

How 4C enables prevention and reduction of coffee-driven deforestation?

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4C is a pathway to sustainable coffee supply chains

4C coffee produced in
20 countries

More than **300,000**
farmers are producing
4C coffee

23
cooperating
certification bodies

1.6 million tons
of green coffee
certified

Independent
3rd party audits



Use remote sensing to
**verify land use
change**

**Innovative and
cost-efficient
solutions**

**Major brand
owners and
traders**
are sourcing 4C coffee

Nearly **1 million
hectares**
covered

Effective
**Improvement
Plans** for impact on
the ground

Protection of forest and areas of high biodiversity are top priorities of 4C

4C Code of Conduct - Principle 3.1: Protection of Biodiversity and High Carbon Stock Areas



Protection of primary forest
**! No cutting, destruction
or conversion** into coffee
plantations since 2006



Conservation and/or
restoration of areas of
high biodiversity



Implementation of climate
change mitigation and
adaptation measures

Deforestation and biodiversity loss are major threats for mankind. Governments and consumers increasingly request companies to take over responsibility

420 million ha of forest lost worldwide through deforestation since 1990

FAO, 2020

1,000,000 animal and plant species are now threatened with extinction

IPBES, 2019

Since 2010, more than 473 companies have made “**zero-deforestation**” pledges

Tropical Forest Alliance, 2018

Current annual rate of deforestation: **10 million ha**

FAO, 2020

Global deforestation and forest degradation account for **11% of CO2 emissions**

REDD+, 2020

Increasing legislative pressure on national level (France, Netherlands, upcoming Supply Chain Law in Germany) and **intensified discussion on EU Due Dilligence requirements**

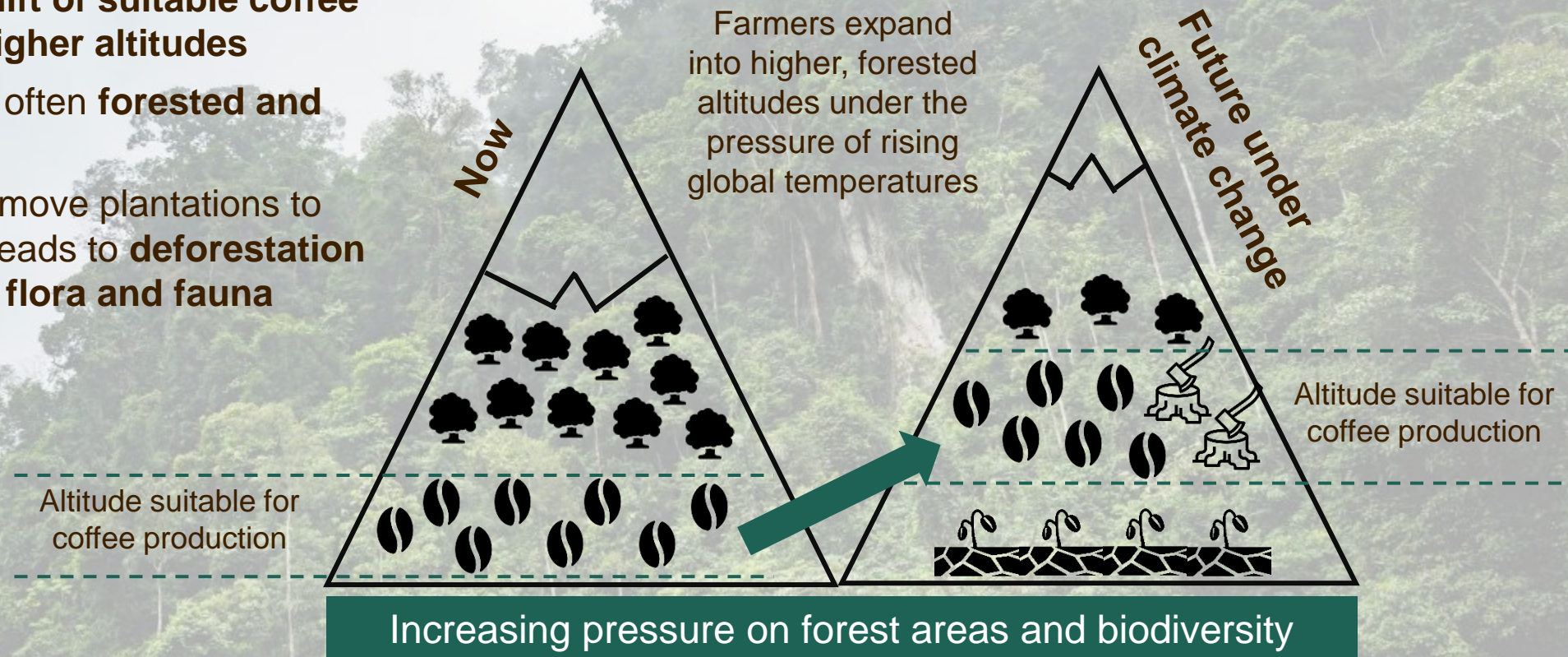
Companies need to take **an agile approach to address the problem**

