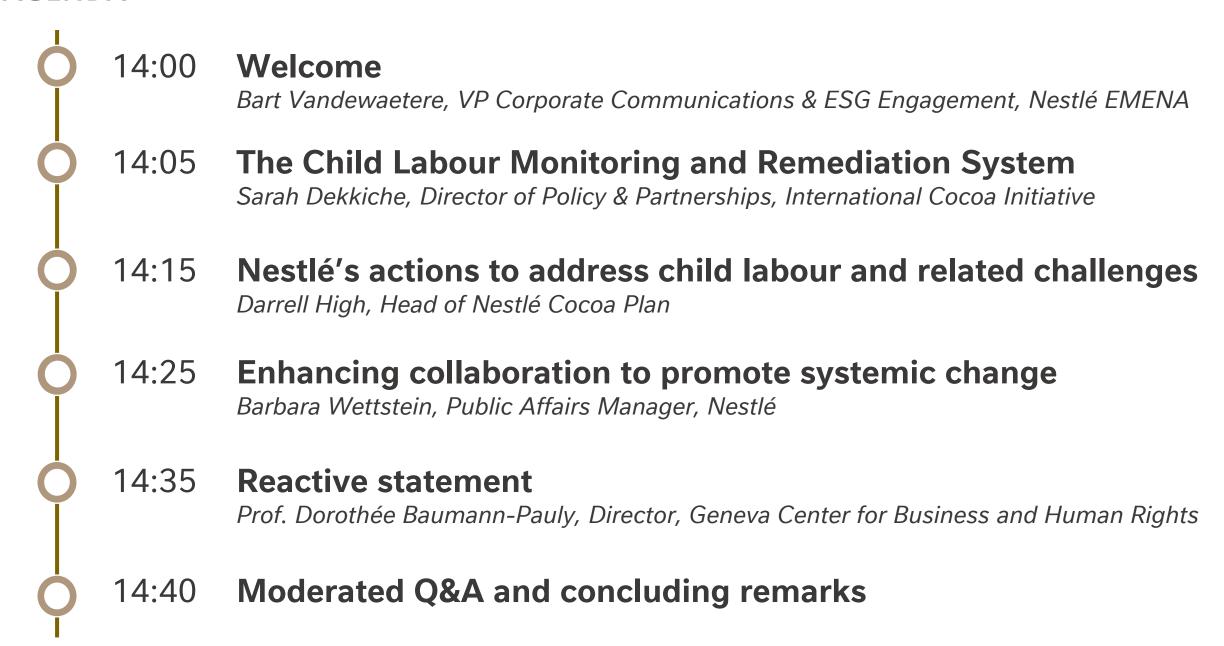




Tackling child labour in cocoa through a due diligence approach: how can an EU legal framework scale-up positive impact?

8 June 2021

AGENDA



ICI'S CHILD LABOUR MONITORING AND REMEDIATION SYSTEM

Tackling child labour in cocoa through a due diligence approach

Sarah Dekkiche, Director of Policy & Partnerships, International Cocoa Initiative

June 8th 2021





ABOUT ICI



About ICI:

A non-profit Foundation and multi-stakeholder initiative, uniting civil society and the cocoa and chocolate industry, and working with governments to address child labour and forced labour in the cocoa sector

Industry members:



















Save the Children

Solidaridad



Non-industry members:





























+ 2 individual experts

























CHILD LABOUR IN CONTEXT

According to the ILO, child labour is:

WORK THAT DEPRIVES CHILDREN OF THEIR CHILDHOOD, THEIR POTENTIAL AND THEIR DIGNITY, AND THAT IS HARMFUL TO PHYSICAL AND MENTAL DEVELOPMENT.

CHILD LABOUR

(ILO Convention No. 138)

- Underage, unsupervised work
- Excessive hours of work, deprived of schooling

WORST FORMS OF CHILD LABOUR (ILO Convention No. 182)

- Conditional: hazardous activities (age/context)
- Unconditional: sexual exploitation, abuse, bonded labour, forced child labour and trafficking.



