# IFAT 2006 Annual Repo





# We are on a journey. A journey for Fair Trade and Trade Justice. Not justice for the few. Justice for all. At the moment, international trade, far, far too often allows the strong to exploit the weak and the rich to become richer at the expense of the poor. Profits for multinational corporations are considered more important than decent working conditions and fair pay for people. The result is poverty and suffering on a huge scale. That must change. That's why we are here! We, Fair Trade

Organizations are united in our fight against poverty and for fairer world trading rules. We work together, determined to overcome the injustice that threatens the very future of our planet. We are taking this message around the world to tell everyone everywhere that we truly believe that another world is possible. Be with us! Speak out for trade justice! Support Fair Trade!

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Davani (in white dress) and Privanka (in flower dress) making toys for Gospel House.

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# Message from the Chair



In 2006, IFAT membership grew by over 25% to nearly 300 organisations - this is more than double compared to the year 2000! Since the creation of IFAT in 1989 the organization has grown tenfold, members have matured, and their expectations and priorities have changed considerably. The environment of Fair Trade has also changed and Fair Trade has expanded into mainstream markets and public institutions up to the highest level.

IFAT continues to be the only global network of Fair Trade Organizations and we made important steps to be recognised as the representatives of the global Fair Trade movement. This gives us a huge responsibility and the activities reflected in this report are an indication of our shared desire to put together structures and systems to strengthen the Fair Trade Movement as a practical model of poverty alleviation.

Rudi Dalvai Chair of IFAT

> Since its inception, IFAT's structure has stayed largely the same. The opening to Southern members was one of the most important decisions in our history. We are now close to taking another important decision. In 2006 we discussed the future of IFAT. The discussion resulted in an "Agenda for Change", with a proposal to change IFAT's structure from a centralised to a regionalised one and with regional IFAT networks taking more ownership and responsibility in coordinating activities. The final decision regarding this new direction will be taken during the 2007 AGM.

> Fair Trade has become more prominently present in national and international media and on the agenda of private and public institutions. The good news is that Fair Trade is no longer only visible in traditionally "consuming" countries, but also in traditionally "producing" countries. However, there is also another side to the coin of success. Reports about Fair Trade are no longer just positive. 2006 saw heavy criticism directed at Fair Trade in different media, in which doubt was expressed whether we deliver in practice what we promise in theory. The level of research supporting these reports is often very low, and sometimes it gives the impression that Fair Trade is attacked deliberately. However, this does not take away the Fair Trade movement's responsibility to do its best to prevent Fair Trade from such attacks. Fair Trade Organizations have to be clear and realistic by declaring what the final goals are and what has been achieved so far. We must also make sure that we are able to deliver what we promise. A credible monitoring and certification system for Fair Trade Organizations is becoming a necessity for IFAT and its membership.

The IFAT monitoring and FTO registration system is an instrument to help us improve the Fair Trade performance of FTOs and it will help us to keep the credibility of FTOs high. To succeed in this it needs to be robust, but also flexible enough to keep our diversity. In 2006, big efforts were made to upgrade and significantly revise our monitoring and registration system to become more consistent and robust. The results will be presented at the 2007 AGM.

The success story of Fair Trade has helped to open doors for external funding with the good intention to support Fair Trade. There are now millions of US dollars available to finance Fair Trade-related projects. While positive, as money is often needed, it can be dangerous for a movement whose most important drive is the social commitment of its members. We see an increasing number of professional fundraisers collecting funding for projects that are not at all linked to activities of the existing Fair Trade movement. Sustainable structures of the Fair Trade movement can be damaged and even destroyed with this money without building a real alternative. We have to look at these dynamics carefully. Our core activity should remain Fair Trade and as trading organisations we have to be sustainable by resources that are created by our trading activity. If we let external funding drive our activity, we will become dependent on it and we will lose our ability to be a healthy and sustainable trading organisation.

This is the sixth year that I am the Chair of IFAT. This will be my last year in this role and I take this opportunity to write a brief personal note. Working for IFAT has been a privilege and an inspiring activity for me. The biggest value by far in all these years for me was the opportunity to work intensively with the committed and faithful people striving for one aim - to create a better future for less advantaged people. A warm-hearted thank you goes to all these people for the support and time spent together in numerous conferences, meetings, journeys and discussions. It is their attitude of generosity and dedication which makes our movement so rich and exciting and gives the positive drive to continue to strive for our main goal: to bring a little bit more fairness and justice in this world.

In the end, the final test of Fair Trade and Fair Trade Organizations is the genuine change, the dent we make in the lives of people who are marginalized and struggling in the ever worsening poverty by contributing in addressing the unjust structures that perpetuate these.

Andi Dalva

# A Brief Overview of the year 2006



2006 was another important year for Fair Trade. Global sales figures of Fair Trade products in 2006 are estimated to be in excess of €2 billion (US\$2.6 billion) and Fair Trade continues to grow at rates of 20 to 30 per cent a year, with food sales in particular soaring!

IFAT itself also grows. On the institutional level we saw the formal establishment of IFAT Europe in September. After AFTF in Asia, COFTA in Africa - who recently opened their regional office in Nairobi - and IFAT Latin America, IFAT Europe is the fourth regional IFAT chapter. Regionalization is part of IFAT's strategy to bring its services closer to its members throughout the world. The number of national networks also increased. Regional chapters and national Fair Trade networks are better equipped to answer to the needs on the ground. In November 2006 the regional directors met for a first time during the workshop 'Fair Market entry' organized by DAWS in the Netherlands.

Sale's on!

Seller at the trade during the Arusha.

The number of IFAT members continued to increase. At the end of 2006. we had over 293 members in 65 coun-Global Journey in tries. 65% of the members come from the Southern regions. IFAT also had

members, most of them coming from Europe. About 100 membership applications are currently being processed.

In the year between two biennial conferences (2005 lining monitoring and membership and introducing provi-Quito (Ecuador) and 2007 Blankenberge (Belgium)), re- sional membership. gional conferences take place. The first regional conference took place in Tuxtla (Mexico) for the Latin Ameri- A new instrument worth mentioning is the Fair Trade can region in March. In May the Africans met in Arusha Wage Guide, developed by new IFAT member World of good, which presented the tool at the regional confer-(Tanzania). This coincided with the final leg of the Global Journey in Africa. North America and the Pacific Rimences and received broad support. met in August in Christchurch (New Zealand), where the Global Journey also passed. The Asians planned their re- Last year 66 members submitted a self assessment regional conference in September in Negombo (Sri Lanka), port, evaluating their performance against the standards but moved it to Bangkok that same month for security for Fair Trade Organizations. Fourteen external verifireasons. Also in September, the Europeans met in Paris cations were done, of which three were in response to (France), where the IFAT 2006 AGM took place and the complaints. Global Journey marched though the City of Light up to the Eiffel tower. As part of the ongoing project on the Fair Trade Qual-

ity management System, a workshop was held in April At the 2006 conferences, regional and global issues were 2006. Fair Trade representatives from the South and the discussed. The development of the IFAT monitoring sys-North discussed the generic standard for Fair Trade. The tem and the standards, the new strategic plan, the mem- further process was put on hold temporarily. The same bership fee policy and a producer protection fund (to goes for the overall QMS project, for which the contract protect producers against the negative consequences of between HIVOS, FLO ev, FLO Cert and IFAT will be signed bankruptcy of buyers) were topics under discussion in the in 2007. regions. This was in preparation of the 2006 AGM, where a new standard on trade relations and the policy govern-Cooperation with FLO continued on the QMS and on the ing the IFAT fee structure were approved.

Generic Standard for Fair Trade. (see above). During the European regional conference in France, the Committee Building trust in Fair Trade is increasingly important and met the new FLO Chair Barbara Fiorito and FLO director IFAT is further strengthening and upgrading its monitor-Luuk Zonneveld. At the conference a public discussion ing system. This process is lead by Eileen Davenport, the between chairs and directors of both organisations took chair of the Standards and Monitoring Committee and Alliplace.