Climate change increases pressure on natural resources in coffee producing regions

- Changes of global climate and rising temperatures lead to a **shift of suitable coffee production areas into higher altitudes**
- These higher regions are often **forested and highly biodiverse**
- A pressure on farmers to move plantations to higher forested altitudes leads to **deforestation and is a threat to native flora and fauna**

! 60% of the area suitable to grow coffee in 2050 is covered by forest

Conservation International, 2018



Why is it important to have a closer look into smallholder production?

Main producer group in the coffee sector



Direct economic pressure and low adaptation capacity



Limited market and financial access



Inadequate agricultural practices and low yields

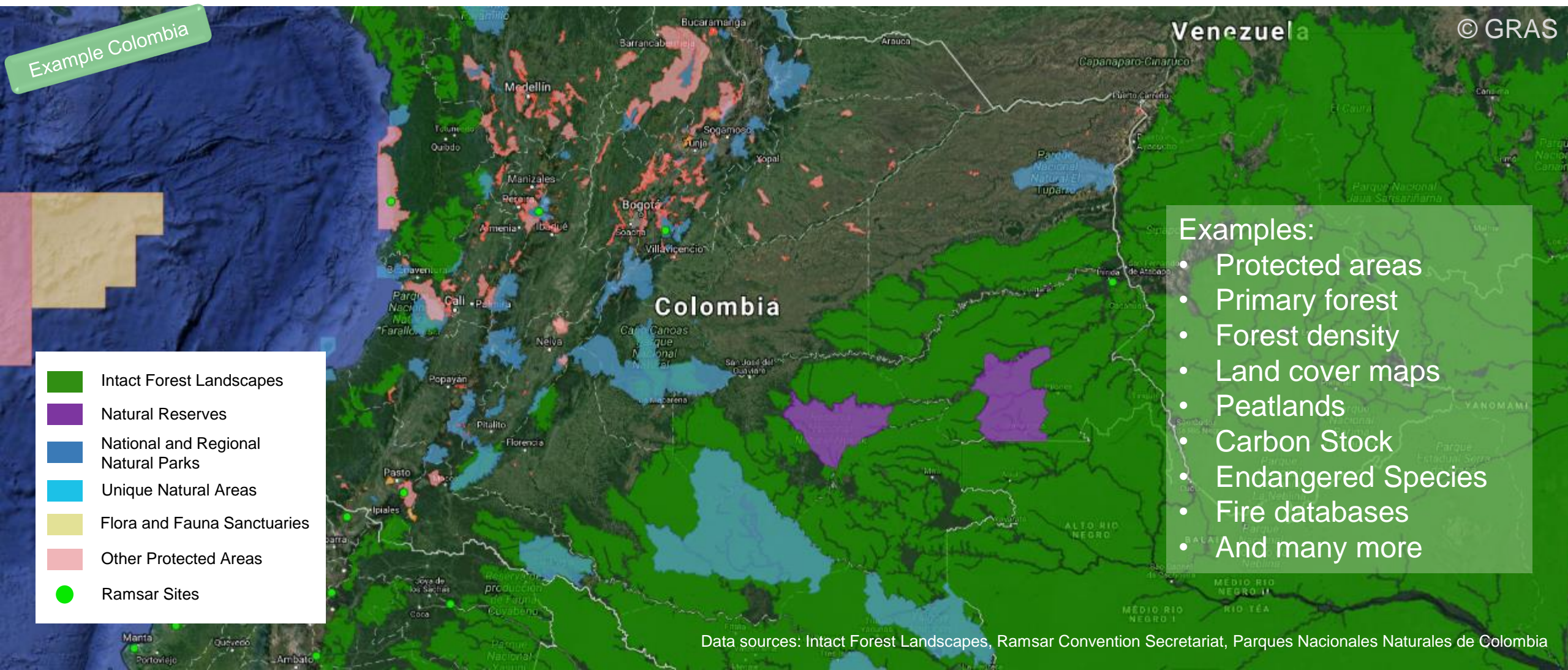


Pressure on natural resources and deforestation



Expansion of smallholder agriculture is often one of the main driving forces behind deforestation and forest degradation. Smallholder coffee farming must be taken into account when addressing these issues

