



# Navigating the challenges in Food Safety Recalls

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# Topic for today



- Introduction FrieslandCampina
- Quality within FrieslandCampina
- How do we deal with recalls and prepare ourselves
- Dilemma's with recalls





## Our cooperative heritage inspires us to continuously improve



We are proud of our history, which dates back to 1871, when a few Dutch farmers decided to combine forces to start up a cheesemaking factory. This small enterprise has grown into one of the world's leading players in the global dairy industry: FrieslandCampina.



#### 150 years of dairy expertise

# We have a strong global brand portfolio

# Passion for nutrition



# Through continuous innovation we nourish growth for all of us



We are committed to providing people with affordable dairy products with valuable nutrients from milk. We do this in many markets throughout the world. We are constantly innovating and researching the current and future trends. We look forward to the future with confidence.



# We aim to contribute to a better planet



Our member dairy farmers and employees devote their full attention to nature, the environment and society with the objective of staying relevant for the next generations. We are on our way towards a climate-neutral future and aim to make the entire value chain sustainable: from grass to glass.

Our purpose as a starting point

# nourishing by nature



Better nutrition for the world

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A good living for our farmers Now and for generations to come





# **Quality and safety**

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To safeguard the safety and quality of our products throughout the entire production chain



# Foqus encompasses all stages of the dairy value chain: from grass to glass







# Preparation is Key



- Detailed and practical crisis manual
- Practice!
- Annual crisis simulation training with external agency
- Evaluate and take learnings after each crisis / issue
- Regular update of crisis manual and supporting documents



## **Crisis Manual Plan**



- Crisis Organisation
- Roles & responsibilities
- First Response Protocol

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- Tools & templates
- Checklists
- Contact names & numbers



- Communication plan
- Drumbeat of meetings
- Messages



- Action plan
- (Social) Media
- Consumers
- Customers



# First Response Protocol

Roles & Responsibilities	Confirm respective roles and responsibilities
Facts & assumptions	What do you know for sure and what do you believe has occurred
Scenarios	Develop worst case and most likely scenarios
Objective(s)	Set your objectives (i.e. hat indicators must we achieve to solve the problem and return to normal business)
Response Options	Consider available and possible options and choose the best option
Action list and priority: * Action * Stakeholders	What actions must we complete to achieve the choser option What needs to be done now and what can wait
* Key Messages	Identify the range of stakeholders and prioritize according to the interest and influence they have
	Establish the key messages which must be conveyed to stakeholders
Repeat	Repeat this protocol. Decide when and where the next meeting is



## Practice & Dummy Recall

- Tip: use an external agency to build a crisis training case
- Ensure the case is broad, and covers a worse case scenario
- Stress test in a short time period of 3-4 hours
- Evaluate, gather learnings and implement improvements directly





# Dilemma's in decisions



## Dilemma's in decision making

- The cost of the recall: Companies must consider the cost of the recall, which can include the cost of the recall itself, any additional costs associated with repairing or replacing the product, and costs associated with reputational damage.
- The **timing** of the recall: Companies must consider whether the recall should be done immediately, or whether they can wait until a later time when it may be less costly.
- The **impact on customers**: Companies must consider how the recall may affect customers, both in terms of inconvenience and financial loss.
- The potential legal implications: Companies must consider the potential legal implications of a recall, such as potential liabilities and fines, as well as potential lawsuits.
- The potential **impact on the company's reputation**: Companies must consider the potential impact that a recall could have on their reputation and brand image.
- The impact on food waste and sustainability