44 individual associates. In 2006 we welcomed 35 new son Barrett, the chair of the Registration Sub Committee. At the 2007 Conference and AGM several improvements will be proposed, including a rewording of the standards, measurable indicators and compliance criteria, streamsurvey between members on the need for a product label for handicrafts. From the South 84 % of the respondents vour of a Fair Trade product label for handicrafts.

organizations to clearly show that they are genuinely aspiring to include Fair Trade practices in everything they up to the resolution. do. In order to protect the FTO Mark, it was registered as a collective Mark in the Benelux, following the registra- The Fair Trade Advocacy Office in Brussels is a joint inition of the Mark in the whole of Europe in 2005.

urday of May, May 13th. The theme of the day was "Fair Trade Organizations NOW!", focusing on the unique role challenges of Fair Trade, called 'Business Unusual'. This of Fair Trade Organizations in the world. Reports on events were posted on the website, www.wftday.org, Dutch and Italian. which received a record-breaking 3.5 millions visitors in six months.

The Global Journey of the Fair Trade Organization Mark New Zealand. Then the Journey moved to Europe where it visited 8 countries until the end of the year. In May square in Brussels.

COFTA and IFAT were present at the World Social Forum In Paris in September, the Executive Committee nomiat this first African WSF.

Early in 2006, honorary member Carol Wills conducted a Public recognition for Fair Trade as a successful tool for poverty elevation is increasing. This became evident last July, when the European Parliament passed a resolution and from the North 47 % of the respondents were in fa- on Fair Trade and development with an overwhelming majority. The resolution recognizes the important role of Fair Trade and Fair Trade Organizations and is one of the At the same time, the Fair Trade Organization Mark is most important achievements of the Fair Trade Advocacy increasingly being used by IFAT members. It allows these Office last year. It is now up to the European Commission and the members of the European Union to give a follow

tiative of FLO, IFAT, NEWS and EFTA (informally called FINE) and is managed by IFAT. Last year several events World Fair Trade Day was celebrated on the second Sat- and Fair Trade receptions were organized in Brussels. In November FINE published a book on the successes and book will be translated in Spanish, German, French,

Apart from the day to day business, the Executive Committee at length discussed the strategies and the governance of IFAT for the coming years. In the last quarter of continued though 12 countries in Africa, Australia and the year honorary members Carol Wills and Paul Myers started work on advising IFAT how to change for the future. The first step was a consultancy process with inter-2007 the Global Journey will finish on the central market ested members. The strategic plan will be brought to the 2007 AGM for approval.

in Bamako (Mali). The FTO Mark was intensively displayed nated Carlos Vargas from Coopetrabasur Costa Rica as a co-opted member from Latin America, representing food producers.

In the small IFAT secretariat in the Netherlands there from Kisumu (Kenya) and the Global Journey Coordinator were 4 staff members: a Membership Officer, a Commu- from Brighton (UK). Together with the other Fair Trade nications Officer, as Assistant to the Director and the Ex- Networks - FLO, NEWS and EFTA - IFAT employed the Adecutive Director. The Monitoring Coordinator did his work vocacy Coordinator in Brussels.



### Press Interest

Fair trade hits the headlines more and more often. A South Korean news network travelled to Culemborg for an interview with the director as part of a documentary on Fair Trade.

# Annual General Meeting & **Executive Committee decisions**

The 2006 AGM took place in Paris (France) on September The strategic plan was an important issue on the agenda 26th. As 2006 was the year between international conferative at the Paris meeting. At this meeting the Committee deences, most IFAT members (106) were present by proxy. cided to ask honorary members Carol Wills and Paul My-Secretary Paul Deighton held the proxies and the meet- ers to work on governance, to consult with everybody ing was limited to merely formal issues.

The most important decisions taken were:

- Fair Trade Organizations was approved.
- Trade retailers. Therefore the Executive Committee new version for approval at the 2007 AGM.
- A policy document outlining the framework for the ture fee proposals will be based on this policy.
- 2005 audited accounts.
- vear.
- The budget and work plan 2007 were approved and review') will be further developed. the AGM appointed Dubois & Co as the 2006 auditors.

The Executive Committee met twice throughout 2006: in regionalisation. Culemborg in March and in Paris in September. One important issue was the new strategic plan. In March 2006 a workshop took place with facilitators Teena Cabbab and Jim Brigham and in attendance of honorary members Carol Wills and Paul Myers.

interested to contribute and to present their findings and ideas to the Committee in January 2007. The strategic plan will be presented for approval at the 2007 AGM.

• The 10th standard on trade relationships between The Executive Committee spent a considerable amount of time on the policies regarding monitoring. Two one-• There was much debate on the standards for Fair day meetings with the chairs of the Standards and Monitoring Sub-Committee (Allison Davenport), the chair of decided to withdraw this motion and to provide a the Registration Sub Committee (Allison Barrett) and the Monitoring Coordinator (Mike Muchilwa) took place.

membership and monitoring fee was approved. Fu- The main decisions were as follows: a new membership category (provisional membership) will be introduced, • The AGM approved the 2005 annual report and the membership and monitoring are to be integrated, the global and regional indicators are to be integrated, there • The 2007 fees were kept at the same level as last will be differentiation between entry and progress standards and the 'mutual review' (which will be called 'peer

> Furthermore, recurrent issues on the agenda of the Executive Committee were the promotion of the Fair Trade Organization Mark, advocacy, market development and

Some of the important decisions/issues in 2006:

- The Terms of Reference for the Membership Sub-Committee were approved. This Sub-Committee will advise the Committee on membership applications
- Eileen Davenport was nominated as chair of the Standards and Monitoring Committee
- Several complaints were dealt with, leading to external verifications
- Carlos Vargas was nominated as a co-opted member from Latin America, representing food producers. The organisation he represents, Coopetrabasur, is also affiliated with CLAC
- Global issues to be put on the agenda for the 5 regional meetings were prepared
- In preparation of the international conference in Belgium in 2007, the Committee had a meeting with the Belgian organizing committee.
- Advocacy issues were discussed with the FINE Advocacy Coordinator Anja Osterhaus.
- start a new journey.



- The progress on the Global Journey, World Fair Trade Day and the WSF were discussed with
- Christine Gent. The Committee decided that it would not be appropriate to immediately



### **ExCom Decisions**

Executive Committee meeting in preparation for the AGM in Paris.

# Monitoring

significant debate on the differences between Fair Trade Review) process. We express our deepest gratitude to and Ethical Trade. It saw more consultations with FLO in EFTA and various Southern Fair Trade Organizations who forging a common front in protecting the gains of Fair facilitated this. Trade.

that underpins efforts made in "Building Trust in Fair Trade". It was spearheaded by no other than the comthe Registration Sub Committee) and Eileen Davenport who have contributed to this exciting process. (Chair of the Standards and Monitoring Sub Committee). This is the first major review since the initial instruments The Self Assessment Process continued to gain momenwere developed over the 2001-2002 period.

South, large or small - with the opportunity to contribute to this landmark process. It maintained its transparent, accountable and democratic roots by tapping from ex- this! periences and expertise from a global fraternity spread over five regions; namely Africa, Asia, Europe, Latin America and North America & the Pacific Rim through its reputation as being the only one that really gives key are monitored as well as a role in doing so!

Further input came from members of the Standards and ing the best overall reports. Monitoring Sub Committee, IFAT Executive Committee and Secretariat backed by volunteer "experts" and EFTA.

2006 was an exciting year in monitoring. It experienced Some members helped to test the Mutual Review (Peer

When completed, it will lead to an even more dynamic, The year jumpstarted an extensive effort to upgrade, participatory and credible system that further builds on harmonise and strengthen the IFAT monitoring system the Trust in Fair Trade. It will also lead to some positive overlaps between membership and monitoring as well as the improved collection and utilisation of information. mitted and experienced duo of Allison Barrett (Chair of IFAT expresses its greatest appreciation towards those

tum as many new members joined this unstoppable train. The general quality of self assessment demonstrated In typical IFAT fashion, the process was participatory, pro- that members are becoming more adept in facilitating viding its membership and stakeholders - be they North or the process. There has been an increased involvement of stakeholders making the process more transparent and accountable. A look at the IFAT website demonstrates

Latin America retained its top position by being the most compliant (70%) while North America and the Pacific Rim, regional platforms. In doing so, the system maintained unfortunately, dropped to the bottom with 57% of the expected reports being submitted. It was a total reversal stakeholders, especially in the South, a say in how they in positions for the neighbouring regions from 2004 when the reverse was true. However, the regions' hit team is back in action in 2007 and has the distinction of produc-

adept not only in reporting much earlier than obliged, but doing after the global journey, what next? so very well! They helped push Africa a notch higher. Asia, Europe and Africa submitted two thirds of the expected reports. Overall, Two new members - Jessica Eitelberg and Elsbeth Fabels - joined 66 percent of the reports were received which was 4% lower than the previous year.