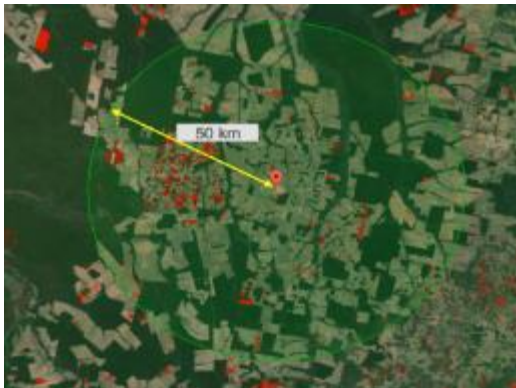
Available local and national datasets on biodiversity and protected areas are used to check the overlap with plantation areas of coffee farmers



GRAS supports the implementation and monitoring of deforestation free and climate-friendly supply chains

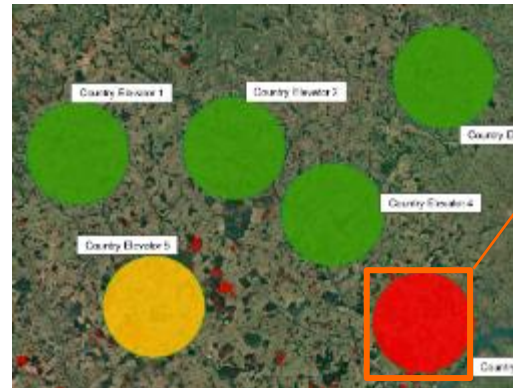
Using efficient remote sensing methods and tools

