Summary Slide

NIST Public ForumVoluntary MetricNet Contents Workshop

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A Little About Procter & Gamble

- Headquarters in Cincinnati, Ohio USA
- Maker of Consumer Products

Market Products in 160+ Countries

Local Operations Throughout the World

P&G Viewpoint

The Procter & Gamble Company

supports use of a single measurement system worldwide.

supports the initiative to allow voluntary metric only labeling for US product net contents

"There are only two Countries in the World that are not Metric....

The US and Yemen"

Dr. Lester M. Crawford Deputy Commissioner FDA October 2, 2002

Basis for P&G Positions

λ The US consumer market is changing

Change is occurring faster than anticipated and it is accelerating

We need to be able to change with that market

What is Changing in the US?

λ Demographics/Language

Manufacturing and Distribution Practices

λ Competitiveness

Demographics/Language

Hispanics are 13% of the US population (approaching 40,000, 000)

Hispanic growth rate in US is 31% (compared to average US rate of 9%)

We know Hispanic consumers have difficulty making product choices due to language.

How Do We Respond?

- λ Bilingual (English and Spanish) Labels in US
- Consumer products with required labeling in a second language are required to put all required labeling into both languages.

λ Includes net contents (dual system, dual language)

Manufacturing/Distribution

- Retail industry is consolidating (fewer, bigger players)
- λ Focus is on production efficiency

Manufacturers are pressed to drive out unnecessary costs.

How Do We Respond?

- λ Fewer manufacturing sites
- Market same product/label in multiple countries (US/Canada, NAFTA)
- Trilingual Packages: Inch-Pound net content declaration translations consume larger amounts of space as the number of languages increase

Competitiveness

λ Club Stores = limited number of products

 λ Store Brands = growing share

λ Global Marketplace = more competitors

How Do We Respond?

A Provide the best value to consumers

λ Provide the best value to retailers

- Provide the information consumers want and need in the most efficient way
- λ Ensure products meet local requirements

Issues with Current FPLA

- λ Requires Redundancy
- λ Exponentially increases net content size
- λ Creates label "clutter"
 - -- minimal incremental consumer value
 - -- harder for consumer to find info they want
- Creates legal/regulatory obstacles/barriers to multinational marketing
- λ Unclear Objective Why is it so?

Net Content Statement Examples

600 mL (1.25 PT)

Net Content Statement Examples

600 mL (20 FL OZ)

Net Content Statement Examples

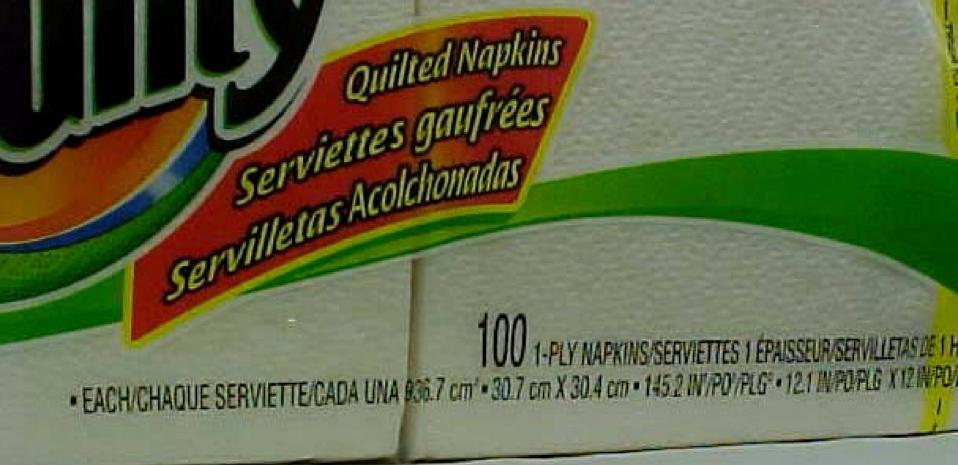
600 mL (1.25 PT) 20 FL OZ





So What Is So Complicated About Net Content Statements?





Net Content Statement

100 1-PLY NAPKINS/SERVIETTES 1 ÉPAISSEUR/SERVILLETAS DE HOJA •EACH/CHAQUE SERVIETTE/CADA UNA 936.7 cm² • 30.7cm X 30.4 cm • 145.2 IN²/PO²/PLG² • 12.1 IN/PO/PLG X 12 IN/PO/PLG

Intended for US and Canada in 1999





PAPER TOWELS 2 ROLLS . 14.9m2 (161.3.80 ET) . 96 TWO-PLY SHEETS PER ROLL . 27.9 cm x 27.6 m (11.01)

ESTETRUT 2 ROULEAUX - 14,9m2 (161 3 PIP) - 96 FEUILLES DEUX ÉPAISSE LAS PAR ROULEAU - 27,9 cm x 25 3 m (17)

2 ROLLOS DE TOALLAS DE PAPEL CON 96 HOLAS DE BLES POR ROLLO - 27,9 cm x 27,9 cm (11 FULGADIS) II

Net Content Statement

- 2 Rolls 14.9 m² (161.3 SQ FT) 96 TWO-PLY SHEETS PER ROLL• 27.9 cm X 27.9 cm (11 IN X 11 IN)
- ESSUIE-TOUT 2 ROULEAUX 14,9 m² (161,3 PI²) 96 FEUILLES DEUX ÉPAISSEURS PAR ROULEAU 27,9 cm X 27,9 cm (11 PO X 11 PO)
- CONTENDINO: 2 ROLLOS DE TOALLAS DE PAPEL CON 96 HOJAS DOBLES POR ROLLO 27.9 cm X 27.9 cm (11 PULGADAS X 11 PULGADAS)





Net Content Statement

14.9 m² (161.3 SQ FT/PI²/PIES CUADRADOS) •2
ROLLS/ROULEAUX/ROLLOS • 96 TWO-PLY
SHEETS PER ROLL/FEUILLES DEUX
ÉPAISSEURS PAR ROULEAU/HOJAS
DOBLES POR ROLLO• 27.9 cm X 27.9 cm (11
IN/PO/PLG X 11 IN/PO/PLG)



Semisolid Product

US Canada By Weight

By Volume



45 0Z (2.81 LB) 1.27 kg 1.0 L 1.06 US OT/PTE É.-U.

40092980

Current FPLA is not a Long-Term Solution

We encourage and support the next logical and practical step---

Allow market forces to determine when to use metric on a product -by-product basis.

How Would Voluntary Metric Be Implemented?

- λ Expect little change immediately.
- λ Market is very competitive—we cannot afford to alienate our consumers!!!!
- The retail market is also very competitive---we cannot afford to alienate our retail customers!!
- Consumer education and consumer research will be key drivers of the pace.

How Would Voluntary Metric Be Implemented?(cont.)

- λ Metric likely to be product-by-product initially
 - -- New product introductions
 - -- Products of non-US heritage
 - -- Products with supporting consumer research

Allows interested companies to plan for change and invest in making orderly transition.





In Conclusion

P&G supports amending FPLA to allow net contents to be declared either in metric units only or in both inch-pound and metric units.

Thank You for Your Time

Have a Great Day!