Not all work done by children is child labour

ACCEPTABLE CHILD WORK

- Above minimum working age
- Non-hazardous, light tasks, limited hours
- Does not interfere with schooling

CONTEXT -Child labour in cocoa in Côte d'Ivoire and Ghana

108m

children in child labour in agriculture worldwide

1.56m

children in *child labour* in cocoa in
Côte d'Ivoire (790k)
& Ghana (770k)

1.48m

children in *hazardous* child labour in cocoa in Côte d'Ivoire (765k) & Ghana (713k)

CONTEXT -

Cocoa-related child labour in Côte d'Ivoire and Ghana









99%

of child-labourers in cocoa-growing areas live at home with parents

45%

of children in cocoagrowing areas do some form of cocoa-related child labour 88-96%

of child labourers attend school [88% in Côte d'Ivoire; 96% in Ghana] 8.3h

Average hours worked per week by *child labourers in cocoa*

CONTEXT -

Children doing hazardous work in cocoa



80% of child labourers used sharp tools



64% of child labourers carried heavy loads



of child labourers were exposed to agrochemicals

54%



35%

of children in *hazardous* child labour suffered wounds or cuts (vs. 8% of children doing non-hazardous work)

Source: NORC 2018/9 survey

ROOT CAUSES

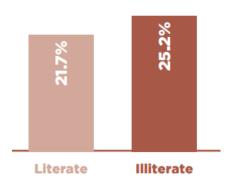
of child labour:

Unregistered births:



40-50%

Child labour rate by literacy of female parent:



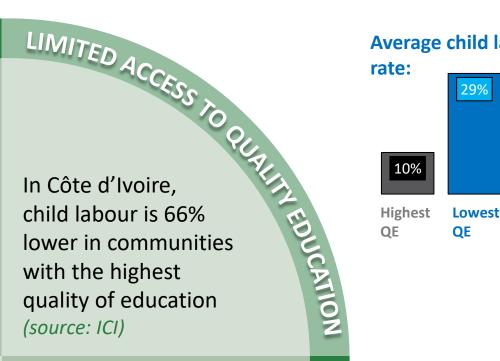
CALOROTECTION 40-50% of births in

cocoa-growing regions of CDI are not registered (source: UNICEF)

CL is 16% higher when the female parent is illiterate (source: ICI) Avg cocoa household income in Ghana is more than 50% below the Living Income Benchmark

(Source: Cocoa Barometer)

Average child labour



QE

Income distribution of cocoa farmers:



CHILD LABOUR MONITORING & REMEDIATION SYSTEMS





CLMRS

Child Labour Monitoring and Remediation Systems





Follow-up

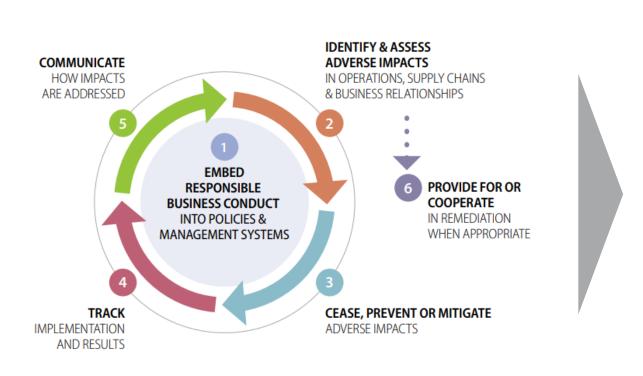


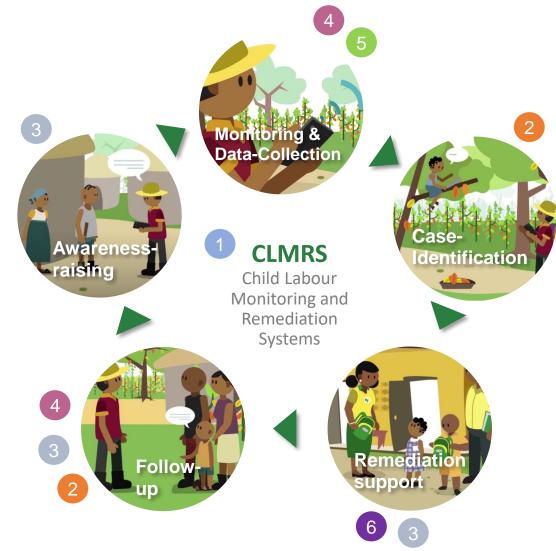




CLMRS as a tool for Responsible Business Conduct

CLMRS enables an ongoing risk-based due diligence approach in line with the OECD Guidance





THANKS!







ICI Secretariat Switzerland

Chemin de Balexert 9 1219 Châtelaine - Switzerland +41 22 341 47 25

ICI National Office Côte d'Ivoire

Il Plateaux, 6ème Tranche, Ilot 215, Lot 2518, Abidjan - Côte d'Ivoire +225 22 41 09 14

ICI National Office Ghana

House #5 Mensah Wood Street, East-Legon - Accra - Ghana +233 302 998 870 www.cocoainitiative.org

info@cocoainitiative.org



The Nestlé Cocoa Plan - A holistic approach

OUR VISION = Building a brighter future for cocoa farmers, producing great quality cocoa Better Farming, Better Lives, Better Cocoa, Every day = OUR MISSION

BETTER FARMING

Enabling farmers to run profitable farms by:

- Farmer training to improve farming practices
- Better quality plants to improve yield and disease resistance
- Respecting the environment to avoid deforestation



BETTER LIVES

Improving social conditions by:

- Tackling child labour through transparency and monitoring to help elimination
- Promoting gender equality to improve household revenues
- Improving water and sanitation provision



BETTER COCOA

Sustainable good quality cocoa by:

- Building long term loyal customer farmer Group relationships
- Supply chain traceability to the farmer
- Rewarding NCP farmers for certification and good quality.



