

Use Case Library

How Walmart Brought Unprecedented Transparency to the Food Supply Chain with Hyperledger Fabric

Executive Summary written by GBBC

In 2018, the U.S. Department of Agriculture (USDA) Food Safety and Inspection Service <u>ordered 125 recalls</u>, 97 of which were Class I, which is defined as a recall that "involves a health hazard situation in which there is a reasonable probability that eating the food will cause health problems or death." The number of recalls has been steadily increasing; between 2005 and 2008 there were never more than 54 recalls in a year. Existing food traceability systems are inefficient, resulting in costly recalls and potentially severe consequences for consumers.

Hyperledger Fabric partnered with global retail corporate Walmart to create a food traceability system using blockchain. Walmart tested the technology in two studies: (1) tracking pork in its Chinese stores; and (2) tracing mangos in its U.S. stores. The two studies were wildly successful. The Chinese Walmart system introduced a certification of authenticity to blockchain, and the U.S. Walmart system reduced mango tracing time from 7 days to 22 seconds.

Since the studies concluded, Walmart has increased their use of the Hyperledger Fabric blockchain system to track produce, meat, poultry, dairy, and multi-ingredient products. The blockchain technology used in the tracking is an open-source, vendor-neutral blockchain. Thus, Walmart's suppliers and competitors can view Walmart's food traceability system. Given the success of the system, Walmart added IBM Blockchain onto of the Hyperledger Fabric to create a larger tracking system. In June 2019, Walmart joined MediLedger, a blockchain consortium attempting to improve pharmaceutical tracking; Pfizer, McKesson, AmerisourceBergen, and Cardinal Health are all members of MediLedger.

Hyperledger is a collaborative software development community that creates cross-industry blockchain technology. Within the Hyperledger community, there is Hyperledger Fabric, which partners with Digital Asset and OpenBlockchain to create a well-rounded codebase.