Small organizations remain the most challenged in terms of re-Tito Arunga, Ana Asti and Mike Muchilwa. sources and time and we congratulate those who have kept their commitments inspite of all the "juggling" between various priori-Eileen Davenport, moved over from her number two spot at the ties. The challenge continues to be developing a robust and cred-Registration Sub Committee to the Standards and Monitoring Sub ible system -- given the diversity of diverse membership -- that all Committee. Under her dynamic leadership, the sub committee has kinds of members feel part and parcel of. undergone a transformation that has seen it play a very significant role in the upgrading of the monitoring system. We take out Audrey Seagraves and others who have supported the sub commit-

Fourteen external verifications were conducted and finalised in hats off for Vi Cottrell, Gerd Nickoleit, Erika Spil, Geoff White, 2006. Three of these were conducted in response to complaints while others were routine. While all the routine External Verifica- tees work. tions were positive, the same cannot be said of the others. Only one of those conducted in response of complaints was positive with Our deepest appreciation also goes out to HIVOS for continuing to the rest confirming the breach of standards. The number of Extersupport the monitoring system. We have walked head to head and nal Verifications being commissioned with regard to complaints is shoulder to shoulder in this journey. What can we say but Asante increasing. This has necessitated the development of guidelines for Sana! (Thank you) complaints and appeals. It also necessitates reflection and action by the membership on corrective and disciplinary measures critical We save the best for last - a standing ovation - for the Fair Trade in maintaining trust in Fair Trade. The increasing number of comtroops in the field, the IFAT members who dare to do the deed. You plaints does show that the system is working and people are taking have kept the system going - both financially and technically - and it more seriously. stayed the course. You have built it step by step and brick by brick,

The Global Journey made its way through Africa and Europe in a system for without your sweat and commitment, there would be process expected to end in May 2007 in Belgium. The diversity, creativity and dynamism of the members has been aptly demonstrated Trade. by the nature of activities organised to support the journey. The FTO Mark continued to gain international recognition attracting

New members from the southern part of Africa were the most new members to the IFAT family. The question that remains is,

the Registration Sub Committee, lending their experience and commitment on a voluntary basis to this sub committee. They joined IFAT's most active and committed team of Allison Barrett (Chair).

come rain come sunshine. You are the heroes of the monitoring no system! May your efforts lead to the ultimate prize: Trust in Fair

# The Quality Management System

we do. It is about managing "quality" in an organisation, maintaining and improving systems and standards. IFAT wants to improve quality in its own organisation in order to improve its efficiency and effectiveness so that it may serve its members better.

the development of the IFAT monitoring system. In 2004. HIVOS told IFAT that any future funding depended upon IFAT (and FLO) introducing quality management. The IFAT Executive Committee agreed to this, as did the FLO has been delayed. Board.

Early in 2005 a report was commissioned on how to develop a Fair Trade Quality Management System. The conreported to the Quito Conference on her recommendathe existing IFAT and FLO systems with a common Fair Trade definition, IFAT standards for Fair Trade Organizations and FLO product specific standards.

IFAT was advised that the basic elements of the QMS non-food in mainstream markets. would be:

- A set of agreed Fair Trade quality management principles
- and FLO
- Agreed monitoring procedures

The report recommended that the first joint IFAT/ FLO was announced that the Asia Fair Trade Forum would be

Quality management is all about excellence in everything project should be to address the demand for a handicraft product label.

In order to implement the QMS Project, a new funding proposal had to be written to HIVOS. This was done between May 2005 and April 2006. While the proposal was being considered, a workshop was held in Brussels in April For a number of years, Dutch donor HIVOS was funding 2006 (with funding kindly provided by EFTA) to draft the Generic Fair Trade Standard, Representatives were invited from all the IFAT and FLO regional structures. While some progress was made at this workshop, the follow-up

During the early part of 2006 also, IFAT members were invited to take part in a survey on the current demand for a handicraft product label. The report was published at sultant, Mildred Steidle of Organic Services in Germany, the beginning of May. 84% of respondents from the South and 47% from the North were in support of the developtions. The starting point to the QMS was recognition of ment of a Fair Trade product label for handicrafts. However, much concern was expressed about the likely costs of such a labelling scheme. 42% of respondents overall said that they believed the IFAT Fair Trade Organization Mark has the potential to promote Fair Trade handicrafts/

The report on the survey recommended that the IFAT Executive Committee and FLO Board should note the high level of support for a handicraft label and that, once • A Generic Fair Trade Standard agreed by both IFAT funding was available, further research should be commissioned to look at options and processes for handicraft/ non-food product labelling that take into account the special needs and interests of small-scale producers, with costs kept as low as possible. In September 2006 it taking the work forward.

For various reasons it was not possible to sign the funding contract with HIVOS until early 2007. For this reason, other project goals were not progressed during the year. Project implementation depends on the recruitment of suitably gualified Quality Managers in both IFAT and FLO. Once these people are in place, work can start on putting systems in place to improve overall efficiency.



### Weaving

Miss Kumari Jayasooriya, a member of the Dambadenya women group, weaving a reed basket for Podie.



World Social

The FTO Mark Ban-

ner being carried

between to cam-

els at the Global

the World Social

Forum in Mali

during

Forum

Journev

The journey of the Fair Trade Organization Mark banner In Swaziland focus was on the producers with competiand the Global Journey message continued through 12 tions and prizes. Tanzania, on World Fair Trade Day, was countries in Africa, eight counties in Europe and visited the final leg of the march in Africa with COFTA and IFAT Australia and New Zealand in 2006. Since its beginnings members walking together. There was press coverage in Mumbai in January 2004 it has travelled throughout both on the radio and in the newspapers, thousands of India, Asia, South America, before reaching Senegal and people participated - some of them in their first ever Fair Africa at the end of 2005. Trade celebration.

The Global Journey message sends a vital message for In Europe, the Global Journey reached 1000 people in Fair Trade and Fair Trade Organizations to our own pro-Malta as part of a day of events to raise awareness for ducers, the individuals who make up our Fair Trade Or- Fair Trade. The banner visited the European city of Strasganizations, trade activists, trading partners, volunteers, bourg at the European Parliament as Members of Eurolocal governments, and consumers. pean Parliament voted to adopt a favourable report on Fair Trade. In the Netherlands, the banner went Nordic The Global Journey in Africa visited twelve countries. It skiing. In Sweden it visited the Gothenburg book fair. The started at the RIPESS conference in Senegal. In Nigeria Journey joined the regional conference in Paris and all there was an event with 84 producer groups from all over the participants walked at night to the Eiffel tower. In Nigeria represented. In Mali the camels drew the atten-Hungary the banner joined a festival of Fair Trade films tion of the global press at the Bamako World Social Foand the message was read in Hungarian as well as travelrum. In Cameroon there was an exhibition and the banner ling on a tram.

was carried by riders on colourfully dressed horses and the message was read in pigeon English too. The Bishop The Journey went to the antipodes this year with events welcomed the journey to Mauritius and the Mayor read taking place both in Wellington and Christchurch in New the message in Creole. In Uganda 400 people formed Zealand and the message was read in Maori as well as the colourful procession and the message was read in English. In Australia it went to Adelaide, Melbourne, Sydboth English and Luganda. In Kenya the procession was ney, Brisbane and Indooroopily, Perth and Fremantle. led my producers in their wheelchairs and the message was read in Swahili. In Malawi the Global Journey was In 2007 the Global Journey will continue its journey part of a week long celebration. The marchers carried through Europe to end at the biennial conference in huge baskets as they walked and the message was read in Brussels in May. Chichewa. In South Africa the Global Journey continued in a double-decker bus, bringing together Fair Trade Or-A big thank you goes to volunteer Dana Emanuel who ganizations for debate. In Zimbabwe the Global Journey helped with the Global Journey coordination in Africa. coincided with the Harare International festival of Arts.

# The Global Journey

# World Fair Trade Day "Fair Trade Organizations NOW!"

everywhere celebrate the achievements and opportuni- organised a blood collection camp and conducted a seties of Fair Trade.

organisations, family workshops, world shops, Internet stores, catalogue companies, religious institutions, NGO's, regional networks, national networks and many, Trade goods through Fair Trade stores, Fair Trade catalogues and campaign groups and encourage conventional companies to sell more Fair Trade products.

