ECO-LABELLING IN KOREA

: 20 YEAR'S EXPERIENCE AND FUTURE PLAN



May 3rd, 2012 Capacity Building Training for Mongolian Experts in Eco-labeling

Environmental Certification Department Environmental Standard Management Office



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01 INTRODUCTION OF KEITI



01. Introduction of KEITI | Information

Name & CI



Location of KEITI



KEITI is located just south of Bukhansan National Park in northwest Seoul.

01. Introduction of KEITI | Organization



KEITI is a Subsidiary Governmental Organizations under Korea's Ministry of Environment

Korea Environmental Industry & Technology Institute

Korea Environment & Resources Corporation

Korea National Park Service

SUDOKWON Landfill Site Management Corp.



01. Introduction of KEITI | Organization

Environmental R&D

- Developing Eco-innovation Technologies,
- Promoting commercialization of Promising Environmental Technologies,
- Geo-Advanced Innovative Action Projects
- Converging Technology Project

Nurturing Industries

- Financial Assistance to Nurturing Environmental Industry
- Assistance to commercializing Environmental Technologies throughtout their Life Cycle,
- Training Specialist Manpower for Environmental Industries
- New Excellent Technology(NET) & Environmental Technology Verification(ETV)
- Green Certification
- Korea National Environmental Information Center

Export Assistance

- International Business Development Projects on Environmental Technology
- Environmental Management Master Plan for Developing Nations
- Feasibility Study Assistance Programs for Overseas Environmental Projects
- Nurturing Exporters Specializing in Environment and Running Export Consultation Centers
- Enhancing Global Green Business & Information Networks
- Enhancing Global Business & Information Networks

Products and
Promotion of Green
Management

- Eco-labelling Certification and Promotion of Green Products
- Carbon Footprint Labelling Certification
- Introducing Green Card System and Designation of Green Sales Points
- Promoting Green Management and Providing Green Financial Assistance



01. Introduction of KEITI | Organization

Vision

A Global Leading Organization that Spearheads Green Technology & Industries

4 Strategies

Taking full advantage of green technological achievements

International Cooperation

Consolidating foundation for nurturing green industries

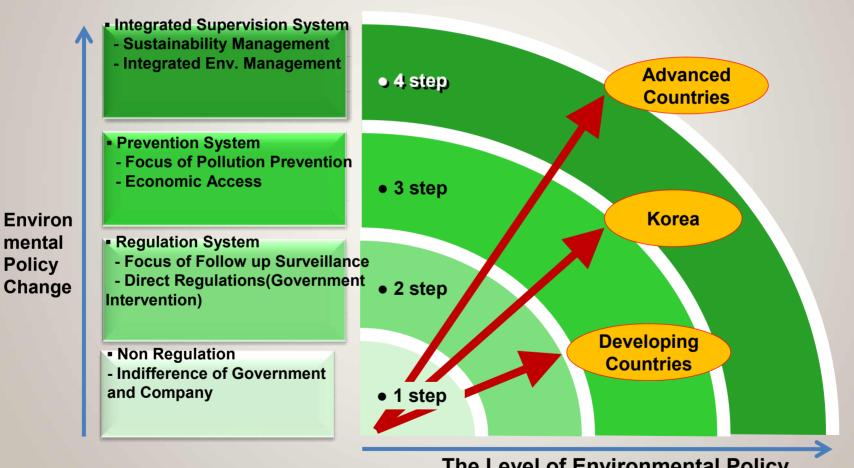
Encouraging nationwide low-carbon green production and consumption

TYPE 1 ENVIRONMENTAL LABELLING



Eco-labelling

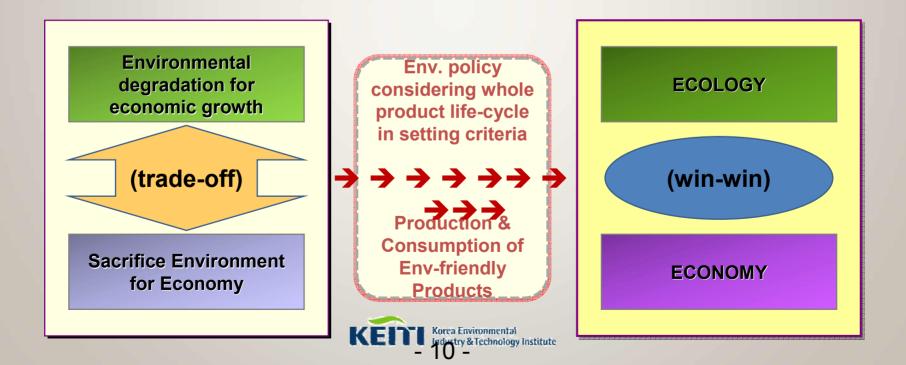
♦ the Importance of Ecolabel : Observance of Regulations ⇒ Pollution Prevention ⇒ **Integrated Management Tool Focused on Products**



