

Growing your Ontario Business

Business Development Branch Overview



Erin Panek Tuesday, June 12, 2012





Business Development Branch (BDB)

Ontario Ministry of Agriculture, Food and Rural Affairs

BDB Vision:

Sectors are thriving, sustainable, market responsive and globally competitive.

BDB Mission:

Provide knowledge, connections and resources to enhance the capacity of businesses to realize returns from the marketplace.



Business Development Branch (BDB)

Our objectives:

- Ontario is the location of choice for business investment
- Ontario businesses are well-informed to make sound decisions
- Ontario businesses are innovative and competitive
- Ontario products and services are the choice of domestic and international customers



Why do we work with the food & beverage industry?



Economic Significance

- Food and beverage processing is Ontario's second largest manufacturing sector, contributing over \$10B to the province's GDP.
- It is a major employer, employing about 96,000 people in 3,000 establishments located in communities across the province.
 - Over half are located in the Greater Toronto Area.

GDP by Manufacturing Industries, Ontario, 2010



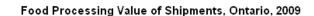
Sources: Statistics Canada (Table 379-0025), Ontario Ministry of Finance, and OMAFRA for additional calculations

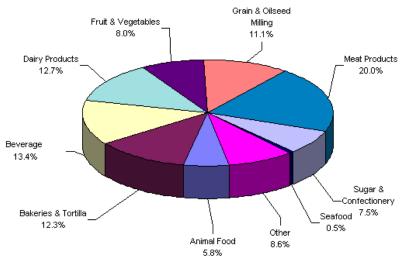
 Food and beverage processors are key links in the agri-food supply chain, purchasing about 65% of Ontario's food-related farm production and creating demand for innovative, value-added agricultural products.



Industry Structure

 Ontario's food and beverage processing sector is the largest and most diverse in Canada. It generates about \$34B in revenue from goods manufactured, accounting for about 40% of Canada's total.





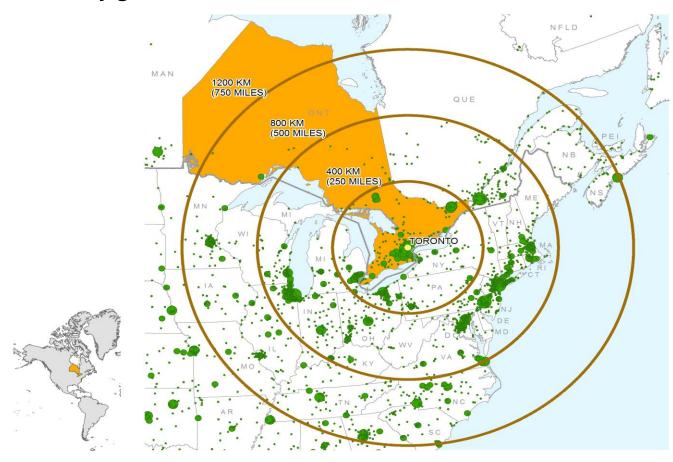
Source: Annual Survey of Manufacturing, Statistics Canada 2009

 The industry is a diverse mix of sub-sectors, each with its own business models, production practices and supply chains. The three largest sub-sectors are meat (\$6.8B), beverage (\$4.5B) and dairy (\$4.3B).



158 million consumers within a day's drive

Daily total two-way goods trade between Ontario-USA is valued over C\$600 million







BDB Strategies

Helping companies grow their food processing business with:

- the knowledge to help companies make better business decisions
- the connections to help companies maximize their opportunities for growth and development
- the resources to keep companies current in a competitive environment



BDB Areas of Focus

- Influencing business expansion / retention and attracting new investment within the food & beverage processing sector
- Promoting consumption of local Ontario foods, Foodland Ontario program
- Helping food and beverage companies identify and maximize their export opportunities, Ontario Food Exports (OFEX)





What We Do

Business Development through Investment Attraction and Retention

- Promotion of government programs
- Assist in investment decision-making process
- Services for food processors and small-mediumsized rural manufacturers

Marketing and Trade

- International exporting services
- Domestic Foodland Ontario & the Pick Ontario Freshness Strategy





Business Development Branch

Knowledge: It's yours for the asking

Our team will work to:

- meet your <u>wide range</u> of information needs
- help you access the <u>essential information</u> you need to make the most informed decision
- provide a <u>complete perspective</u> on government regulations at all levels

Examples include online e-guide to funding programs:

http://www.investinontario.com/resources/government_programs.asp



Food Industry Communication Bulletin

 Communications Bulletin with interesting and "need to know" tidbits for the food and beverage industry. Read about the latest funding programs, consultations, regulations, events, workshops and more.

FOOD BULLETIN

MAY 2012

Hello Wine Council of Ontario,

Welcome to the May issue of the Food Bulletin where we have information on some upcoming deadlines, opportunities to have your say, plus some new resources that may help your business. You'll read about Health Canada's draft guidelines on the use of the term "prebiotic(s)" and the opportunity to contribute your thoughts on these guidelines. We're also giving you a heads-up about the fast-approaching May 11 deadline to register for the "Understanding GFSI" workshop being held on May 29. Meanwhile, we'll continue to keep you informed about the news and opportunities that matter most to food and beverage manufacturers.

Industry News

Steve Peters joins the AOFP

Consultation on the use of the term Prebiotic – Health Canada

Consultation on Abuse of Dominance Guidelines – Competition Bureau

Health Canada now allows some health claims related to fat replacement

Student placements for Toronto food processors

Bloom Centre for Sustainability launches BLOOM IQ™

University of Guelph Establishes Food Institute to Promote Innovation,

Action



Business Development Branch



Connections: We'll plug you into a network of possibilities.