### People, Play and Publicity

World Fair Trade Day presents a unique publicity opportunity for Fair Trade Organizations. The day can help them to create buzz around their brands, to take up their place in the spotlight as part of the global momentum that activities and publicity around the world generate and can position Fair Trade Organizations as important players in a truly global movement

This is clearly something Fair Traders know, given the hundreds of events that were organised. Many were highprofile, reaching thousands of people. Others took place not just during one day, but spanned several days (and in some cases even a fortnight).

World Fair Trade Day is the day in the year where people Silence inaugurated its second Fair Trade Showroom, ries of short campaign to promote Fair Trade. SIPA held a whole week medical mission for their producers and In 2006, the theme of World Fair Trade Day focused on members. The activities of FTG-Nepal, Sana Hastakala the unique role of Fair Trade Organizations in the World. and ACP were well covered by the national TV network FTOs exist in all shapes and sizes and include produc- and were published in both local and leading newspapers. er and consumer groups, shops, collectives, advocacy The highlight of the activities was the Lighting Ceremony to celebrate the remarkable achievement made by the Fair Trade movement. ECOTA held a one-day seminar on marketing and human rights which was also fully covered many more. World Fair Trade Day 2006 called on all of by the media. The Philippine celebration took the entire us to celebrate Fair Trade Organizations, buy more Fair month of May. It started with the launch of the AFTF Consumer Awareness Campaign with the theme "Buy Local,



# Day

Sri Sivam Pottery, record. part of SIPA, showtheir workshop.

Buy Fair". This campaign included the launch of Fair Trade Shops owned by individual FTOs. A Fair Trade Zone was also inaugurated at the International Food Exhibition.

Everywhere in Europe, world shops gave child labour a red card as they organised events and activities around the theme of football in one huge campaign. Claro organised tasting sessions, competitions, sales promotions with prominent people and received press coverage in many newspapers. People Tree opened a new store with promotions to celebrate the occasion.

World Fair Trade Day celebrations in Africa coincided with the final leg of the Global Journey there, held in Arusha (Tanzania). In Latin America, Visao Mundial organised a product market.

Throughout Canada and the USA, Ten Thousand Villages organised events with live music and dance, whereas SERRV International organised a World music, dance and local & world crafts galore, with food for all tastes.

In Australia and New Zealand, FTAANZ set up over 100 hundred events across the country includ-**World Fair Trade** ing special promotions in major supermarkets, shopping centres and gatherings. And there was more. Much, much more...

Employees of the The World Fair Trade Day Website drew 3.5 million visitors in 6 months time - an all time

ing the World Fair It is warming to see that Fair Trade has become a force for good to be reckoned with in the world. Trade Day sign in Its mission to enhance economic change, sustainable development and poverty reduction has attracted an ever-increasing number of followers throughout the world. This is a result of the effortless work that Fair Trade enthusiasts everywhere carry out.

> There are big plans for World Fair Trade Day in the next few years. A closer co-operation between organising organisations will result in greater coherence and recognition, as well as an even greater impact throughout the world. Watch this space!

# Regionalisation

# **Market Access**

ganizations in 65 countries. The membership, divided by region, is shown in the chart below. IFAT also had 44 individual associates who support the ideas of Fair Trade. A full members' list can be found in the back of this Annual Report.

are from Europe. Two countries have been added to the 63 we already had, so we can now say welcome some new members with food prodthat we also have members in Papua New Guinea and Slovakia! A warm welcome to all the new members who joined our ranks in 2006.

At the end of 2006, IFAT had 293 member or- The countries where we have the most members in are India (26), the United Kingdom with (24) and Kenya (17 members). We certainly hope that there will be some countries challenging this top 3 in 2007.

In 2006 66% of our member organizations were in the global South, being Africa, Asia, Latin IFAT welcomed 35 new members, most of which America and the Middle East. Most of them trade handicrafts and therefore we hope to ucts in the coming years.

IFAT regularly is approached by (mainstream) buyers who want to source Fair Trade products. These requests are sent to members in the e-mail Update every two weeks, so that members can approach these buyers directly.

cess.

More and more members use Catgen to publish their electronic catalogues on the internet. This allows them to participate in metamarkets like the IFAT Catalogue of Catalogues.

In 2006 both eBay US and eBay UK got in contact with IFAT about their plans to launch an eBay Artisans Market place, plans which will materialise in 2007.



### IFAT members

### by region

Asia and Europe are still the largest regions



AFTF members jointly have been participating in the Bangkok International Gift Fair with suc-



# **Africa**

from its Nairobi Head office in Kenya. Much of the focus was on membership recruitment, with an emphasis on the agricultural sector, networking, awareness raising for Fair Trade in Africa and the big issue of market access. The focus was on mobilisation and capacity development among members for effective participatory engagement and professionalism in business practices.

involvement and participation as a true approach to development, and so started the year with strong advocacy around the theme "Nothing About Us Without Us". This fairs. effort was aimed at drawing the attention of all our development partners in order to engage African producer partners with the conceptual level of a partnership approach and development. This campaign was earlier facilitated by Traidcraft, when COFTA addressed several members of British Parliament at a pre-G8 Gleneagles meeting.

2006 witnessed a general decline in craft markets. Its potentially negative impact on millions of disadvantaged producers was a great area of concern for COFTA. Consequently, the African regional IFAT conference in 2006 was designed to brainstorm on the issue of the "Craft Crisis" and possible short and long term solutions. One bold step taken as a region was the expansion of retail outlets within the region through trade participation and 18 different countries throughout Africa. the promotion of the concept of Southern shops / South-South trade.

The year 2006 marked a good operational start for COFTA A pilot COFTA pavilion was prominent at Ouagadougou International Craft Fair (SIOA), where selected COFTA members from various sub-regions of Africa participated. This market was discovered to have high potential as the biggest craft market in Africa. COFTA therefore intends to develop and expand its membership's participation at SIOA by using business scans to determine export-ready members. COFTA member Getrade (Ghana) participated successfully in the Bangkok International Gift Fair (BIG), As a region, Africa was conscious of the importance of while other COFTA members were selected courtesy of Asia Fair Trade Forum to participate at the Hong Kong WTO Fair Trade exhibition as well as other international

> COFTA and Alliance 21 worked in partnership to organise the "Thinking Fair Trade in Africa" symposium, which was held in the Republic of Benin as a way of mobilizing disadvantaged producers and raising awareness among producers to come up with Africa's position and to brainstorm on how Fair Trade can be practiced as a powerful tool for poverty reduction.

> In 2006, COFTA engaged actively in various other activities. Its participation in the first Africa World Social Forum in Bamako (Mali) was very colourful and the FTO mark was impressively cheered on a camel back in the high street of Bamako. This was an added colour to the Africa Global Journey, which took the FTO Mark through

The branding of COFTA through its corporate logo and its bilingual website and office has created much awareness in Africa. This resulted in 12 new applications for membership, with new members coming in from Congo, Burundi Ethiopia and Madagascar.

agricultural sector.



The year 2006 saw COFTA working and building strategic partnership both with other networks in Africa, as well as with partners in Europe and Asia. COFTA currently operates in more than half of all countries of Africa. A growing percentage of its membership is in both the crafts and

### **House Warming**

The new COFTA headquarters in Nairobi (Kenya). The office was opened preceding the Africa regional conference in Arusha (Tanzania) in May.

# Asia

The Asia Fair Trade Forum has achieved key milestones for the Year 2006, under the following programs: Asia Center of Excellence (COE), Consumer Awareness Campaign (Pilot Test) and New Initiatives on Labelling.

### Asia Center of Excellence (COE) for Fair Trade

Under the Asia Center of Excellence for Fair Trade (Asia CoE) Program, AFTF endeavoured to increase the capacity of Fair Trade enterprises to compete in the global market. The activities under this program are clustered according to the needs of the beneficiaries,

1. Product Development and Design

AFTF provided technical assistance to help members upgrade and improve their product lines. This was done mainly by developing primary producer capabilities and introducing them to design techniques and trends. For the year 2006, eleven PDDT Missions were completed in 2006.

2. Business Skills Development

AFTF likewise conducted business scans and collective trainings, to improve business and management skills of Fair Trade enterprises.