The Level of Environmental Policy



- Importance of Environmental Labeling: a win-win solution to balance environmental and economic development
 - Paradigm shift from trade-off to win-win
 - Ex. Hybrid car, bio-fuel, renewable energy (wind, solar, and tidal power)
 - Consideration of whole product life cycle in setting criteria



Eco-labeling

- Environmental Labeling (Environmental mark)
 - identifies overall environmental preference of a product within a product category based on life cycle considerations
 - refers specifically to the provision of information to consumers about the relative environmental quality of a product
- ISO defines the following main goal of eco-labeling
 - "...through communication of verifiable and accurate information, that is not misleading, on environmental aspects of products and services, to encourage the demand for and supply of those products and services that cause less stress on the environment, thereby stimulating the potential for market-driven continuous environmental improvement".

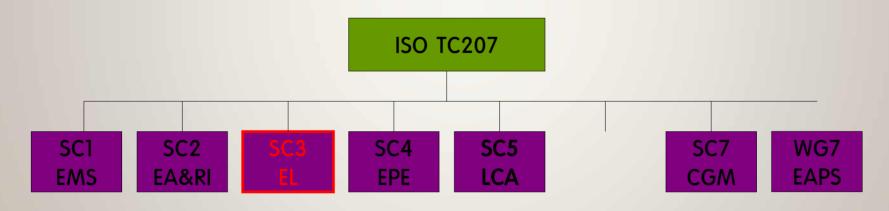


Eco-labeling

■ ISO 14000s

TC207

ISO/TC207 is the "umbrella" committee under which the ISO 14000 series of environmental management standards are being developed



EMS : Environmental Management Systems LCA : Life Cycle Assessment

EA&RI : Environmental Auditing & Related Investigations T&D : Term and Definitions

EL: Environmental Labeling CGM: Environmental on Greenhouse Gas Management

EPE: Environmental Performance Evaluation EAPS: Environmental Issues and Product Standards

industry & Technology Institute

Eco-labelling

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ISO 14000s standards

SC 1 (EMS)

ISO 14001:2004, ISO 14004:2004, ISO 14005:2005,

ISO 14006:2011

SC 2 (EA&RI)

ISO 14015:2001

SC 3 (EL)

ISO 14020:2000, ISO 14021:1999, ISO 14024:1999,

ISO 14025:2006

SC 4 (EPE)

ISO 14031:1999, ISO/TR 14032:1999

SC 5 (LCA)

ISO 14040:2006, ISO 14044:2006, ISO/TR 14047:2003,

ISO/TS 14048:2002, ISO/TR 14049:2000

TCG (T&D)

ISO 14050:2002

SC 7 (CGM)

ISO 14064-1:2006, ISO 14064-2:2006, ISO 14064-3:2006,

ISO 14065:2007, ISO 14066:2011

WG 7 (EAPS)

ISO Guide 64:2008, ISO/TR 14105:2011, ISO/IEC:24756



General Principles (ISO 14020)







