

Regulatory Update

FDA Gives the Nutrition Fact Panel a Makeover

- On May 27, 2016 the FDA issued their final ruling regarding changes to the Nutrition Facts Panel
- First major update in 20 years with the exception of Trans Fat declaration
- Compliance deadline was set to July 26, 2018



New Nutrition Facts Panel

Original Label

Nutrition Facts

Serving Size 2/3 cup (55g) Servings Per Container About 8

Amount Per Serving		
Calories 230	Calories from Fat 72	
	% Daily Value*	
Total Fat 8g	12%	
Saturated Fat 1g	5%	
Trans Fat 0g		
Cholesterol 0mg	0%	
Sodium 160mg	7%	
Total Carbohydra	te 37g 12%	
Dietary Fiber 4g	16%	
Sugars 1g		
Protein 3g		
Vitamin A	10%	
Vitamin C	8%	
Calcium	20%	
Iron	45%	

Calories:

Less than

Less than

Less than

65g

20g

300mg

2,400mg

2,500

80a

25g

300mg

375g

30g

2,400mg

your calorie needs.

Total Carbohydrate

Dietary Fiber

Total Fat

Sat Fat

Cholesterol

New Label

Nutrition Facts

8 servings per container
Serving size 2/3 cup (55g)

Amount per serving

Calories

Vitamin D 2mcg

Calcium 260mg

Potassium 235mg

Iron 8mg

230

10%

20%

45%

% Daily	y value"
Total Fat 8g	10%
Saturated Fat 1g	5%
Trans Fat 0g	
Cholesterol 0mg	0%
Sodium 160mg	7%
Total Carbohydrate 37g	13%
Dietary Fiber 4g	14%
Total Sugars 12g	
Includes 10g Added Sugars	20%
Protein 3g	

* The % Daily Value (DV) tells you how much a nutrient in a serving of food contributes to a daily diet. 2,000 calories a day is used for general nutrition advice.

What is Changing?

- Serving size and calories larger and bolder
- Updated daily values
- Added nutrients:
 - Potassium
 - Vitamin D
 - Added Sugars
- Removed nutrients:
 - Vitamin A
 - Vitamin C
 - Calories from fat
- Changes in serving size declarations based on servings per container, some products may be required to have a dual column
- Footnote & reference chart



Nutrition Facts Panel Update

Stop the Presses!!!

- Just shy of one year before the original deadline...on June 13, 2017 the
 FDA announced its intention to extend the compliance date.
- "The FDA will provide details of the extension through a Federal Register Notice at a later time."
- Many believe the FDA will extend the compliance date to coincide with the USDA's GMO labeling law in May of 2021.



Nutrition Facts Panel Update

What's the Plan?

- Although this delay has alleviated the pressure of the original 2 year deadline, we are still moving forward with label updates, if requested.
- Either panel format is allowed in the interim. We have already begun receiving USDA approvals on labels with the new format.
- We will work with you to address product lines on a case-by-case basis to determine our best plan of action.

Clean Label Initiative

What does 'Clean Label' mean?

- Started as an Industry term, consumers followed
- Brands are developing unacceptable ingredient lists
 specific to their own principles and consumer demands
- As your partner, we are working toward meeting these standards for each product
- Additional initiatives are also in progress to improve healthfulness of our offerings

Clean Label Initiative

Annual Impact

- 1,776# class IV caramel color changed to class I
- 123,411# uncured bacon, sausage, & ham
- 1,300,499# meat & poultry raised without antibiotics
- **3,773,334ppm** sulfites removed (853,304# raw material)
- **5,073,070,776mg** sodium removed...
- That is equivalent to 27,960# of salt!