- Business Scans: A business scan is a cursory organizational review, to determine the strengths and weaknesses of members. It identifies specific problem areas, and recommends appropriate remedial measures to enable the enterprise to effect changes that will improve its performance.
- Senior-Level Financial Planning Workshop: This was a four-day training that aimed to improve the capacity of members to (1) understand the potential improvement that comes from increased management information and (2) provide better business-information service to top management. This training program was successfully conducted in collaboration with SIPA in Chennai October 29 - November 3, 2006 conducted by Peter Berridge and Lawrence Watson.
- Training Module Development: Through its team of consultants, training modules have begun to be developed in the areas of market planning and e-commerce. These trainings will be rolled out beginning 2007.

### 3. Market Access

To increase market access, two key activities conducted for the year 2006 were to participate at the Bangkok International Gift Fair and to conduct a U.S. Market Study.

- Participation at the Bangkok International Gift (BIG) Fair: The Asia Fair Trade Pavilion participated at the BIG Fair for the 5th consecutive year at the Impact Exhibition Center on April 18 - 23. Five AFTF members participated in the event. Our participants received inquiries from the European Union, North and South America, Africa, Pacific and Middle East. Ten existing buyers and 170 new visitors showed up in the Asia pavilion this year.
- U.S. Market Study: AFTF engaged the services of experts to conduct a US Market Study which aims to define the supply chain structure (including mainstream buyers) and current size of US market for products of the types produced by AFTF members. It also sought to establish the market strategy for AFTF including the feasibility of setting up an Importing & Representative Agency representing AFTF members in North America. Phase1, which was completed as of September 2006. It employed multiple methodologies to assess the potential for AFTF members to gain access in the USA, both traditional Fair Trade distribution channels as well as the new and large mainstream opportunities. Results of Phase 1 were presented at the Asia Regional Conference on September 18, 2006.

Phase 2 will involve the development of a practical and rapid action plan to jumpstart a trading and representation business in the USA market, concentrating on developing new relations with mainstream

buyers, as well as uncovering new Fair Trade channels of distribution. This phase is now ongoing.

4. Strengthening the AFTF Network

AFTF also conducted activities to strengthen and expand the AFTF network according to the demands of the Phase 2 of Asia CoE. It focuses on organizational strengthening and partnership building, including the staffing of the secretariat, conduct of regular meetings of the AFTF Governing Board, conduct of the IFAT Asia Bangkok Conference (that led to the formation of key resolutions which were approved at the AFTF AGM and were consolidated as the Bangkok Declaration), conduct of cluster coordinators' workshop to improve program implementation and monitoring.

5. Ms. Carol Wills conducted an external evaluation on the Asia CoE to: (a) assess whether project objectives have been achieved; (b) assess efficiency, effectiveness and sustainability of project inputs and (c) assess appropriateness of the activities and recommend improvements to increase the impact at the enterprise level. The evaluation report was submitted to the program funder, Cordaid.

# **Consumer Awareness Campaign: Pilot Test - Philippines**

AFTF conducted this campaign to popularize the concept of Fair Trade, change consumer attitude and ultimately create domestic markets for Fair Trade products in Asia. The Philippine campaign revolved around the message "Buy Local, Buy Fair".

Activities accomplished include: a. An implementation workshop to develop strategy for an integrated and unified campaign that will cut across the different regions of the country; b. Qualitative research to determine the acceptability of Fair Trade products among focus groups. A reputable consumer research company in the Philippines was commissioned to carry out the study; c. A national survey on Fair Trade Awareness to gather baseline data on the level of Fair Trade awareness in the country; d. A communications plan was developed and fully implemented as per project proposal, in coordination with

# Developing a Handicraft Certification and Labelling System Framework

Pursuant to the Newcastle IFAT AGM resolution in 2003 to study the feasibility of developing a label for craft, and a survey conducted by Carol Wills in 2006 indicating that 70% of IFAT member-respondents want a label for craft, the AFTF Governing Board requested its consultants Lawrence Watson and Heinz Engels, to develop a framework for a certification and labelling system for craft.

The framework was presented on September 19, 2006 at the IFAT Asia Bangkok Conference. This initiative is being undertaken by AFTF for the benefit of all members, North and South.

# Other Activities supported by and/or participated in by AFTF

- 1. Oxfam HK Strategic Plan Consultation Meeting
- 2. Workshop on "Promoting Fair Trade In India"
- 3. Workshop on "Fair Market Entry"
- 4. Seminar on "Tapping The Potential Of Fair Trade In Hong Kong"
- 5. Homenet Southeast Asia Sub-Regional Workshop on Fair Trade and Social Marketing
- 6. Internal Control System (ICS) Training by the Dutch Association of WorldShops

### Planned Activities for 2007

a media consultant through print, television and radio. For the year 2007, AFTF will carry out capacity building activities under COE II as follows: a) 3 Financial Planning Training Workshop (1 has already been completed); b) 2 Market Planning Training Workshop; c) 2 E-Commerce Training; d) 1 product development and design. Furthermore, phase II of a US Market Study will be conducted and the Consumer Advocacy Campaign Phase II will be implemented.

### Learning Curve

A primary school in Tanil Nadu (India), associated with a SIPA pottery group.



# Europe

### **Building IFAT Europe**

tion group met in London and Paris for its planning meeting to discuss the future coordination of activities of IFAT in Europe. The group realised that there is a need to join forces to create a strong, legally established European structure in order to be able to deal with the real issues the well-coordinated lobbying activities. and threats facing Fair Trade in Europe. The coordination activities will include the whole European Fair Trade In several European countries work on legalising Fair movement (importers, shops and supporting organizations), current IFAT members but also new members, specially in New Member States (NMS) of the EU, where Belgium, but also in other countries. Fair Trade has started to become a reality.

IFAT Europe is set to become the European representative of Fair Trade Organizations. It will encourage and support co-operation between members and contribute, together with the other IFAT regions, to strengthen IFAT globally.

Following the decision to establish IFAT Europe as a legal structure, several months were dedicated to the development of a constitution. Its draft went through a series of consultations and amendments, before it was adopted as the new European IFAT constitution by the Annual General Assembly in Paris in September. The Paris meeting also resulted in the nomination of the board members and the passing of resolutions for the registration of IFAT in Brussels (Belgium).

Membership in Europe recorded over 30% growth with 26 new members, currently covering 14 European countries. We happily welcome our new members, particularly from new European countries and national World Shop associations.

### Fair Trade Legislation

In February and June 2006 the IFAT European Coordina- In its plenary session on 6 July in Strasbourg, the European Parliament adopted a resolution on Fair Trade and Development with an overwhelming majority. This important result was achieved thanks to the excellent work done by the Fair Trade Advocacy office in Brussels and

> Trade has gone on for a number of years. In 2006 this work was intensified, particularly in France, Italy and

> The international standardization organisation (ISO) also started to look into the possibility to standardise Fair Trade. IFAT Europe has started to share information between its members about national and international developments in Fair Trade legislation. It was decided that in 2007 an international working group will be formed to closely follow this important issue.

### **Global Journey in Europe European regional Conference**

From 24 to 27 September the 2006 European Regional The Global Journey arrived in Europe trough Malta in IFAT Conference took place in Paris (France), with over June and so far has gone to several European coun-100 attendees from all over Europe as well as guests from tries. The promotion of the FTO Mark around the world other regions. This conference represented another im- through the Global Journey is a good awareness raising portant step in building a common future for Fair Trade tool, and several IFAT members have taken this oppor-Organizations in Europe, as new members of the Fair tunity to promote themselves as Fair Trade Organiza-Trade movement in Europe were welcomed, and as items tions. A highlight of the Global Journey in Europe was such as the new European constitution. IFAT's relation- the event in July in front of the European Parliament in ship with FLO, the EU's action on Fair Trade, branding, Strasbourg and the journey to the Eiffel Tower in Sepand IFAT's new regional structure were discussed over tember with over 100 Fair Traders from over 30 differthree days. Important issues on the agenda were also ent countries. The Global Journey will be rounded up by the new Strategic plan, upgrading of IFAT standards and May 2007 in Brussels at the IFAT biannual conference. monitoring system and the monitoring policy paper.

One of the highlights of the conference was the FTO Mark Global Journey to the Eiffel Tower and the nightly party with dancing on a boat on the Seine.



### Paris by Night

During the Euregional ropean conference, the Journey Global travelled to the city's most famous landmark: the Eiffel tower.

### Looking ahead

The year 2007 will focus on the development and implementation of the strategic plan of IFAT Europe and adding value to membership coordination and services. It will see a lot of resources invested in finding ways to strengthen the Fair Trade movement in Europe and the identity of Fair Trade Organizations.