TYPE III

Showing information on environmental features for each ingredient

ISO 14025





ISO 14020 & 14024

Principles of Environmental Labeling

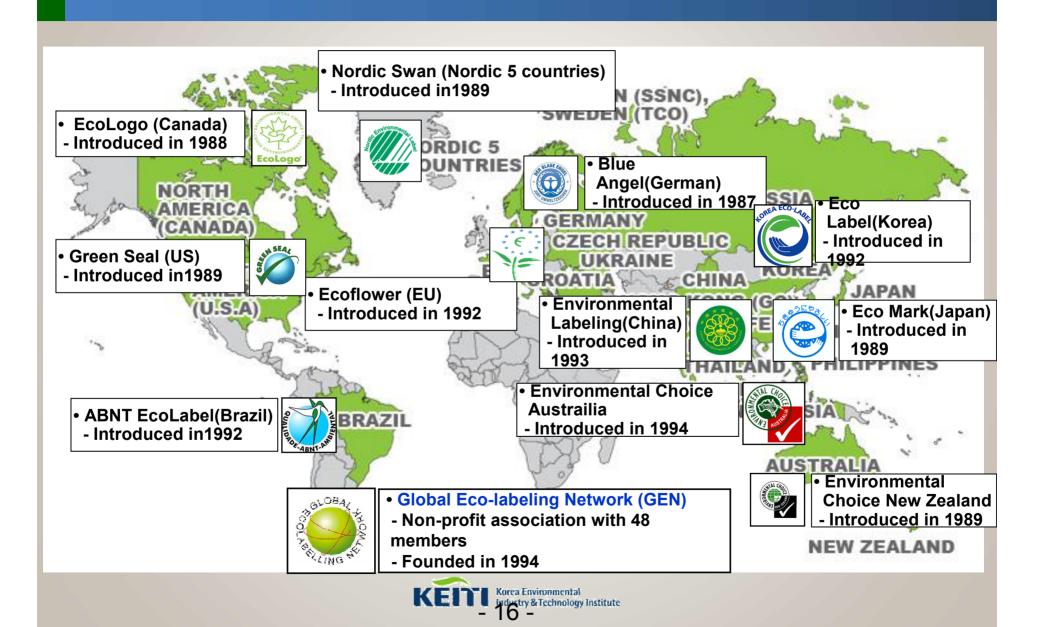
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- 1. Accuracy
- 2. Avoiding unnecessary trade barriers
- 3. Scientific basis
- 4. Provision of information on methodology
- 5. Life-cycle approach
- 6. Allowance of innovation
- 7. Minimal administrative burden
- 8. Open, consensual process
- 9. Provision of information on products

ISO 14024

- 1. Voluntary nature
- 2. Consistent with ISO 14020 requirements
- 3. Compliance with environmental/other relevant legislation
- 4. Consideration of whole product life cycle in setting criteria
- 5. Criteria established to distinguish environmentally preferable products based on measurable difference in environmental impact
- 6. Consideration to relative environmental impacts, measurement capability and accuracy
- 7. Product environmental criteria set for and reviewed within a predefined period
- 8. Criteria take fitness for purpose and levels of general performance into account
- 9. Formal process of open participation/consultation among interested parties
- 10. All elements in the eco-labelling criteria are verifiable
- 11. Transparency through all stages of program development and operations
- 12. Unnecessary obstacles to trade are not created; open accessibility to all potential applicants
- 13. criteria based on sound scientific and engineering principles
- 14. Free from undue influence
- 15. Fees kept low and applied equitably to all participants
- 16. confidentiality and mutual recognition based on confidence

Current Status



03 HISTORY OF THE KOREAN ECO-LABEL



03. History of the Korean Eco-label | Main Events

- Decided to Introduce Eco-labelling Program (National Environment Preservation Commission)		
- Set up Eco-labelling Commision		
- Selected the First eco-labelling products(twelve items)		
- Founded Eco-labelling Association		
- Established Legal Base of the Eco-labelling Program (Enacted 「Support for Environmental Technology and Environmental Industry Act」)		
- Joined Global Eco-labelling Networks (GEN)		
- Held the 1st Conference for Public Institutions to Promote Green Purchasing		
- Held UNEP Eco-product Exhibition (Jeju Special Self-Governing Province)		
- The Number of Certified Products Exceeded 1000		
- Established Legal Base of Green Procurement (Enacted 「The Act on the Promotion of the Purchase of Environment-friendly Products」)		
- Held the 1st Green Purchasing Promotion Commission		
- Implementation of [「] The Act on the Promotion of the Purchase of Environment-friendly Products」		
- Opened KOECO		

03. History of the Korean Eco-label | Main Events

2005.9	- Contracted the 1 st Green Purchasing Voluntary Agreement in Industrial Sector		
2005.12	- Held the 1 st Eco-product Exhibition (Eco-Product Korea)		
2006.3	- Officially Announced Basic Plan for Green Purchasing Promotion('06~'10)		
2006.9	- Established Legal Base of Green Store (Revised 「The Act on the Promotion of the Purchase of Environment-friendly Products」)		
2006.10	- The Number of Companies Which Products Are Certified Exceeded 1000		
2006.10	- Hosted Global Ecolabelling Network(GEN) General Meeting in Seoul		
2007.4	- Enacted Operation Guidelines for Green Store(Ministry of Environment)		
2009.3	- Deactivated KOECO		
2009.4	- Founded KEITI		
2009.10	- Held Low Carbon Green Growth Expo		
2011.2	- Firstly Published a Service Criterion (Hotel Service)		
2011.10	- Enforced Green Store Designation System		

