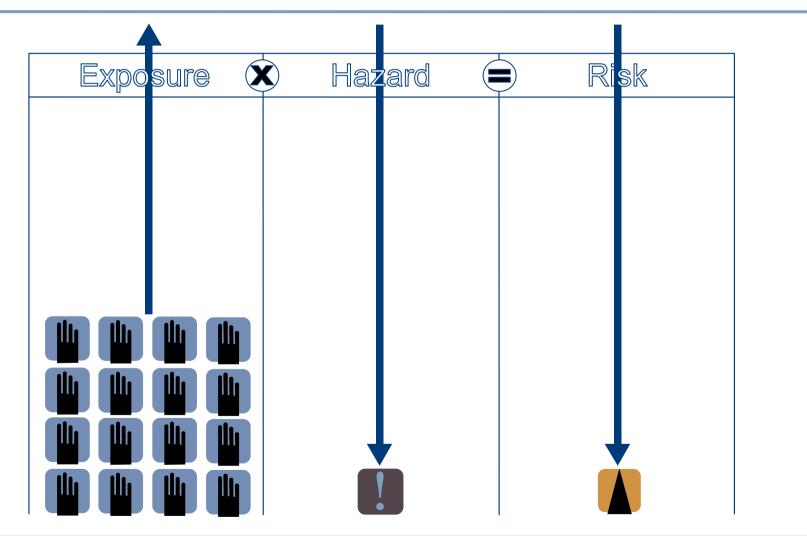




## Risk Equation

## Intertek

High Exposure. Reduce Hazard. Lower Risk.





# How does Certification support a professional Risk and Crises Management?



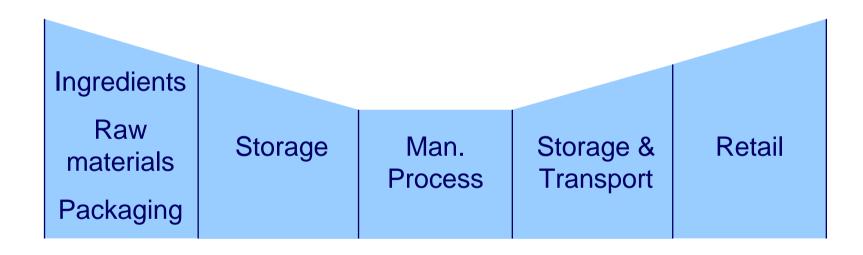
- The Certification process does always include the evaluation of the Risk and Crisis management system of the company.
- Evaluation of the installed processes will be neutral and independent. (Basic Risk Management Model)
- Constructive feedback from industry professionals.



## **Chain Traceability**



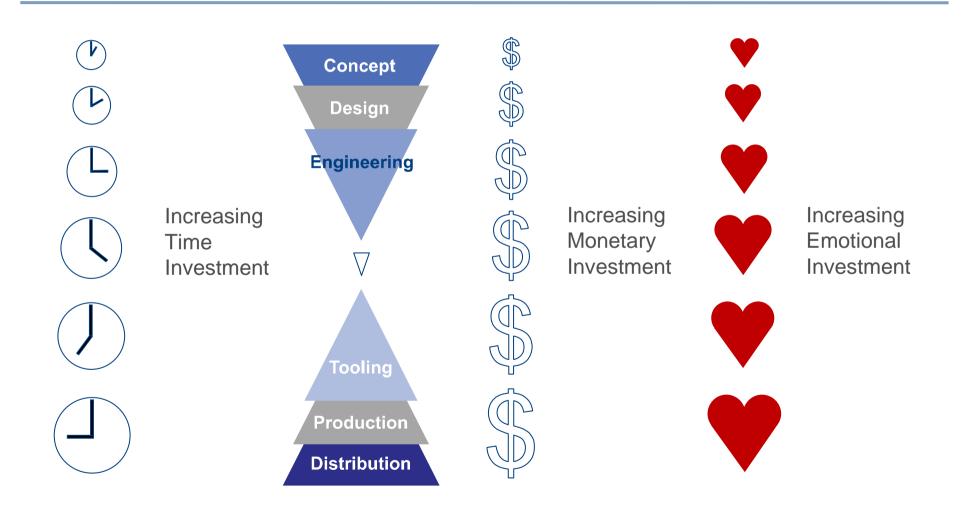
### Complexity & Multiplication of Impact



## Reduction of Risk (Risk = Hazard x Exposure)

Food Services, Jochen P. Zoller www.intertek.com

### **The Business Process**



## Example of Agri-food Supply Chain



You Must Know Your Products.. before getting started !



Product description and specification are created for every food product, specifying:

#### A. Partner Identification;

- Supplier profile and selection criteria which generation are your suppliers in.
- Ongoing performance

#### **B.** Formulation and Raw Materials;

- List of raw materials, ingredients and formula
- Packaging specification
- Product characteristic
- Traceability of materials



## You Must Know Your Products.. before getting started !



- Process flow diagram and operating procedures
- Quality control plan
- Product identification and traceability

#### **D. Technical Specification Sheets;**

Packaging list – consumption units, sales, grouping and distribution

Intertek

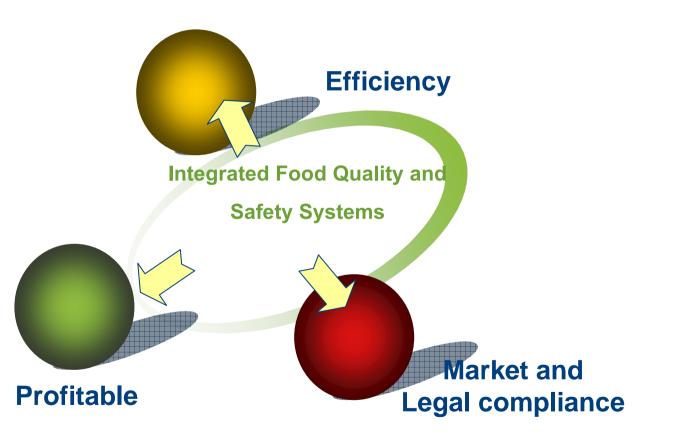
Finished product spec. and lot no. & batch identification

#### **E. Specific Requirements**

- Labeling legal special instruction, allergens,...
- Intended use sensitive group of consumers

### Enhancing Food Quality & Safety...





# Why certification program is needed by the industry?



- Increasing consumer demand for product differentiation in global markets
- Buyers are increasingly using assurance schemes to verify quality
- Certification an increasingly valuable "ticket to trade"
- Small players' tool for global competition
- Excellent tool for the operator to:
  - > Validate their quality and/or traceability system against international standards
  - To communicate to customers and suppliers the quality standard they have achieved
- Increases producer's credibility
  - Verify label claims Halal, Non-GMO, organic, Kosher, fair trade, etc



## Managing Future Risk..



Change in technology Change in the law # Change in consumer attitude toward risk Change in customer requirement & expectations Change in business *environment*.....



#### Intertek Intelligence



## THANK YOU FOR YOUR ATTENTION



#### **Intertek Food Services**

Dr. Jochen P. Zoller, *President* Email: jochen.zoller@intertek.com

Anthony Wilkinson, *ME Food Manager* Email: <u>anthony.wilkinson@intertek.com</u>