# Latin America

its presence among countries from Mexico to Chile. The has been able to maintain a Web page (www.ifat-la.org) Seventh Regional Meeting was held on 22-23 March, 2006 in Chiapas (Mexico) with the attendance of Rudi Dalvai digital catalogue of products and news. Complementary (chair of the IFAT Executive Committee), Stefan Durwael support had been received by Daws, the Dutch Associa-(director of IFAT) and the participation of members from tion of World Shops. the region.

mation strategy, developing regional and inter-regional brands, increasing commercial operations among IFAT producers. members promoting the use of the Fair Trade Organization Mark and deepen internal procedures and by-laws. The regional meeting continued to develop better relationships with the Latin American and the Caribbean Coordination of Fair Trade Small-Scale Producers (CLAC). which has more than 300 organisations certified by FLO in Latin America. CLAC expressed their strong interest in becoming part of IFAT. The draft Memorandum of Understanding between IFAT and the regions was analysed and agreed upon. This document forms the basis of building IFAT as the global Fair Trade network in which regions are an intrinsic part.

Latin America is implementing its agreed biennial plan 2005 - 2007 and has obtained a grant from the Ford Foundation to further its three main objectives of:

- implementing advocacy and communications
- developing markets and
- deepening monitoring.

IFAT Latin America continued to strengthen and expand Thanks to the Ford Foundation grant, the Regional Office and a bulletin which includes contact information, a

Besides Ileana Cordòn, the Latin America representative Participants concluded on the need to continue improv- in the Executive Committee, this Executive Committee ing the living conditions of small-scale producers by has co-opted Carlos Vargas from Coopetrabasur, a memstrengthening their organisations, developing an infor- ber organisation and representative of the CLAC (food sector), in order to strengthen the relationship with food

During the year, progress has been made in registering Across the North America & Pacific Rim region Fair Trade the Regional Office in Ecuador and establishing a funcis recognized by a growing sector of the public, and is tioning secretariat with a member of staff, adequate mentioned increasingly in mainstream and alternative equipment and defining the by laws of the organisation. media. However, while Fairtrade labelling and the vari-Furthermore, the region has amply met the requirements ous advocacy groups (Oxfam, etc) are often mentioned, for monitoring, reaching almost 70 percent of all organihandcrafts and other non-labelled Fair Trade goods are sations which needed to submit self assessments. included only infrequently; and with the notable exception of New Zealand, Fair Trade Organisations rarely get Regional representatives participated in 12 fairs and ena mention, despite their long history and size of their counters on solidarity economy and Fair Trade in Argen- contribution to Fair Trade.

tina, Chile, Colombia, Mexico, Paraguay and Uruguay in the region as well as in the Brussels Fashion Fair where products from organisations in the region were exhibited.



### Latin America Conference

Participants of the IFAT Latin America conference in Tuxtla (Mexico)

# North America & **Pacific Rim**

The challenge is that in the consumers mind, Fairtrade labelling and other developments such as the eBay Artisan Marketplace project, and the recent high profile Product Red campaign, (launched in 2006 and arguably already a more iconic term than Fair Trade in some countries), may become the accepted models for buying ethically before Fair Trade, as FTOs practice it, makes it into the public consciousness.

This issue underlined discussions during the 2006 regional conference, when despite the tyranny of distance, representatives of about half the regional members plus guests met in New Zealand in August. They concluded that the promotion of the identity and integrity of Fair Trade as Fair Trade Organizations define and practice it should be a top priority for IFAT. An advisory committee was set up to provide feedback on specific issues to the regional Executive Committee representative. Given the small number of members spread halfway around the globe, the formation of this internet based group could become the basis for a regional structure for North America Pacific Rim.

Notwithstanding the difficulties with profiling Fair Trade, most trading members reported good results, with double figure sales growth and increasing support, both purchasing and other, given to their trading partners.

Amongst the new members, World of Good entered the IFAT family with a big splash. Their innovative sales of handcrafts via kiosks within commercial shops created much interest, and the Fair Trade Wage Guide they presented at most of the 2006 regional IFAT conferences met with enthusiastic response and offers of assistance from other members to develop the model further. The Fair Trade Association of Australia and New Zealand also joined - supported by ICCO they are providing linkages between Asia-Pacific producers and Australasian traders and markets. Trade Aid and FTAANZ secured NZD \$700,000 funding from NZAID for Fair Trade promotion initiatives including Fair Trade Fortnight, and Fair Trade resource material for schools.

Other significant events in 2006 included the establishment of Fair Trade in Korea, where Japanese member Nepali Bazaro supported the Korean Women's Network in importing, selling and promoting Fair Trade goods. And on the other side of the Pacific, Paul Myers retired as CEO of Ten Thousand Villages, ending this phase of his exceptional career in Fair Trade and social justice in the region and globally. Paul will, of course remain with IFAT in his position as Honorary Member.



### New Zealand

A model at the catwalk showing Fair Trade clothes and accessoires at the Global Journey fashion show held during the North America & Pacific Rim conference in Christchurch (New Zealand)

# **Advocacy**

## **European Parliament supports** Fair Trade and FTOs

On 6 July 2006, the European Parliament passed a reso-In November 2006, IFAT, FLO, EFTA lution to strengthen the European Union's commitment and NEWS published a joint book, to Fair Trade. The resolution recognizes Fair Trade as called Business Unusual - successes an effective tool for sustainable development and urgand challenges of Fair Trade. The es the European Union (EU) to step up their support to publication shows how Fair Trade Fair Trade and Fair Trade Organizations. The parliament, works in practice, based on the exwhose 732 members represent more than 450 million EU amples of coffee, rice, handicrafts, citizens, passed the resolution with an overwhelming macotton and textiles. Written by exjority. The text includes a number of concrete proposals perts in their fields, the book goes for promoting Fair Trade. It is also the first time that Fair into the pioneering work of Fair Trade Organizations are mentioned explicitly and several Trade Organizations in developing times in such an important EU document. This resolution a truly responsible business model. was the most important achievement for the Fair Trade It also discusses some lessons from Advocacy Office in 2006. Fair Trade for trade policy making, looking behind the reasons for the stalemate in world trade negotiations. The book will be published in Spanish, German, Dutch, French and

The European Fair Trade movement welcomes this step as a long-awaited signal to increase public support to Fair Trade, which has been repeatedly recognized by European Institutions for its proven impact on sustainable Italian. development and poverty reduction. It is now up to the European Commission and the 27 EU Member States to The Fair Trade Advocacy Office in react to the resolution. In December 2006 the interna-Brussels represents IFAT, FLO (Fairtional Fair Trade movement (IFAT, FLO, EFTA and NEWS) trade Labeling Initiatives Internapresented their demands to the EU decision makers. This tional), EFTA (European Fair Trade and other policy documents can be seen at www.fair-Association) and NEWS (Network of European Worldshops) towards Eurotrade-advocacy.org. pean and international decision mak-

Throughout the year, the Fair Trade Advocacy Office or- ers. ganized several high-level events and receptions in the European Institutions in Brussels, bringing the message of Fair Trade and delicious fairly traded snacks and drinks to hundreds of interested participants.

### **Business Unusual:** New book on Fair Trade



### **Red Card**

Members of the European Parliament signing Red Cards against exploitative child labour at a Fair Trade reception in Strasbourg, July 2006

# **Financial Statements**

IFAT Statement of Revenues and Expend	ditures (€)	
	2006	2005
INCOME		
Membership fees	259.395	192.298
Monitoring fees	37.260	-
Grants	29.084	311.083
Advocacy income	72.835	72.802
Conference	-	10.691
Other income	16.593	-
Total	415.167	586.874
	2006	2005
EXPENSES		
Employees wages, social security and travel	156.274	128.634
Depreciation of fixed assets	2.363	3.971
Office costs, general	53.673	48.410
Housing costs	10.735	10.226
Advocacy	70.206	89.342
International conference	-	34.818
Committee meetings and travel	35.835	29.400
Regionalisation	4.629	48.046
FTO Mark and Global Journey	11.119	8.688
Monitoring	46.740	62.946
Fair Trade Market Focus/QMS	39.785	92.057
Other costs	285	166
Total	431.644	556.704
Operating (deficit)/surplus	-16.477	30.170
Interest, income and expenses	-10.395	1.456
Net (deficit)/surplus for the year	-26.872	31.626