1 Semi automated risk assessment of sourcing areas



✓ **Cost-effective and quick analysis** of all sourcing areas

2 Calculation of risk factors of assessed sourcing areas



✓ **Identification of sourcing areas** with high risk

3 Calculation of risk factors of individual farmers



✓ **Efficient identification** of farms with high risk

4 Detailed analysis

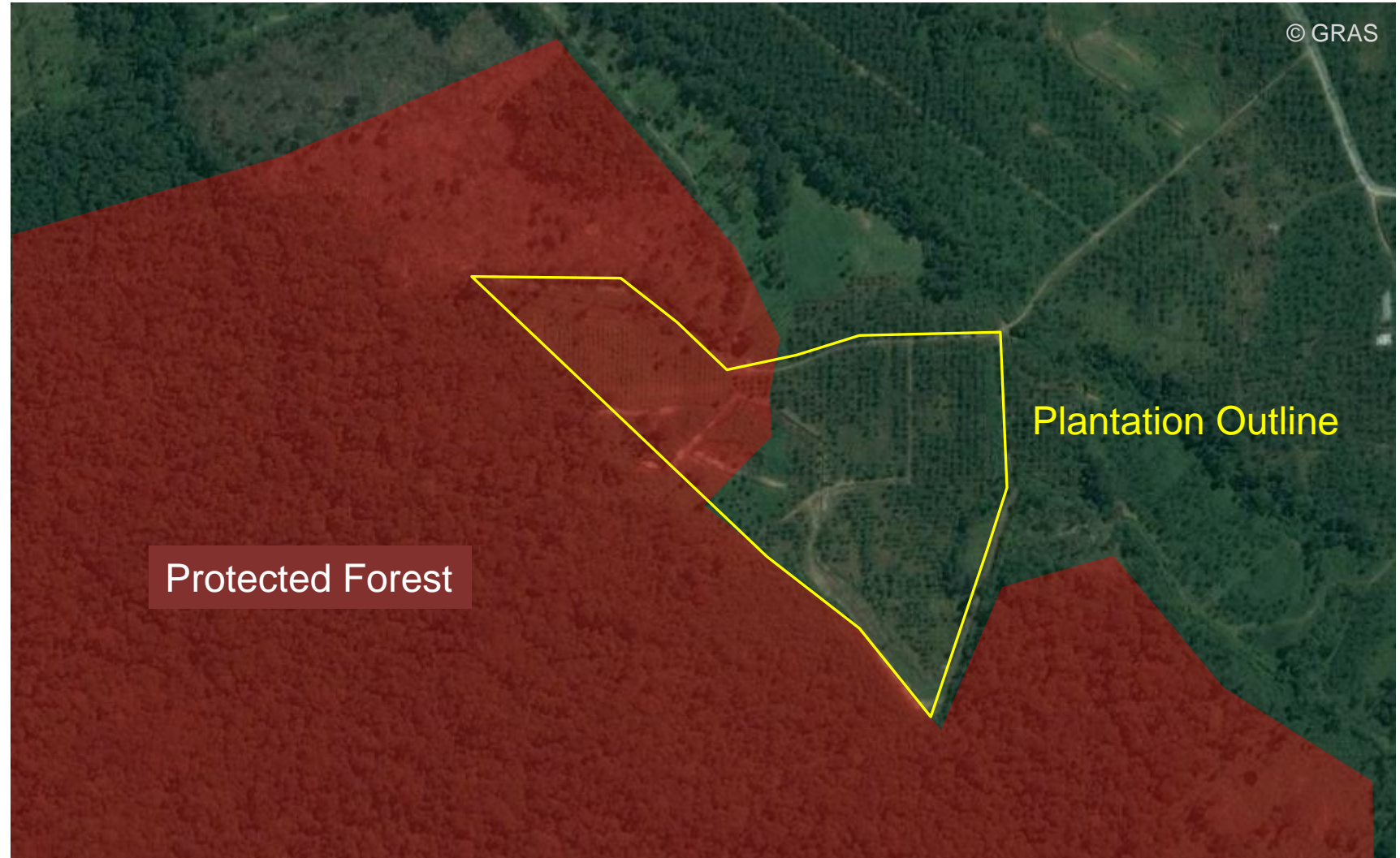


✓ **Exclusion of farms** not meeting sustainability criteria

Plantation outlines can be compared with the available datasets for biodiversity and reveal violations against the protection status of respective areas



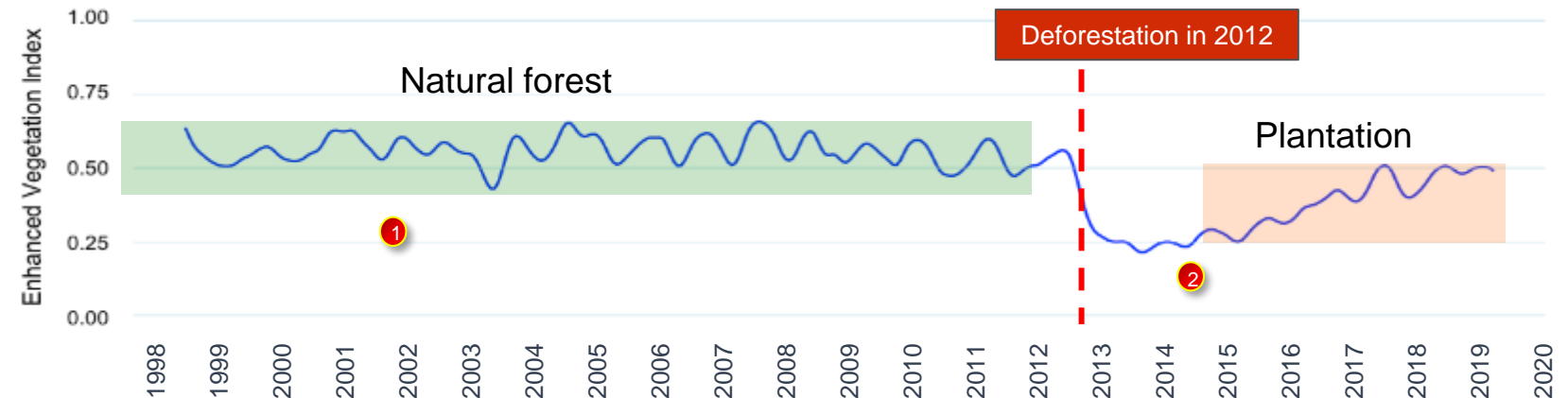
- Datasets from national sources, e.g. governmental bodies, and global databases are used to check the violation of their protection status and compliance of individual coffee plantations
- Areas with remaining areas of primary forests and endangered species can be monitored with highest priority



