# Farm sales in Norway

Stig Erik Sørheim



#### Look to Sweden

The Swedish law on farm sales was immediately picked up by Norwegian politicians

- December 2024: Majority in Parliament asked the Government to explore whether it is possible to introduce new sales channels for stronger alcohol products
- But: Should not come into conflict with the state retail monopoly (Vinmonopolet)



## Farm sales today

- Farm sales has been on the agenda for over a decade
- Broad political support
- But: legal analyses have concluded that new sales channels outside the retail monopoly are problematic and may conflict with EU non-discrimination laws & undermine the monopoly
- Producers may already sell products up to 4,7 % alcohol
- Not all agricultural products are covered by the EEA agreement
  - Farmers can already sell some beverage types (fruit wines, cider, mead) between 4,7% and 22%



# Legal analysis

- Policy changes in Sweden and Finland have influenced the conclusions compared to previous legal analyses
- A licensing system that creates new sales channels for Norwegian producers is problematic
  - But can be justified if it protects public health
- Not necessarily an unjustified barrier to trade but EU law is not clear on this point
- Not necessarily a threat to the retail monopoly but this depends on the details
  - The more restrictive such a new farm sales scheme is, the easier it is to justify
  - Clear criteria: what type of producers, what type of products, production/sales volumes
- Must not significantly increase access to alcohol



### Uncertainty

- EU case law is unclear we don't know when we step over the boundary
  - The burden of proof will be on Norway, if the law is challenged
- Likely that the Vinmonpolet can retain its monopoly status if the farm sales scheme is restrictive
- Farm sales in itself is not a significant liberalization - but further steps in more liberal direction could challenge the consistency of the alcohol policy
  - More difficult to defend restrictive aspects of the alcohol policy
- Likely that it is possible to reverse the law and retain the retail monopoly if Norway loses a court case



#### Next steps

- The Government has fulfilled the ask from Parliament in commissioning the legal analysis
- The report is now in the Ministry of Health and Care Services
- Probably a parliamentary majority for farm sales
- During the election campaign, the Prime Minister said he wanted to «look at the issue»
- The legal analysis does not look at a concrete law proposal, it says that farm sales may be possible depending on the details (and with some uncertainty)
- Depends on political will...