03. History of the Korean Eco-label Introduction of the Program

- 1. Adopted the Eco-labelling System in 1992 : Enacted Certification Criteria of 12 target items
 - Paper containing recycled paper
 - Paper product containing recycled paper
 - Toilet paper product containing recycled paper
 - Recycled plastic products
 - Baby fabric diaper
 - Non-asbestos break lining
 - Kitchen sink filter
 - Aluminum can
 - Unbleached ·undyed towel
 - Water saving faucet
 - Packing materials containing waste fabric
 - Recycled soap containing waste cooking oil



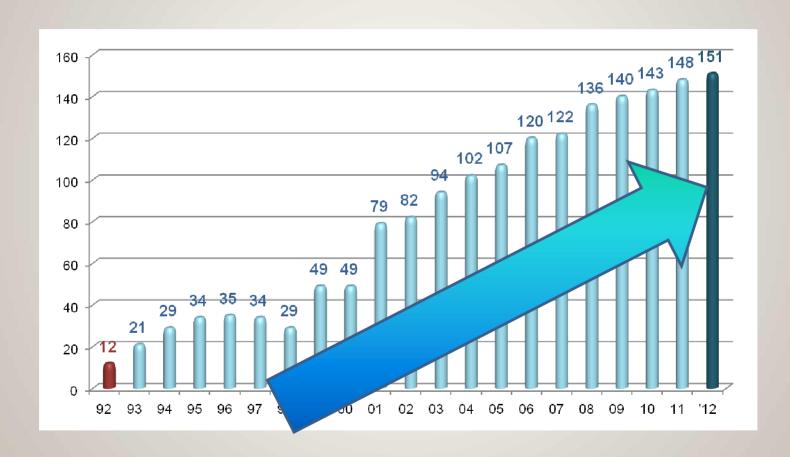
Legal Base of the Eco-labelling Program "Support for Environmental Technology and Environmental Industry Act.

The Act	The Enforcement Decree
Article 17 (Authentication of Environmental Mark) ① The Minister of Environment may grant authentication of environmental mark for the products which may cause less environmental pollution or save resources compared with other products for the same use (including apparatus, materials, and services affecting the environment; hereinafter the same shall apply) ② A person who intends to obtain authentication under paragraph ① shall make an	1. Data related to the environmentally-friendliness of the

Classification of Certification System and Examples

Proper-	Legal Compulsory Certification	Legal Voluntary Certification	Private Certification	
ties	Legal baseCompulsory	Legal baseVoluntary	No legal base Voluntary	
Quality Mark	 the 'Water' mark for water purifier Examination of meters(water, electricity) 	 the Korean Standards mark the the Good Recycled mark(GR mark) the Reliable authentification for parts and materials (R mark) Good quality products from small and medium sized businesses (GQ mark) 	• Q mark (by 6 private testing organizations) • '건' mark (by Korea Conformity Laboratories) • Good Product Certification (by Korean Standards Association, KSA)	
Environm ental Mark	 Gas emission from automobiles Environmental measuring instruments Housing performance grading indication Energy efficiency grading indication 	 the Korean eco-label the Environmental product declaration Low emission vehicle Environment-friendly agricultural products 	 HB mark (Korea Air Cleaning Association) LOHAS(KSA) Welbix mark (Yonsei & Korean Standards Association Consulting) Well-being mark(Korea Management Association Registrations & Assessments) 	

Certification Progress



Green Procurement

2. Legal base in 2004

The Act on the Promotion of the Purchase of Environment-friendly Products

The Act

Article 6 (Public Institutions' Obligation to Purchase Environment Friendly Products) The heads of public institutions shall purchase environment friendly products, when they intend to purchase any product provided that this shall not apply in cases falling under any of the following subparagraphs:

- 1. When environment friendly products are not available for the item intended to be purchased;
- 2. When the supply of environment-friendly products is unstable;
- 3. When it is difficult to achieve the purposes of the law, due to grounds such as substantially inferior quality of environment friendly products;
- 4. When the heads of public institutions intend to purchase products so as to comply with provisions on the preferential purchase under other Acts, such as the Welfare of Disabled Persons Act, etc.;
- 5. When the heads of public institutions conclude that it is difficult to purchase environment friendly products, due to unavoidable reasons, such as urgent demand, etc.