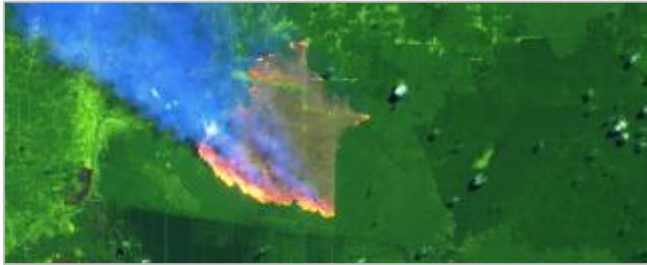
Satellite images and vegetation index time series are used to verify the exact time and type of land use change activities within plantation outlines



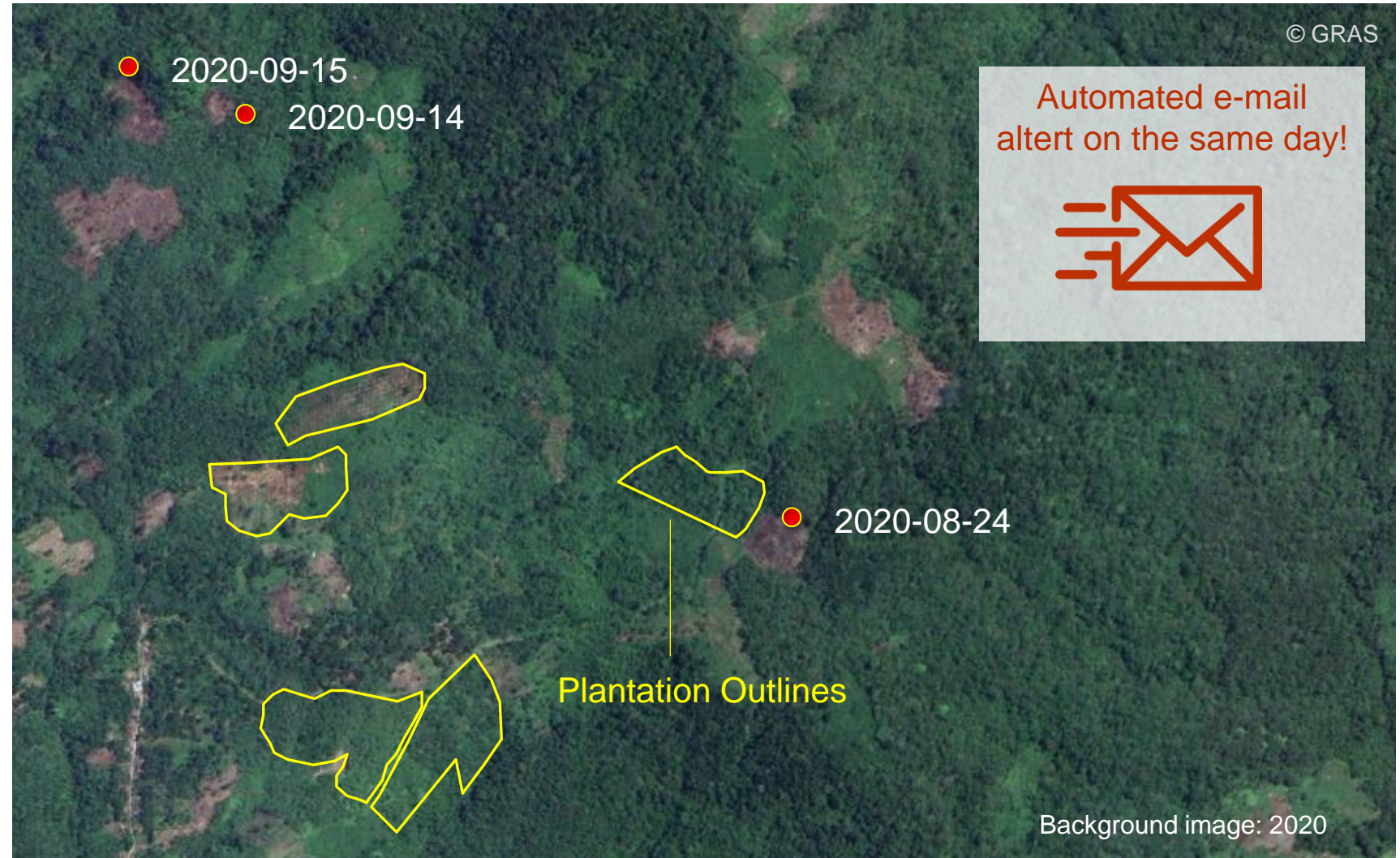
- High resolution satellite images are available globally and far back into the past
- This allows to verify the compliance of strict deforestation criteria of 4C
- Patterns of vegetation index time series indicate the type of historic land use and its changes



