

### **OUTLINE**

- Background
- Regulatory Environment
- Accreditation Processes
- Industry Standards
- Consumer Trust
- Challenges
- Perspectives
- Future Outlook



# **Background of Halal Certification**

- Halal dietary laws are more than 1400 years old
- 50 years ago, there was no concept of Halal certification in USA and other part of the world

1,400 year Old Quran e Kareem Written by Khalifa Hazrat Usman RA



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# **Background of Halal Certification**

 Halal food was always prepared by Muslims and was usually sold by Muslims







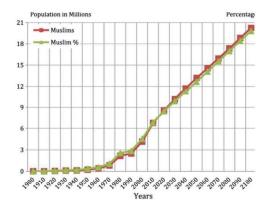
# Background of Halal Certification

INGREDIENTS: Enriched Wheat Flour(Unbleached Wheat Flour, Malled Barley Flour, Niacin, Reduced Ioon, Picassium Gromate, Thaining Moronistra, Bribation, Folia chief, Water, Vegetables Isototening, Cartiller Hydrogensted Soybean and Cottonseed Oils, Soybean oil Soybean Leichtin with Mono, and Dighçardes, Vishmin A Palmistals, Butter, Sugar, Contains 2% or less of Leavening (Yeast Baking Powder (Sodium Bisarbonate, Comstach), Sodium Aluminum Phosphate, Calcium Sulfate, Monocalcium Phosphate), Mon-Fat Dry Milks, Sal. Dough Conditioner (Wheat Flour, DATEM, Dextrose, Soybean Oil, Ascorbic Acid, L. Cysteline, Azodicarbonamide(ADA), Calcium Stearoyl-2 Lactylate, Enzymes), Eggs.





# **Background of Halal Certification**



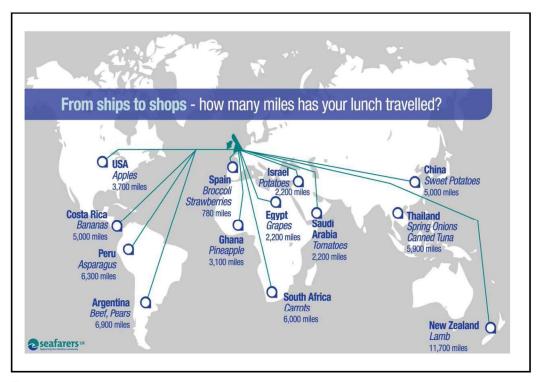
As the Muslim population was increasing in non-Muslim majority countries, the importance of halal certification became more obvious

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# **Background of Halal Certification**

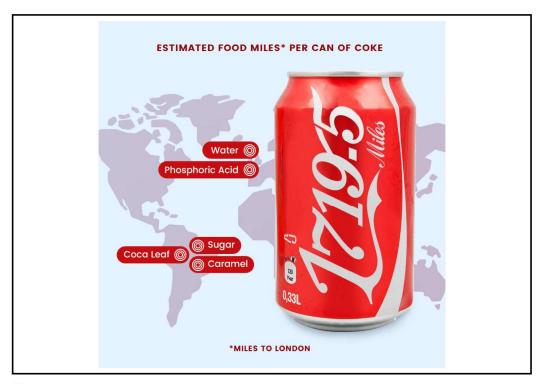
- Prior to the 20th century, Muslims prepared and consumed most of their food without relying on imports
- Since the 1970's, food has been increasingly imported from non-Muslim majority countries into Muslimmajority countries which therefore need halal certification



