

#### CHALLENGES AND OPPORTUNITIES IN THE HALAL INDUSTRY

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## THERE IS NO ONE SIZE FITS ALL







HALAL IS
NO LONGER
A RELIGIOUS
ISSUE

- > Labeling laws to protect use of the word "Halal" – requires disclosure of definition (e.g. New Jersey statute)
- > Legal definition of Halal (e.g. Illinois statute)
- > National Halal standard (e.g. Austria)
- > Formal recognition of certification bodies (e.g. Australia)
- Accreditation of certification bodies (e.g. New Zealand)
- Wholly regulated by government agency (e.g. Brunei, Malaysia)

0% Halal Product of PT Gesitfood Indonesia, with technical help from JAViLtd. Japan Distributed by Em\*st Java Tbk.

## GLOBAL HALAL HARMONISATION INITIATIVES







#### IHI ALLIANCE HALAL ACCREDITATION



- > 102 members of IHI Alliance
- > 39 countries
- > 53 certification bodies
- > 3 Associate Members
- > 4 under review

## HALAL CBs: VARIOUS STRUCTURES







## CURRENT SCENARIO OF HALAL CERTIFICATION

- > Islamic/ Muslim association
- > Certification body under an Islamic/ Muslim association
- > Mosque/ related to a specific mosque
- > NGO or Group/ private initiative
- > Profit-making entity

> Semi government/ Government-related

## GLOBAL HALAL DEVELOPMENTAL INITIATIVES







#### IHI ALLIANCE PROFESSIONAL AND TECHNICAL DEVELOPMENT PROGRAMME



## GLOBAL COMMUNICATIONS & BRANDING PLATFORMS







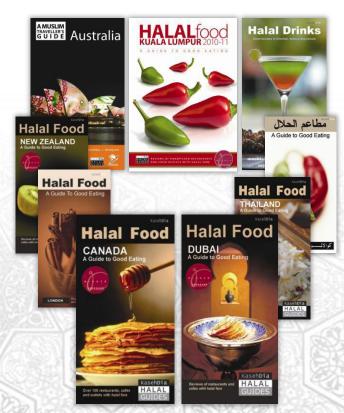
#### GLOBAL PREMIER EVENTS



#### INDUSTRY PUBLICATION



#### WORLDWIDE HALAL GUIDES



### HALAL SUPPLY CHAIN CURRENT SCENARIO







# MUSLIMS ARE NOT IN CONTROL OF THE HALAL SUPPLY CHAIN

- > We don't own what we eat
- > 80% of globally traded Halal products come from non-Muslim owned/controlled corporations (even in OIC countries)
- > The OIC block of 57 countries had a trade deficit in food of US\$40.1billion in 2009 (Source: UN's International Trade Center)
- > Vulnerable to supply side shocks (price hikes, shortages etc);
- > Affordability over-rides need for integrity
- > Lack of integration across supply chain

## **HALAL SOLUTIONS**& OPPORTUNITIES









- > Muslim's money must own Muslim's consumptions
- > Seed capital / venture capital / private Muslim fund to be the bridge builder for Islamic funds to invest in emerging food sector. For a start, concentrating on production
- > Eventually moving into manufacturing
- > Ultimately controlling the whole halal supply chain including logistic and finance
- > IHI Alliance in preliminary ground work stage



## INTERNATIONAL HALAL INTEGRITY ALLIANCE

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