Program for public agencies' compulsory procurement was introduced in 2004

: Certified products and companies increased sharply



3. Green Purchasing Voluntary Agreement in 2005

- Agreement with the industries for voluntary green procurement since 2005 for promoting the supply of green products.
 - 30 companies under VA in 2005 and 138 companies in 2012





Amended the Act in 2011 for voluntary agreement with industries The Act on the Promotion of the Purchase of Environment-friendly Products

The Act	The Enforcement Decree
Article 15.3 (Conclusion of a Voluntary Agreement) ① The Minister of Environment may conclude an agreement (hereafter referred to as "Voluntary Agreement") with the producers, distributors, and buyers, etc of green products or the group consisting of those producers, distributors, and buyers to promote production, distribution and purchase of green products. ② The Minister of Environment may provide necessary support for the contractor who concluded Voluntary Agreement to deliver such Agreement. ③ The matters necessary for the goal, delivery method, procedure, etc of Voluntary Agreement shall be determined by the Ordinance of the Ministry of Environment. [This article inserted on Arp, 5. 2011] [Enforcement Date: Oct, 6. 2011] Article 15, Clause 3	Article 2 (Delivery method) ① The Minister of Environment may consider the following pursuant to the Article 15.3 of the Act 1. Status of annual production, distribution, and purchase of green products 2. Plan and delivery method of production, distribution, and purchase of green products 3. Other necessary actions to promote production, distribution, purchase of green products

Green Store

- 4. Amended the Act in 2006 for the establishment and operation of stores selling environmental friendly products
 - : The Act on the Promotion of the Purchase of Environment-friendly Products

The Act

Article 18 (Establishment and Operation of Stores Selling Environment Friendly Products) ① Business operators who manage discount stores, departments stores or shopping centers, which fall under superstores under Article 2③ of Distribution Industry Development Act, and who manage an integrated distribution center of agricultural and fishery products, the size of which is not less than that prescribed by Presidential Decree, under Article 2⑫ of the Act on Distribution and Price Stabilization of Agricultural and Fishery Products shall establish and operate stores selling environment friendly products (including recycled products under Article 2⑤ of the Act on the Promotion of Saving and Recycling of Resources), so as to encourage the purchase of environment friendly products.

- Green Store Designation System
 - : Retailer plays as hub for the PR and Sale of Green Products
 - Green Store (since April, 2010)
 - Eco-friendly designed stores to promote the publics' green consumption by providing green products
 - Assessment on the whole processes from construction to operation including energy and waste reduction
 - Pilot project in 11 green stores
 - Power saving(4,596kWh), Water Saving(3,675 m³)
 - Waste Reduction(1,156t), GHG Reduction(2,322t CO2)







The Establishment of KEITI

5. The Establishment of KEITI (2009)



Promoting environmental industry & technology



Merger between KIEST & KOECO (April, 2009)





Institute

Promoting sustainable production & consumption



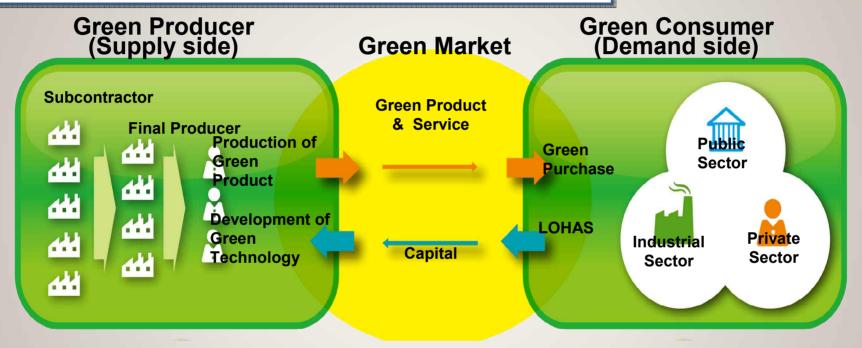
04

FUTURE PLAN



04. Future Plan

1. Balancing Green Production and Consumption



- Producers : Strengthening value chains
- Consumers : Enjoying economic incentives
- Supply chains : Promoting distribution of green products



03. Future Plan

2. Improving the eco-labelling program(rearrangement of target product categories and etc.)

- To designate required items for low carbon green growth and select products with new environmental technology
- To develop the service criteria tailored to maintain, store and share the products
- To support SMEs in applying to the eco-labeling program
- To implement ecological fiscal reform



BioPlastic



03. Future Plan

3. Promoting green consumption

- Encouraging more industries in the voluntary agreement
- Providing economic incentives for green consumers
- tax exemption for green purchasing
- Strengthening education program for low carbon and green consumption



THANK YOU FOR YOUR ATTENTION



Eco-labeling: Realizing Green Growth, Green Consumption & Green Society

Environmental Certification Department Environmental Standard Management Office

Tel.: +82-2-380-0415

http://el.keiti.re.kr/eng/index.do