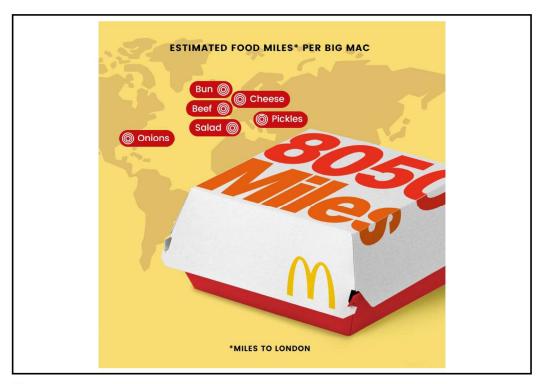




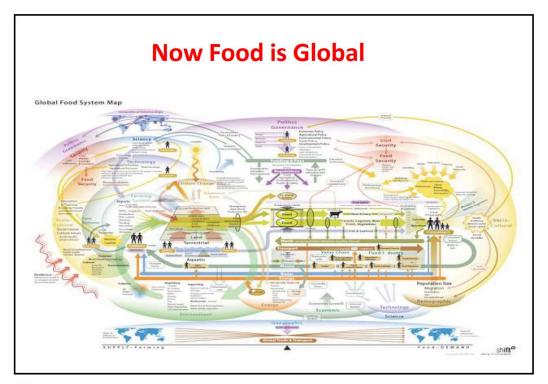


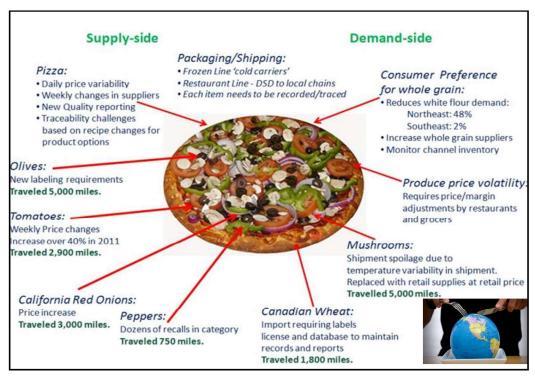


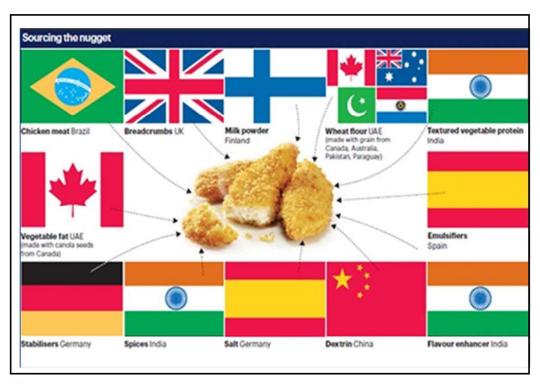










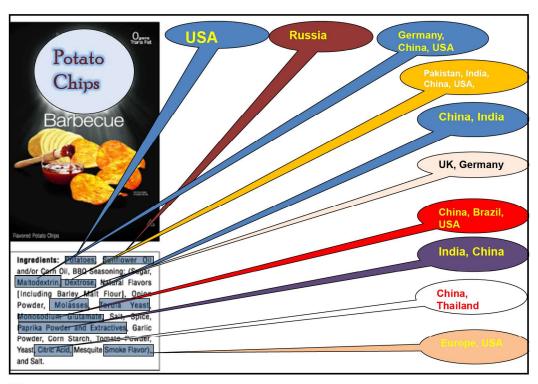


# Simple Example.....



- Everyone likes Potato chips
- Favorite snack for children
- Consumers have no idea where all the ingredients comes from

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# Regulatory Environment

 In some countries Halal certification is regulated by government authorities, such as Malaysia and Indonesia

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# Start of the Halal Certification

- Malaysia as the pioneer in the halal industry began in 1974
- In the early 1980's, the first HCB was established to monitor and enforce halal standards in food
- Globally, there are now more than 400 HCBs, with 15 operating in the United States



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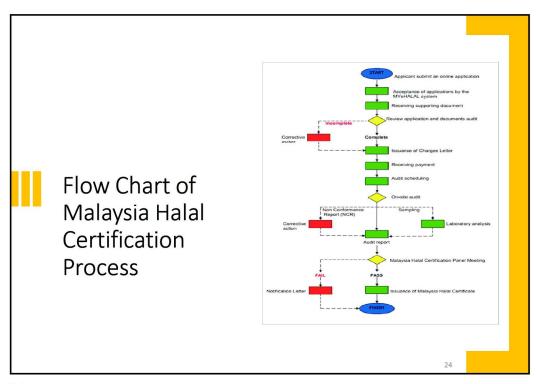
# Start of the Halal Certification

 1982- Research Center of the Islamic Affairs Division of the Prime Ministers Office (Malaysia) started to issue halal certification letters for products that met the criteria.