Collaboration, Transparency and Public Reporting

Working with WCF, CocoaAction, independent partners e.g. Fair Labor Association, ICI, Rainforest Alliance, IDH, GIZ, local NGO's and research organisations



At scale, the Nestlé CLMRS is effective in identifying, reducing and preventing children doing hazardous work

78,124

children aged 5-17 currently being monitored

19%

of monitored children participating in child labour

133,545

children have been helped since 2012

32%

children out of child labour after two follow-up visits in 2020

Examples of help (prevention & remediation) activities (2012-2020):

Community level



593,925 attendees to community awareness-raising sessions

Household level

women taught basic literacy and numeracy

Individual level



6,321 birth certificates issued



53 schools built or refurbished



4,909 adults taught alternative income-generating activities



37,501 school kits delivered



Learnings and future outlook

- Implementing a robust CLMRS requires investment and time, building trust with local communities.
- CLMRS is <u>a</u> tool which helps us understand the situation and what works to help the children
- Collaboration on the ground with farmer cooperatives, communities and authorities is key for success.
- CLMRS must be part of a broader strategy to address the causes of child labour and other issues.

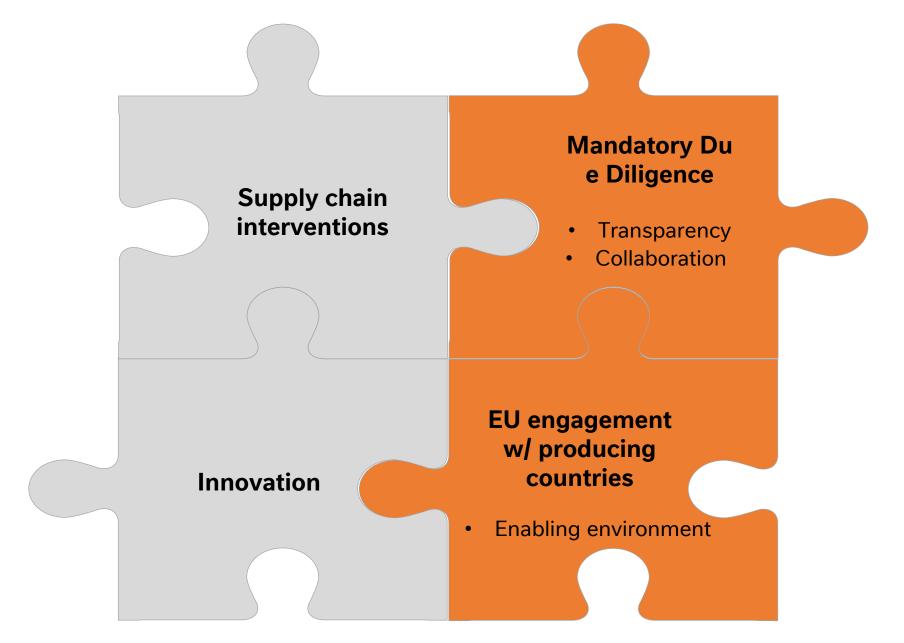
What are our next steps?

- Continue to evolve and develop CLMRS as a tool to help protect children
- Source **100**% of the cocoa we use through the Nestlé Cocoa Plan by 2025.
- Focus on activities to improve farmer livelihoods and reduce child labor risks.





A "smart mix" of measures is needed to drive impact at scale





EU mandatory due diligence legislation will help scale up impact

Four key features of an appropriate and proportionate EU legislation:

Alignment with the UN Guiding Principles on Business and Human Rights

Harmonization at EU level

Including all business actors (public/private)

Appropriate and proportionate sanctions



Ensure robust due diligence processes that are fully embedded in company governance and culture



Legal certainty for businesses & ability to focus on concrete actions on the ground



Create a level playing field & incentivize collaboration along supply chains



Incentivize transparency and avoid disengagement from risky sourcing Reactive statement by

Prof. Dorothée Baumann-Pauly

Director, Geneva Center for Business & Human Rights

GENEVA CENTER
FOR BUSINESS
& HUMAN
RIGHTS