APPROPRIATION OF SURPLUS	2006	2005
Appropriated Fund (HIVOS)	-17.177	17.177
Fund for Advocacy Office Brussels	2.571	-
Reserve for Associated Director	-13.285	26.909
Other reserves	1.019	-12.460
Total reserves	-26.872	31.626
IFAT Balance Sheet (€)		
	31 Dec. 2006	31 Dec. 200
	F F 20	2.003
Tangible assets	5.538	2.00.
Tangible assets Current assets: Debtors and other receivables	5.538 91.618	
		61.52
Current assets: Debtors and other receivables	91.618	61.52 127.93
Current assets: Debtors and other receivables Current assets: Liquid assets	91.618 44.198	61.52 127.93 191.46
Current assets: Debtors and other receivables Current assets: Liquid assets Total assets	91.618 44.198 141.354	61.52 127.93 191.46 -94.20 97.26
Current assets: Debtors and other receivables Current assets: Liquid assets Total assets Current Liabilities, accruals and deferred income	91.618 44.198 141.354 -71.453	61.52 127.93 191.46 -94.20
Current assets: Debtors and other receivables Current assets: Liquid assets Total assets Current Liabilities, accruals and deferred income Assets minus current liabilities	91.618 44.198 141.354 -71.453	61.52 127.93 191.46 -94.20 97.26
Current assets: Debtors and other receivables Current assets: Liquid assets Total assets Current Liabilities, accruals and deferred income Assets minus current liabilities RESERVES	91.618 44.198 141.354 -71.453	61.52 127.93 191.46 -94.20 97.26
Current assets: Debtors and other receivables Current assets: Liquid assets Total assets Current Liabilities, accruals and deferred income Assets minus current liabilities <b>RESERVES</b> Appropriated Fund (HIVOS)	91.618 44.198 141.354 -71.453 69.901	61.52 127.93 191.46 -94.20 97.26
Current assets: Debtors and other receivables Current assets: Liquid assets Total assets Current Liabilities, accruals and deferred income Assets minus current liabilities <b>RESERVES</b> Appropriated Fund (HIVOS) Fund for Advocacy Office Brussels	91.618 44.198 141.354 -71.453 69.901 - 2.571	61.52 127.93 191.46 -94.20

# People and Committees 2006

Executive	Rudi Dalvai (CTM Altromercato, Italy)	Chair	Mumo Kivuitu
Committee	Ileana Cordón (Asociación Crecer, Guatemala)	Vice-chair	Devasmita Sridhar
members	Claribel David (AFTPI, Philippines)	Treasurer	Cornelius Alubisia
	Paul Deighton (New Internationalist Australia)	Secretary	Retno Winahyu
	Semshak Gompil (ATNN, Nigeria)	Africa Representative	Olaf Paulsen
	Carlos Vargas (Coopetrabasur, Costa Rica)	Co-opted ExCom member	Promer

		Claribel Da	vid (Chair)	AFTPI (Philippines)
			Rudi Dalvai	CTM Altromercato (Italy)
Secretariat staff	Stefan Durwael	Executive Director	Paul Myers	Ten Thousand Villages (USA)
and volunteers	Marietta Shimizu-Larenas	Assistant to the Director	Bob Chase	SERRV (USA)
	Mike Muchilwa	Monitoring Co-ordinator (Kisumu, Kenya)	ck Masinde	Undugu Society (Kenya)
	Anja Osterhaus	Fair Trade Advocacy co-ordinator (Brussels)	Carol Wills	Associate (UK)
	Christine Gent	Global Journey Co-ordinator (Brighton, UK)		
	María Salvadora Jiménez	Membership Officer (until August)	ort (Chair)	Associate (New Zealand)
	Olaf Schuilenburg	Membership Officer (from August) Beat (	Grueninger	Associate (Brazil)
	Gerben Bossenbroek	Communications Officer Gerard	do Wijnant	Comparte (Chile)
	Sandra Both	Volunteer	Deo Kafwa	Mikono (Tanzania)
	Edvina Erebara	Volunteer	d Nickoleit	GEPA (Germany)
	Janne Dietz	Volunteer	Jeff Moore	Just Us Coffee Roasters (Canada
	Cécile Blanc	Volunteer	Vi Cottrell	Trade Aid (New Zealand)
	Rina Salazar	Volunteer	Erika Spil	Dutch Association of Worldshop

Erika Spil Dutch Association of Worldshops (The Netherlands)

Audrey Seagraves World of Good (USA)

External Verification

and auditors

Finance

### Sub-Committee

Standards and

Monitoring

Sub-Committee

# Special Thanks to Donors

FINE Advocacy	Miguel de Clerk (chair)	Max Havelaar (Belgium)	IFAT would like to thank the following organizations and in	dividuals for their fina
Steering	Tina Gordon	EED, Brot für die Welt (Germany)		
Committee	Mike Gidney	Traidcraft (UK)	EFTA	The Netherlands
	Monica di Sisto	Roba Dell'Altro Mondo (Italy)	FLO International	Germany
	Herman van Beek	DAWS (The Netherlands)	NEWS	Germany
	An Lambrechts	Oxfam Wereldwinkels (Belgium)	Landelijke Vereniging van Wereldwinkels	The Netherlands
	Giorgio dal Fiume	CTM Altromercato (Italy)	Heinrich Böll Foundation	Belgium
	Rubén Tapia	RELACC (Ecuador)	MEP Mr. Frithjof Schmitt	Germany
	Moctar Fall	Interface Trading (Senegal)	Ten Thousand Villages USA	USA
	Sunil Chitrakar	Mahaguthi (Nepal)	Ten Thousand Villages Canada	Canada
	Marv Frey	TTV (Canada)	Equal Exchange	USA
	Arun Raste	IRFT (India)	Traidcraft Exchange	United Kingdom
			Oxfam Wereldwinkels	Belgium
Registration	Allison Barrett (Chair)	Associate (UK)		
sub-committee	Tito Arunga	SNV (Kenya)	and all members who provided funding, support and res	ources to the Global J
	Ana Asti	Associate (Brazil)		
	Jessica Eitelberg	Associate (Germany)		
	Elsbeth Fabels	Dutch Association of Worldshops (The Netherlands		
	Mike Muchilwa	IFAT Monitoring Co-ordinator		

financial support during 2006:

al Journey.

# Member Organizations 2006

Accion Creadora Acre Accra Sankofa Co-operative Advocate of Philippine Fair Trade, Inc. (APFTI) African Home Creative Home Ware cc Agrofair Benelux B.V. Aid to Artisans - ATA ALTER ECO Alter Trade Corporation Alternativa 3 S. Coop. Alternative Trade Network of Nigeria (ATNN) AMKA Registered Trustees APIKRI Inc. APRAINORES (Asociación de Productores Agroindustriales Orgánicos de El Salvador) Aranya Crafts Ltd. Art 'n' Nature Artcamp Artesanas Campesinas S.C. de R.L. Artesanato Solidário Artisanat SEL Artisans Association of Cambodia Artisans Development Agency of Tanzania (ADAT) Arum Dalu Mekar (P.T.) Asha Handicrafts Association Asociación Artesanal Señor de Mayo (ASARBOLSEM) Asociación Crecer Asociación de Artesanos Ai Ouen Asociación de Artesanos O'Antati Asociación Mujeres Microempresarias Assisi Garments Associacão Peg. Agric. O. Catarinense (APACO) Association for Craft Producers (ACP) Associazione Generale Italia Commercio Equo e Solidale (AGICES) Bamenda Handicraft Cooperative Society Bangladesh Hosto Shilpo Ekota Sheba Songshta (BaSE) Barbosa do Brasil Barcelona Multi-Purpose Co-op. Inc. (BMPCI) Batsiranai Zimbabwe Bhaktapur Craft Paper Ltd. (BCP) Bishopston Trading Company Blue Hand LLC Bombolulu Workshops Bookchair Company Ltd Bosinange Juakali Soapstone Boutic Ethic British Association for Fair Trade Shops, The (BAFTS) Business Consult Africa Ltd. (BCA) Cafédirect Ltd Camari Candela Peru Caritas Schweiz Fairness Handel Cataratas do Iguacu Produtos Organicos - Gebana Brasil CD CRAFT - Bethesda Central Council of Disabled Persons (CCODP) Centro de Exportaciones Grupo Salinas Cercle des Sécheurs (CDS) Ceylon Organic Spice Exports CHILDREN-Nepal Christian O Enterprise CIAP-Intercrafts Peru SAC Citizen Dream claro fair trade plc Commercio Alternativo Soc. Coop. ARL Community Crafts Assoc of the Philippines (CCAP) Comparte Conselho Geral da Tribo Sateré-Mawé CGTSM CONTIGO Fair Trade Group Coop. de Prod. Agropec. y Serv. Multl. de Trab. Bananeros del Sur- COOPETRABASUR Coop. Regional de Producción Agropecuaria La Sureñita (COREPROSUL) Cooperativa Campesina Apícola Valdivia (APICOOP) Co-operativa Chico Mendes Cooperative Artisanale de Couture Femmes de Marrakech Cooperative Coffees Cooperative des Producteurs Artisanaux de Butare (COPABU) Corporación RELACC CORR-The Jute Works Craft Aid Mauritius Craft Link Crafts of Africa Cultural Gallery CRC Exports Private Limited Creative Handicrafts CreSud spa CTM Altromercato Dancing Pots De Evenaar BV Development Wheel (DEW) Dezign Incorporated DIAOGO Divine Chocolate Limited dwp mensch + zukunft eG Earth Hero DBA Just Cashews ECOTA Fair Trade Forum EL PUENTE GmbH Equal Exchange Trading Ltd Equal Exchange USA Equitable Marketing Association (EMA) Equo Mercato Cooperativa EQUOLAND Soc. Coop. a.r.l. Estacion A - Nucleo Cultural European Fair Trade Association (EFTA) EZA Fairer Handel GmbH Fadeco Trading Company Ltd Fair Trade Association of Australia and New Zealand (FTAANZ) Fair Trade Forum India (FTF) Fair Trade Group Nepal (FTG Nepal) Fair Trade Original Fairtraide Village Farmers Own Trading Ltd. Fédération Artisans du Monde Federation of

