



To: Fairtrade producers for Flowers and
Plants
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Gudrun Schloepker
Director of Standards & Pricing
g.schloepker@fairtrade.net

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Changes in the explanatory document on how to calculate floor wages

Dear partners,

We would like to inform you about two changes that have been made to the [explanatory document](#) on how to calculate floor wages in the Fairtrade Standard for Flowers and Plants.

The first change is about the adjustment made by the World Bank in September 2022 to update the global poverty line from \$1.90 to \$2.15 per person per day. More information about the update can be found in this [fact sheet](#). In line with the adjustment, Fairtrade International will implement this change in its floor wage requirement 3.2.1 as of January 2023.

Secondly, there have been cases, where the World Bank experienced a delay in updating the Purchasing Power Parity (PPP) rate during the relevant year, which is especially important in cases of high inflation. Fairtrade International has therefore worked together with renowned economists to develop a calculation that will be used in cases where the World Bank experiences these delays. This calculation is included in the [explanatory document](#)

For more information, please contact Standards & Pricing at standards-pricing@fairtrade.net

Best regards,

Gudrun Schlopker