

# Circular economy:

New criteria to enable sustainable choices and protect consumers and companies from greenwashing



22 March 2023 #EUGreenDeal

The Commission is proposing **new rules to stop companies from making misleading claims about environmental merits** of their products and
services and allow consumers to **make informed environmental choices**.

### Greenwashing: a problem for EU consumers



53%

of green claims on products and services make **vague**, **misleading or unfounded** information



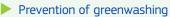
40%

of claims have **no supporting evidence** 



**Consumer trust** in green claims is **extremely low** 

## **Expected benefits** for consumers



- Reliable, comparable and verifiable environmental information on products accessible to everyone
- Environmental labels and claims are credible and trustworthy
- Consumers to make better informed purchasing decisions and contribute to the green transition
- Stop proliferation of environmental labels

### **Expected benefits** for businesses



- Common approach for green claims across the EU companies to compete on a level playing field
- Boosting competitiveness of economic operators who increase the environmental sustainability of their products and activities
- Increasing credibility for EU businesses trading across the EU
- More demand for greener products and solutions

#### **Key measures**



- Common criteria on how companies should substantiate environmental claims
- ▶ Clear requirements to address the proliferation and credibility challenges of environmental labels
- **Sound system** of independent verification and support to SMEs

Examples of green claims

"Packaging made of 30% recycled plastic"



"CO<sub>2</sub> emissions linked to production of this product halved as compared to 2020"



**Untrustworthy sustainability labels** 



Currently some

**230 sustainability labels** • are in use in the EU, with vastly different levels of transparency



- ► This results in:
  - consumer confusion and lack of trust
  - uneven playing field for companies
  - costs to businesses operating across borders

#### EU Ecolabel - the label you can trust

The EU has been supporting sustainable choices for decades, including through the EU Ecolabel



- A trustworthy sustainability label with guaranteed low environmental impact
- Official **EU voluntary label** for environmental excellence since 1992
- Guarantees a reduced environmental impact throughout the product's entire life-cycle
- Awarded to products with high performance
- Strict criteria established on solid scientific basis, through a transparent multi-stakeholder consultation process
- Criteria revised on a regular basis to remain up-to-date
- Independent third-party verification