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# Start of the Halal Certification

 1992 Indonesia under pressure form rock throwing students to protest use of lard by restaurants, the government asked Indonesian Religious Council (MUI) to intervene



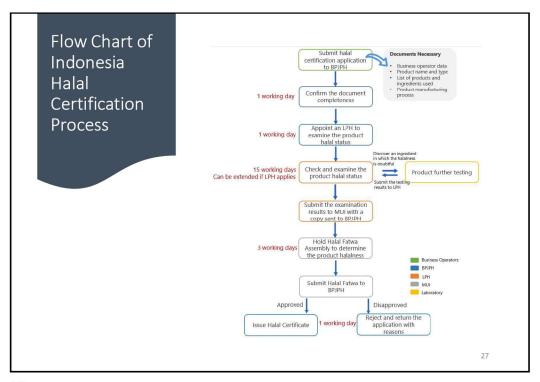
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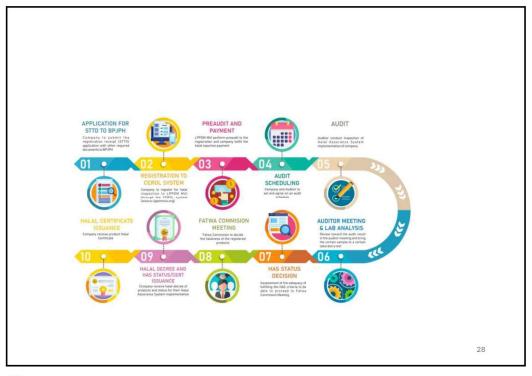
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# **Start of the Halal Certification**

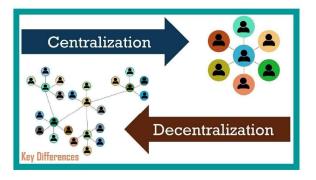


 MUI created a certification agency known as Institute for the Assessment of Foods, Drugs and Cosmetics (LP-POM





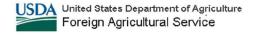
# **Regulatory Environment**



- USA does not have a centralized regulatory body specifically dedicated to Halal certification
- This decentralized approach allows for a variety of certifying bodies to operate, each with their own standards and procedures

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### **Halal Certifying Bodies in USA**





Voluntary Report – Voluntary - Public Distribution Date: March 21, 2024

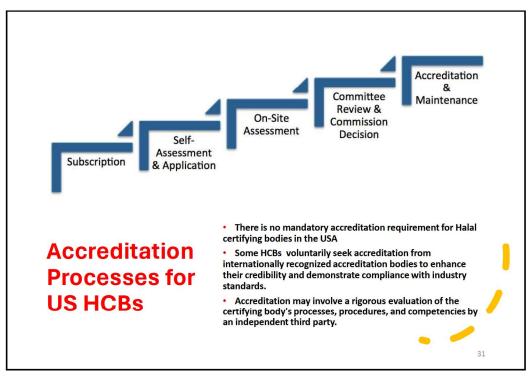
Report Number: ID2024-0005

**Report Name:** Indonesia Accredits Five US Halal Certifying Bodies

Country: Indonesia

Post: Jakarta

**Report Category:** Special Certification - Organic/Kosher/Halal, FAIRS Subject Report, Livestock and Products, MISC-Commodity, Dairy and Products, Beverages







**Standards** 

- Department of Islamic Development Malaysia (JAKIM)
- · Islamic Religious Council of Singapore (MUIS),
- Majelis Ulama Indonesia (MUI)
- Central Islamic Committee of Thailand (CICT)

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### **Consumer Trust**

- The lack of a unified halal standard due to different Islamic schools of thought has led to
- Different interpretations and application of Islamic dietary law
- For example, three Islamic schools of thought
- Imam Abu Hanifah
- Imam Malik
- Imam Ahmed
- All three require the invocation of the Tasmiya at the time of slaughter
- Whereas this is not required by Imam Al-Shafi another school of thought.

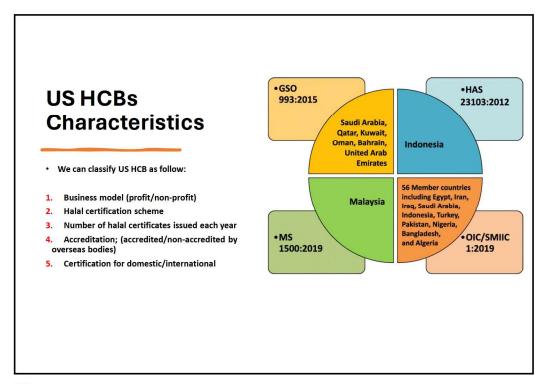
Hanafi, Maliki, Shafii, and Hanbali











# **US HCBs Similarities**

- All HCBs halal standards based upon the Holy Quran and Hadith
- · All HCB uses similar approach to certification, such as
  - · Conducting on-site audits (annual audits)
  - Verify all documents regarding halal raw materials
  - Inspecting the entire production process to ensure compliance with Halal standards
  - Average time required from application to approving the Halal certificate ranges from 1-2 months
  - At least one auditor with Bachelor of Science degree



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# ARE MACHINE SLAUGHTERED CHICKENS HALAL TO EAT?