Development Process

- Blount's process is **unique** and varied:
 - R&D (trend), customer or sales driven
 - Allows for a multifunctional approach
 - More proactive than reactive
 - 80% of new products are developed internally
 - Utilize vendors for specific data and/or trends
 - Example: flavor houses for flavor trends
 - Store visits, trade shows, IRI data, industry publications,
 & seminars all spark ideas
 - Bi-annual innovation meeting



Development Detail

Internal

- Ideation
 - Initial ideas/concepts
- Explore & Create
 - · Does this fit production capabilities
 - · Consumer acceptance/demand
 - Benefits
 - New Ingredients/resources/supply
- Develop & Test
 - Bench samples
 - Attributes & benefits
 - Functionality
 - Shelf life studies
 - Taste panels
 - Multiple recipe adjustments
 - New Ingredient approval (QA & Purchasing)
 - Packaging concepts/rough design
 - Begin Approval process (USDA/ORG)
- Cost Analysis
 - Additional bench sample adjustments
 - · Draft specs for scale up

External

- Scale up
 - Bench sample vs: spec vs: scale up sample
 - Recipe adjustment
 - Finalize packaging
 - Item codes; UPC info; batch codes
 - Begin approval process (USDA/ORG/Customer)
- Sales Team
 - Introduce new item to the sales team
 - Provide all necessary product information
- Sampling Process
 - External Sales, Internal Sales Brokers
 - Selling process
- Customer Approval
 - · Finished product ready to ship
 - · Approvals & finished specs completed
 - Continuous product evaluation



Capabilities & Certifications

Packaging Capabilities

- Retail Cups
 - 10oz 32oz fill size
- Retail Bowls
 - 12oz 20oz fill size
- Foodservice, Bulk Bags
 - 32oz 128oz fill size
- Multiple master pack sizes available

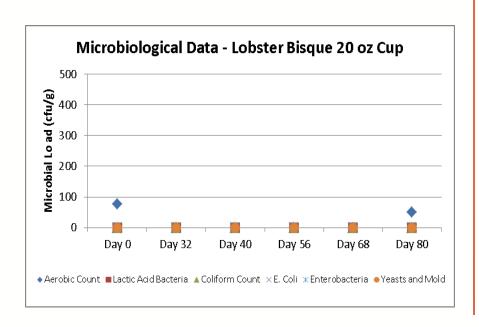
Certifications & Specialized Areas for Development

- USDA
- USDA Organic
- Non–GMO Project Verification
- Gluten Free (GFCO)
- Halal
- Military
- Healthcare
- School Nutrition Expertise

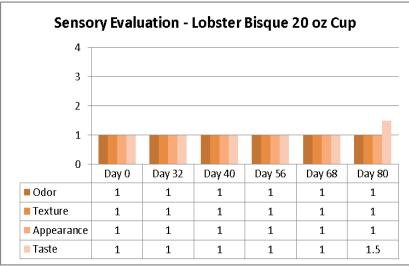


Shelf Life Testing

- In package and operational shelf-life testing
- Including microbiological and organoleptic







Our Team

R&D – Culinary

- Jeff Wirtz Corporate Chef
 - Leads all of R&D, culinary and involved with procurement
 - Supports multiple customer accounts
- Thomas Gervasi Culinary Innovation Manager
 - Culinary innovation
 - Supports multiple customer accounts and production staff
- Maria Freeney R&D Chef/Technical Services
 - Technical innovation McKinney
 - Supports operations
- Catherine Forte R&D Chef
 - Culinary innovation McKinney
 - Supports operations



Our Team

R&D – Technical Services

- Robin Leatherwood Technical Services Manager
 - Leads all technical
 - School Nutrition Specialist
- Kim Owens Regulatory Specialist
 - Leads all regulatory/USDA Submissions
 - Military Guidelines Specialist
- Hillary McDonald Research Dietician
 - Nutrition Specialist
 - Halal & Healthcare Specialist
- VJ Bonda Certified Food Scientist
 - Conducts specialty and technical research
 - Shelf life studies



Our Team

Project Management

- Peter Miranda Director of Project Management
 - Oversees all customer and corporate projects
- Alena B. Project Manager
 - Manages various customer accounts
 - Organic, GFCO and Non-GMO project coordinator
- Jordan Taylor Jr Project Manager
 - Manages various customer accounts
 - In house documentation and labeling
- Marcelline Lotterhand Forecast Specialist

