

### **EXPORT PROCEDURES FOR NUTS AND OIL CROPS**

## A: Legal Documentation and Licensing Requirements

To export nuts, which are macadamia, cashews, coconut and processed oil the following legal/licenses are mandatory.

- 1. A Certificate of Business Incorporation/Registration from the Business Registration Service
- 2. Obtain an Export Licence from Agriculture Food Authority (AFA)- Nuts and Oils Crops Directorate (NOCD) All applications must be submitted through the AFA IMIS Portal: imis.afa.go.ke the following conditions apply.
  - Submit copies of Certificate of Incorporation/Registration
  - Valid County Business Permit
  - Valid Tax Compliance Certificate from KRA
  - Packing facilities inspection report
  - Valid Food Drugs and Chemical Substances License Where applicable
  - Register the contract (between the producer & exporter) with the indicating produce price, quantity and quality requirements
  - Company stamp and authorized signatory of the applicant
  - · A Bank Account
  - Declaration of source of produce
    - If you are a grower, indicate the location of the land and the total acreage under production
    - If not, provide written contracts with farmers for supply of produce of a certain quality and standard, unless you are producing the export crop yourself.

After obtaining the export license then register with the Kenya Trade Network Agency (KenTrade) Facilitation Platform: registration.kentrade.go.ke
The procedures for exporting various nut and oil crops products are available in the KenTrade InfoTrade Portal https://infotradekenya.go.ke/

- Adequate knowledge of quality standards for nuts and oil crops produces on the market (Good Agricultural Practices GAP; Traceability; Maximum Residue Level MRLs; Post Harvest Handling procedures, Kenya Bureau of Standards (KEBS) etc.
- Packing facilities. (shed, grading hall etc.)
- Documentary evidence from your overseas client that you are ready to start an export business e.g., an order from the client, or agreement to start business etc.
- NOCD provides guidelines on how to construct a hygienic collection shed and pack house regulations.





## **B:** Export Documentation

Every consignment of Nuts and Oil Crops products requires the following documents that are mandatory: -

- 1. **Phytosanitary Certificate** from Kenya Plant Health Inspectorate Services issued after inspection.
- 2. **Certificate of Origin** (depending on the destination market);

The following Certificate of Origins are issued by Kenya Revenue Authority

- COMESA Certificate of Origin for products destined to COMESA countries
- EAC Certificate of Origin for products destined for EAC Countries
- EUR 1 Form for products destined to European Union
- GSP form for products destined to USA, Japan, Australia, and Canada etc.
- AfCFTA Certificate of Origin for African Continental Free Trade Area (AfCFTA)
- AGOA certificate of origin for products destined for the USA.

The Kenya National Chambers for Commerce and Industry [KNCCI] issue the following Ordinary Certificate of Origin for products destined to Middle East, India, Central Europe etc.

- 3. Commercial Invoice
- 4. Bill of lading (sea freight), Airway bill (for air freight)
- 5. Packing List

### **C:** Business Infrastructure

- 1. Acquire trading premises (office, pack house, cold store)
- 2. Establish communication infrastructure
- Address
- Telephone
- Email address
- 3. Develop Business image builders/marketing tools:
- Letter Head
- Business Cards
- Company Profile/Brochure
- Price list
- Packaging and Branding
- Website.
- 4. Post-harvest handling Facilities
- Collection sheds at the farms
- Insulated transport vehicles
- Packing house/hall
- Cold storage





# Marketing of Nuts and Oil Crops produce

The Nuts and Oil Crops sector comprises of the following sub-sectors namely;

- Macadamia
- Cashew
- Coconut
- · Processed nut products
- Bambara
- Sunflower
- Sesame
- Canola

Kenya's most important markets for processed nuts and oil crops produce include Europe, Middle East, Far East and Asia and parts of Africa.

1. Export Marketing Channels for nuts and oil crops produce

## Direct exporting

This involves the producer exporting directly to the foreign country. The producer can export directly to:

- i. Consumer
- ii. Wholesalers/retailers in the export market
- iii. Distributors in foreign countries
- iv. Through joint ventures with partners in importing countries
- v. Own branches set up in the export market.
- vi. Through licensing arrangements with a company in the export market

# Indirect Exporting

Here the producer/farmer does not have direct access to the foreign market. The following options can be pursued.

i. **Option 1:** The exporter sells to an exporting company/agent (middleman) locally. The exporting company/agent consolidates the produce, inspects the quality, does the packaging and exports through the channels indicated above.

This channel could be appropriate for **small-scale producers** who do not have enough capacity to produce adequate quantities. This method can also be beneficial to **a beginner in export business** where they will acquire experience especially in **quality requirements**, **production planning**, **packaging**, **export market requirements and capacity build up to increase production**. Here the risks are transferred to the export company.

- ii. **Option 2:** Small-scale producers form clusters such as cooperatives, groups etc. through which they will sell their produce. The groups will in turn market the produce through the direct export channels.
- iii. **Option 3:** Nuts and Oil Crops producers can also sell through foreign companies or organisations registered locally i.e., trade offices, etc.

Therefore, indirect exporting will enable the small-scale producers to take advantage of the skills, expertise and market knowledge of export companies (production planning, quality





requirements, market trends and consumer preferences). This comes in handy at a later stage when the producer intends to export directly.

## **Marketing Agent**

Marketing agents act as middlemen between growers of nuts and oil crops produce and buyers of for the produce. They sell to exporters as well as supply supermarkets, hotels and groceries.

# E: Branding Nuts and Oil Crops Produce

To increase the competitiveness of Kenyan export products, it is imperative that our products are well branded. KEPROBA has developed a unique identifier of our Nuts and Oil Crops products known as the Grown in Kenya brand Mark.

## a. The Grown in Kenya Mark (GIK)



The mark identifies Kenya's Nuts and Oil Crops products abroad to make them competitive, inspire creative excellence and show genuine integrity that adds real value to all our customers.

## For acquiring the mark

Log on to www.madeinkenya.go.ke the requirements are;

- 1) **Location** Companies must be located in Kenya
- 2) **Employment** At least 50% of the employees should be Kenyans.
- 3) **Compliance** with statutory requirements including:
  - Tax compliance Certificate
  - Registration Certificates

**Certification-**The product must bear the approved certification for Nuts and Oil Crops products





## b. Benefits of Adopting the Mark

**Grown in Kenya** (GIK) adoptees stand to enjoy the following benefits.

- Opportunity to participate in Expos and exhibitions
- Access to promotional services
- Access to preferential government procurement services
- Product promotion in Embassies/foreign missions abroad
- Access to training

#### **USAGE OF THE MARK**

The logo can be applied on the product, packaging, websites, social media and any other form of advertising.

#### **DISCLAIMER:**

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