South India Producer Associations (SIPA) Finnish Association of World Shops Foreningen for Varldsbutiken Klotet Forest Management and Product Certification Service (FORCERT) Foundation Gallery Ltd. (formerly Fair Trade South Africa) Fruits of the Nile Ltd. Frutos de los Andes Fruandes Ltda Fundacion Chol-Chol Fundacion Pro Pueblo Fundación SINCHI SACHA Fundación Solidaridad Fundaglobal Fundación gebana ag GEPA Fair Handelshaus Get Paper Industry Getrade (GH) Ltd -FPS Getting Old Is To Grow Society (GOIG) Global Fair Trade Crafts Inc. Godavari Delta Women Lace Artisans Golden Palm International Gone Rural Pty Ltd Gospel House Handicrafts Ltd Grameen Crafts & Grameen Network Society Grassroots Green Net Cooperative Hagar Design Ltd Handicraft Marketing Company Tanzania Ltd (MIKONO) Holvland Handicrafts Cooperative Society Honey Care Africa Limited IDEAS, Iniciativas de Economia Alternativa y Solidaria Imagination Importadora Exportador DELTA s.a.c. Peru Instituto de Desarrollo Urbano - CENCA Interface Trading Intermón Oxfam International Foundation for Fairtrade And Development(IFFAD) International Resources for Fairer Trade (IRFT) Jahanara Cottage Industries Jirmit Papyrus Group Just Us! Coffee Roasters Co-operative Ltd Kazuri 2000 Limited Kenya Gatsby Charitable Trust Kisii Soapstone Carvers' Co-operative Kisumu Innovation Centre Kenya KICK Koperattiva Kummerc Gust (KKG) Kumbeshwar Technical School Kwanza Collection Company Ltd La Coronilla La Maison Afrique AB La Siembra Co-operative Inc. Landelijke Vereniging van Wereldwinkels (DAWS) Lanka Jatika Sarvodaya Shramadana Sangamaya Lanka Lamai Lao Sericulture Co. Ltd. Level Ground Trading Ltd Libero Mondo Scs. Arl. Machakos District Co-operative Union Ltd (MDCU) Madhva Kalikata Shilpangan (MKS) Magasins du Monde-OXFAM Mahaguthi Craft with a Conscience Mango True Mirage Ltd. Manos Amigas S.A. Manushi Mapepa Maguita Cushunchic (MCCH) Market Place: Handwork of India Marvellous Batiks Mereville Trust MINKA Mitra Bali Foundation Mpanga Growers Tea Factory Much in Little, Incorporated Mud Hut Trading Mysha Crafts National Assoc. of Women's Organisations (NAWOU) Nederlandse Imp. Vereniging Altern Handel NIVAH Nepali Bazaro Network of Entrepreneurship & Economic Development (NEED) Network of European World Shops (NEWS!) New Internationalist Publications Pty Ltd (Australia) Noah's Ark International Exports Noakhali Rural Development Society (NRDS) North & South Fair Trade AB Nyabigena Soapstone Carvers Organization Nyumba Ya Sanaa Arts and Crafts Centre Ockenden International OIKOCREDIT, Ecumenical Development Co-op. Society UA. One World Shop Orissa Rural and Urban Producers' Association (ORUPA) Oxfam Australia Trading Pty Ltd Oxfam GB Oxfam Ireland/ Northern Ireland Oxfam Wereldwinkels Vzw Pachacuti Palestinian Agricultural Relief Committee (PARC) Panay Fair Trade Center Peacecraft Pekerti Nusantara PT People for Fair Trade Association Incorporated People Tree, Japan and UK People's Org. For Dev. Import and Export (PODIE) Phontong/ Camacrafts Handicrafts Cooperative PhytoTrade Africa Plate-forme pour le Commerce Equitable Polle Unnovn Prokolpo (PUP)

# Associates and Honorary Members 2006

Preda Fair Trade Organisation Presbyterian Handicraft Centre (PRESCRAFT) PT Lombok Putri Cenderamata - Lombok Pottery Centre Red Tomato, Inc. Rehab Craft Cambodia Roba Dell'Altro Mondo Cooperative Sabalamby Unnayan Samity - SUS Sackeus AB SAFRUDI/ Saffy Handicrafts Salay Handmade Paper Industries Inc (SHAPII) Salma Farmers Association San Arts and Crafts Sana Hastakala Sasha Exports Self-Employed Women's Association (SEWA) SERRV International SES Export S.R.L. SHARE Shared Earth Shared Interest SHILPA SILENCE Sindyanna of Galilee Siyath Foundation Sjamma vzw - WereldModeWinkel Smolart Self-Help Group Solidaridad Internacional Solidar' Monde Southern Partners and Fair Trade Corporation (SPFTC/Trufood) Speciality Foods of Africa Pvt Ltd (Tulimara) Stichting Sawa Hasa (Sawa Hasa Foundation) Streetwires Artist Collective Sunbula Sundarban Khadi and Village Ind Society (SKVIS) Sungi Development Foundation Swazi Candles (Pty) Ltd Tabaka Riotoyo Youth Group Tampereen Kehitysmaakauppa Tara Projects Tearcraft Technotan Ltd (21C Village Network) Teddy Exports Ten Thousand Villages Canada Ten Thousand Villages USA Thai Tribal Crafts Thanapara Swallows Development Society The House of Fair Trade (former Rattvis Handel) The India Shop The Integra Foundation The ThaiCraft Association Threads of Life Threads of Yunnan/Danyun Business Affairs Consulting Co. Tintsaba Crafts (Pty) Ltd Top QualiTea - Tea Import and Consultancy Trade Aid Importers Ltd Trade Aid Integrated Traidcraft Exchange Traidcraft Plc Trinity Jewellery Crafts Tropical Forest Products Ltd Tropical Wholefoods/FM foods Twin Trading Undugu Society of Kenya Unión de Comunidades Indígenas de la Región del Istmo RI (UCIRI) Unión Progresista Artesanal (UPA) United Cross Cultures Ghana (UCC) Usha Handicrafts Velas La Luciernaga/Asoc. Acciones p el Des. Poblacional (A.D.P.) Vhufuli Art Foundation Visao Mundial Brazil Viva Rio Fair Trade Brasil Voluntary Health Association of India (VHAI) Wanasanaa Self Help Group Wean Multipurpose Co-operative Weiming Furniture Women's Skill Development Project Pokhara World of Good Inc. Xochipilli A.C. Zandla Xpressions / Project Gateway Zanzibar Organic Producers Ltd (ZANOP) Zaytoun Ltd.

# Organizations Associates Perri Bishnu Dass Dangol Mark G. Hayes Honorary Paul Myers Carol Wills **Members**

Associate IFOAM: Int. Fed. of Organic Agriculture Movements The Body Shop Foundation

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