- US HCBs Differences
- · Mian differences between USA Halal HCB are:
- Use of different halal standards
- Some HCBs applied their own halal standards (most stringent standard)
- Some HCB follow, GSO, Malaysian standard, and SMIIC Standards
- Examples: Stunning before slaughter
  - Slaughterman being from people of the book (Jews and Christian)

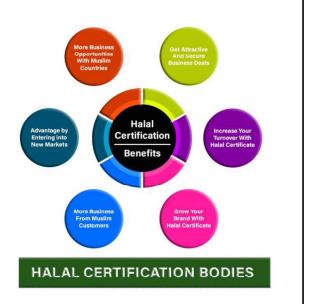
### **US HCBs Characteristics Business Model** For profit vs not for profit **Halal Certification** Slaughterhouses/ Meat Processing plants/ Categories Processed Food/ Chemicals/ Cosmetics/Nutraceuticals/ Vaccine, etc. Number of Halal Less than 100/ a few hundred and some issues more Certificates Issue/Year than 1,000 Summary of Differences **Accreditation Status** Non - accredited vs GAC, EIAC, JAKIM, MUIS, OIC / SMIIC, MUI **Scope of Certificate** Domestic only vs Domestic and International **Duration of Halal** 1 year with annual audit vs 1-3 years with annual Certificate audit Time to Issue the Halal 1-4 weeks/ 4-8 weeks / 4-12 weeks Certificate **Auditors Requirements** 1-2 vs 2 vs 1-3 (including religious advisor) **Auditor Competency** BS of Science/ BS or Art/ Religious knowledge/ DVM

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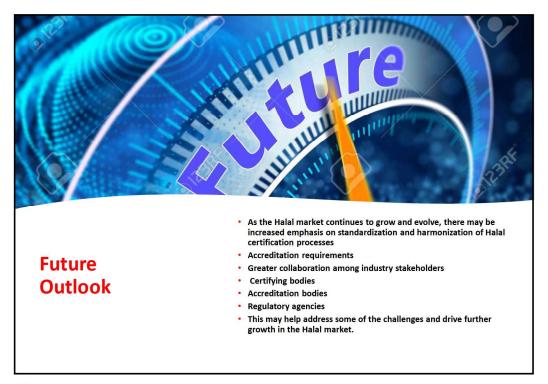
US HCBs  Business Model  Halal Certification Categorles	Characteristics  For profit vs not for profit  Slaughterhouses/ Meat Processing plants/ Processed Food/ Chemicals/ Cosmetics/Nutraceuticals/ Vaccine, etc.
Halal Certification Categorles	Slaughterhouses/ Meat Processing plants/ Processed Food/ Chemicals/ Cosmetics/Nutraceuticals/ Vaccine,
Categorles	Food/ Chemicals/ Cosmetics/Nutraceuticals/ Vaccine,
Number of Halal Certificates Issue/Year	Less than 100/ a few hundred and some issues more than 1,000
Accreditation Status	Non – accredited vs GAC, EIAC, JAKIM, MUIS, OIC / SMIIC, MUI
Scope of Certificate	Domestic only vs Domestic and International
Duration of Halal Certificate	1 year with annual audit vs 1-3 years with annual audit
Time to Issue the Halal Certificate	1-4 weeks / 4-8 weeks / 4-12 weeks
Auditors Requirements	1-2 vs 2 vs 1-3 ( including religious advisor)
Auditor Competency	BS of Science/ BS or Art/ Religious knowledge/ DVM
	Scope of Certificate  Duration of Halal Certificate  Time to Issue the Halal Certificate  Auditors Requirements

# Perspectives of Halal Certification in USA

- The status and perspectives of Halal accreditation of certifying bodies in the USA reflect a dynamic landscape shaped by various factors; such as
- Regulatory frameworks
- Industry standards
- Consumer preferences



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While Halal accreditation of certifying bodies in the USA is not mandatory It plays an important role in enhancing credibility and consumer trust in Halal-certified products



Continued efforts to improve accreditation processes, promote standardization, and address challenges will be crucial for the continued development of the Halal industry in the USA.