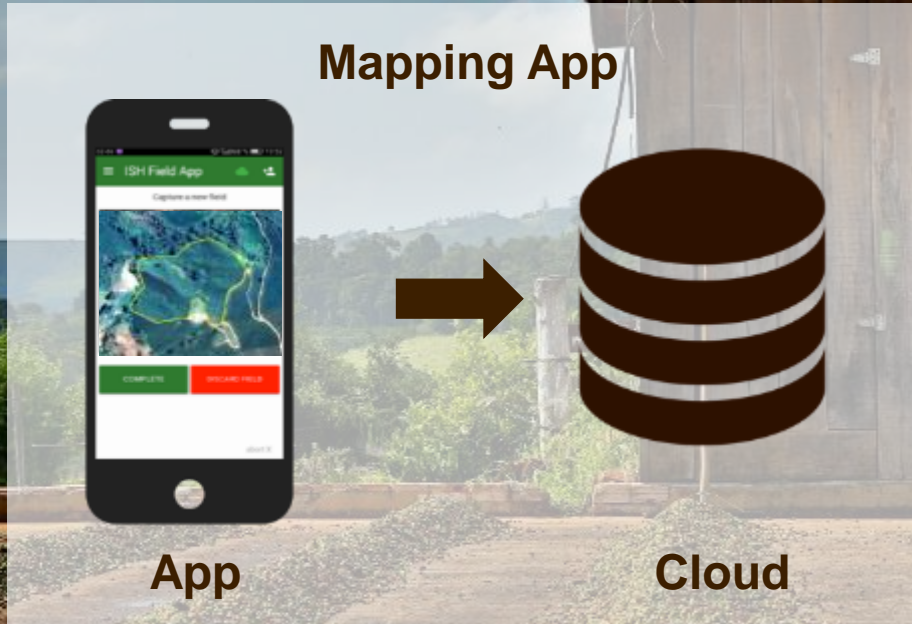
Fire databases are updated on a daily basis, allowing an early indication for potential deforestation activities in the production regions or within farm outlines



- The available fire database is updated on a daily basis
- Alert per e-mail on the same day of the detection
- Identified fires can be a sign for expansion and deforestation activities
- The daily alert allows for early action in the observation region



A mapping mobile app allows to collect data and field outlines



- Basic data
- Field outlines
 - Automated check against environmental risks
- Field size
- Number of trees
- Yields per month/year
- Applied inputs
- GHG data
- Photo of smallholder
- Field records



**Mapping can be conducted by non-experts
(e.g. heads of the farmer groups)**

Digital farmer management solutions facilitate the integration of farmer groups into sustainable supply chains with positive impacts on their communities

Increase traceability back to the individual farmer



Collecting farmer data

Mapping of plantations

Verify compliance

Tracking deliveries

GAP training

Implementing GAP measures

Monitor impact

Improvement of livelihood for coffee farmers



Facilitate access to finance



Improvement of management practices



Increased yield and product quality



Increased farmer income and resilience against hazards

Reduced pressure on natural resources



Deforestation-free and highly biodiverse: 4C impact-driven projects on the ground

■ Project examples:

- **Analysis of remote sensing** data to ensure deforestation-free coffee supply chain
- **Smallholder App** for data collection and traceability
- **Calculating GHG emissions** to support mitigation and adaptation implementation measures
- Promoting **climate-smart agriculture** through capacity building
- **Improving biodiversity in coffee farms** via biodiversity assessment at coffee plantations and biodiversity implementation plans

4C cordially invites any interested party to join forces and participate in its projects, contributing to deforestation-free coffee supply chains and biodiversity improvement

Interested in
becoming a
partner?
Contact us!





Summary



Deforestation and biodiversity loss are significant challenges faced by the coffee sector

- **4C is a credible and robust system** that contributes to the protection of landscapes with high biodiversity and carbon values. Converting primary forests and protected areas into coffee plantations is unacceptable for 4C
- **The use of innovative remote-sensing technologies** enables 4C to conduct **comprehensive risks assessments** and strengthen deforestation-free and biodiversity-friendly coffee production
- With support of digital tools and independent auditors 4C is **continuously monitoring compliance with its sustainability requirements**
- With its comprehensive approach, advanced risk assessment procedures and innovative tools, **4C supports companies in meeting the increasing due diligence requirements** to their supply chains



Thank you for your attention! Any questions?



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