Our team can connect you to:

- key industry stakeholders that can best meet your business needs
- communities of service providers and researchers
- government agencies and organizations



Business Development Branch



Resources: You'll be well supplied

Our team can:

- identify programs and services, publications, seminars and workshops to keep you on top of trends and key industry topics
- help guide you as you develop and implement strategies focused on honing your winning edge



Knowledge, Connections & Resources

- Marketing and new product strategies
- Getting an edge with research
- Co-packing and new business opportunities
- Improving your food safety and quality procedures
- Building your workforce
- Complying with regulations processing, health, environment, worker safety, etc,
- Managing energy costs
- Financing options





Business Development Branch

Sample Programs

- Small Business Internship Program: Financial support to hire a post secondary student intern to assist businesses in their adoption of e-business strategies to increase their productivity and competitiveness.
- <u>SMART Prosperity Now</u>: Funding is to provide support to Southern Ontario manufacturers who will conduct Productivity Enhancement Projects that invest in product and process improvements to develop and / or expand your export opportunities and global competitiveness.
- <u>Growing Forward Business Development for Farm Businesses</u>: Funding can be accessed for costs related to training, business plan development and business plan implementation.
- Rural Summer Jobs Service Program: A \$2-per-hour-per-student hiring incentive available for eligible Ontario employers to create summer job placements.



Incoming Investment Development

Business attraction

- Strategic market areas
 - USA, Europe, Brazil
- Sector focus
 - Food processors
 - Bio-products
 - Ethanol
 - Bio-Diesel



Kellogg groundbreaking



Export



Ontario Food Exports (OFEX) Links Food Buyers with Sellers

- Buyers
 - Brokers, Distributors, Traders
- Trade Events
 - PROFIT International and PROFIT New-to-Exporting Seminars
 - Missions
 - Incoming and Outgoing
- Regulatory information related to border crossing





News & Events

Resources

Contact Us

Ontario.ca Français

MINISTRY OF AGRICULTURE, FOOD AND RURAL AFFAIRS







This Ontario winery has evolved into a thriving international business

After years in the horticulture business, Gary Pillitteri fulfilled his lifelong dream of creating a winery, by starting Pilletteri Estates Winery with his son Charles Pillitteri, now the CEO, in 1993. Fully-owned and operated by the Pillitteri family, the company has grown into the largest estate icewine producer in the

With a focus on premium wines, ice wine accounts for half of Pillitteri's production and the other half is aromatic white wines, such as Riesling and full-bodied reds. In Canada, Pillitteri sells its products to the LCBO, Ontario restaurants and at its winery, which receives more than 100,000 visitors a year.

Pillitteri Estates' location, in the tourist destination of Niagara-on-the-Lake, inspired the company's first exporting venture. "Almost 50 per cent of our visitors are from Japan, China and Korea and we generated so many icewine sales from our Asian visitors that we decided to export there," says Charles Pillitteri, Today the company exports to more than 30 countries worldwide, including China, Japan,



Higher Value Jobs

- Shift to higher value jobs
- Employer of choice

Innovative, Value-Added Industry

- Produces products that meet evolving demands
- Improved production processes

Ontario as a destination for food industry investment

Expanded Market Reach

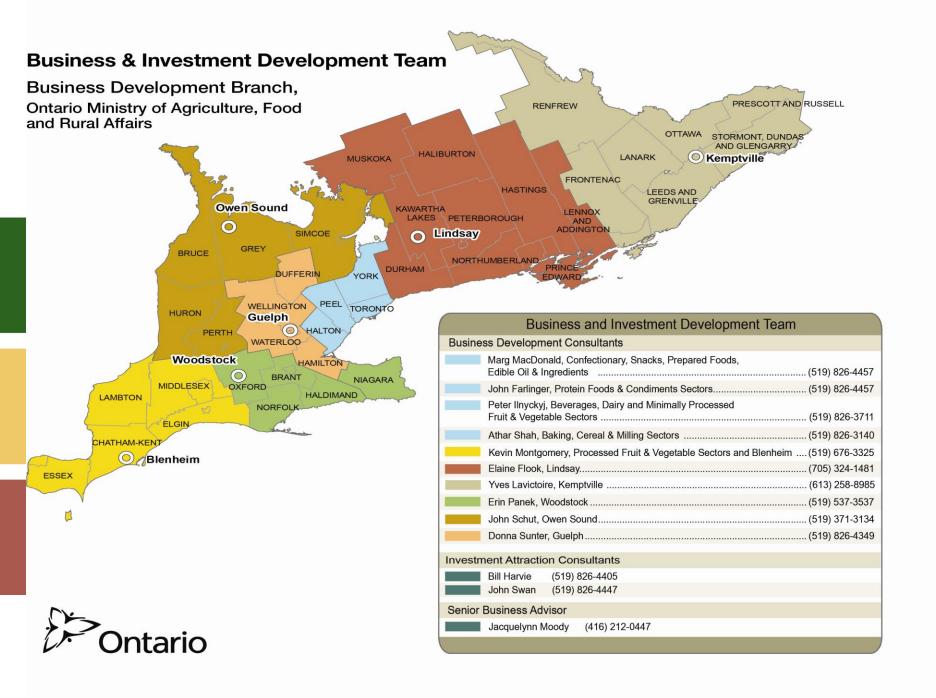
- Maximized local markets
- Growing presence in emerging global markets

Globally Competitive

- Increased productivity
- Improved environmental performance
- Increased investment

Effective Value Chains

- Improved communication and collaboration
- Increased market opportunities





Contact Information

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