1ST REGIONAL WORKSHOP ON SYSTEMS OF TRACEABILITY AND SECURITY FEATURES FOR TOBACCO PRODUCTS

Date: 25 January 2018

Meeting venue: Stockholm Waterfront Congress Centre

- SUMMARY RECORD -

On Thursday, 25 January, a regional workshop was organised in Stockholm to assist Member States and relevant stakeholders in the application of the secondary legislation on systems of traceability and security features for tobacco products. The workshop was divided into two parts: a closed session for Member States (DK, EE, IR, LV, SE and UK) and a public session for stakeholders. The public session was composed of three subsession each of which was dedicated to a specific stakeholder group (manufacturers/importers, wholesalers/distributors, solution providers). Each Member State was given a maximum of ten seats that could be allocated to interested industry participants from its own country. Both sessions were chaired by DG SANTE.

Morning session with Member States:

DG SANTE gave a presentation to participants on the general operations of the future systems for traceability and security features, including the estimated timeline. Furthermore, the main responsibilities of Member States under the secondary legislation were outlined and discussed in the group. Topics discussed were: ID issuer (appointment and requirements), repositories system, anti-tampering devices, access to information encoded in unique identifiers via scanners, security features (composition and verification process), independence requirements imposed on solution providers and financial aspects of both systems. Member States also updated DG SANTE on the general progress made in their country.

Afternoon session with industry stakeholders:

DG SANTE gave a presentation to all participants on the general operations of the future systems for traceability and security features, including the estimated timeline.

In the <u>session dedicated to manufacturers/importers</u>, the following topics were presented by DG SANTE: identifier codes, requirements for unique identifiers (unit and aggregated level), data carriers, primary repository system, recording/transmission of product movements and transaction information, time frame for transmission of information, security features (composition), and the financial aspects of both systems. Discussion points in the Q&A session on the application of the secondary legislation included: exports, implementation timeline, temporary absence of an ID issuer, appointment and replacement procedure for providers of repositories, data protection, and the interaction of the traceability system with EMCS.

In the <u>session dedicated to wholesalers/distributors</u>, the following topics were presented by DG SANTE: identifier codes, requirements for unique identifiers (unit and aggregated level), data carriers, recording/transmission of product movements and transaction information, and the time frame for transmission of information. Discussion points in the Q&A session on the application of the secondary legislation included: obligations for retail outlets, request for identifier codes, reporting on the return of products, vending machines and vending vans, source of costs and benefits calculation (incl. applied methodology), requirement to link aggregated level unique identifiers to unique identifiers at lower levels, reporting obligation in the case of stolen goods, and composition requirements for security features.

In the <u>session dedicated to solution providers</u>, the following topics were presented by DG SANTE: ID issuer (criteria), anti-tampering devices, primary and secondary repositories (selection procedure, appointment, technical requirements), security features and allowed types of authentication elements. Discussion points in the Q&A session on the application of the secondary legislation included: process to verify the authenticity of tobacco products via security features, meaning of the term "irremovably" in Art. 16 of the TPD, possible differences in lengths of unique identifiers depending on the generating ID issuer, composition of validation messages, selection procedure of the secondary repository, interoperability of all system components, and the use of open standards.

STAKEHOLDERS

| Country | Organisation |
|---------|----------------------------------------------|
| Denmark | PMI – Philip Morris International Danmark |
| Denmark | TI – Tobaksindustrien |
| Denmark | JTI –Japan Tobacco International Denmark A/S |
| Denmark | Danish Chamber of Commerce – Dansk Erhverv |
| Denmark | House of Oliver Twist A/S |
| Denmark | Scandinavian Tobacco Group A/S |
| Denmark | BAT- British American Tobacco |
| Denmark | Mac Baren Tobacco Company A/S |
| Estonia | JTI – Japan Tobacco International |
| Estonia | Imperial Brands |
| Estonia | PMI – Philip Morris International |
| Estonia | SANITEX |
| Estonia | BAT - British American Tobacco |
| Ireland | JTI – Japan Tobacco International |
| Ireland | Primeline |
| Ireland | CSNA |
| Ireland | M&P O'SULLIVAN |
| Ireland | Stonehouse Marketing Ltd. |
| Ireland | IMB – Imperial Brands |
| Ireland | PMI – Philip Morris International |
| Ireland | BAT - British American Tobacco |
| Latvia | PMI – Philip Morris International |
| Latvia | Honeywell |
| Latvia | BAT - British American Tobacco |
| Sweden | SMD Logistics |
| Sweden | Gotland Ssnus AB |

| Sweden | Swedish Match |
|----------------|-----------------------------------|
| Sweden | Skruf Snus AB |
| Sweden | PMI – Philip Morris International |
| Sweden | Tobaksfakta |
| Sweden | Psychologist against Tobacco |
| Sweden | Fiedler & Lundgren |
| Sweden | Teachers against Tobacco |
| Sweden | JTI – Japan Tobacco International |
| United Kingdom | JTI– Japan Tobacco International |
| United Kingdom | TMA |
| United Kingdom | ITPAC |
| United Kingdom | ITUK |
| United Kingdom | BAT - British American Tobacco |
| United Kingdom | PMI - Philip Morris International |

PUBLIC AUTHORITIES

| Country | Institution |
|---------|-------------------------------------------------|
| Denmark | The Danish Safety Technology Authority |
| Denmark | The Danish Ministry of Taxation |
| Denmark | The Danish Ministry of Health |
| Denmark | SKAT |
| Estonia | Ministry of Social Affairs |
| Estonia | Estonian Tax And Customs Board |
| Ireland | Office of the Revenue Commissioners |
| Ireland | Department of Health |
| Latvia | State Revenue Service of the Republic of Latvia |
| Sweden | Public Health Agency Sweden |

| Sweden | Swedish Tax Agency |
|---------------------|---------------------------------------|
| Sweden | Swedish Customs |
| United Kingdom | HM Revenue & Customs |
| Norway (observer) | Ministry of Health and Cares Services |
| European Commission | DG SANTE |