

Public Report Sustainable Forest Management System

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CLIENT NAME: PT RIAU ANDALAN PULP AND PAPER

TOTAL HECTARES: 262,473

SCOPE OF REGISTRATION: Sustainable Forest Management of 262,273 hectares of Plantation Forests in Riau Province

STANDARD/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Surveillance 1

AUDIT START DATE: October 11, 2022

In signing this document the Audit team confirmed that they had no involvement with the company under audit in terms of consultancy, training, direct employment etc. within the last 2 years and have no other involvement (financial, shareholding or commercial) that would constitute a Conflict of Interest

AUDIT END DATE: October 19, 2022

LEAD AUDITOR: Andri Wibisono




SIGNATURE:

AUDIT TEAM: Abdullah Mujahid

SIGNATURE:

Agung Utama Lubis

SIGNATURE:

MAJOR CARS : 0

MINOR CARS : 0

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED including country	DATE OF EACH SITE VISIT:
Head Office	Jl. Lintas Timur, Pangkalan Kerinci, Kabupaten Pelalawan, Riau - Indonesia	October 11 and 19, 2022
Cerenti Estate	Desa Munsalo, Kecamatan Kuantan Tengah, Kabupaten Kuantan Singingi, Propinsi Riau	October 12 to 13, 2022
Logas Estate	Desa Petai, Kecamatan Singingi Hilir, Kabupaten Kuantan Singingi, Propinsi Riau	October 14 to 15, 2022
Mandau Estate	Desa Lubuk Jering, Kecamatan Sungai Mandau, Kabupaten Siak, Propinsi Riau	October 17 to 18, 2022
SITE NAME (Legal Name):	ADDRESSES OF ADDITIONAL SITES NOT VISITED BUT STILL COVERED BY THE REGISTRATION INCLUDING COUNTRY- TO BE COMPLETED IF CLIENT IS UNDER A SITE SAMPLING AUDIT PLAN	
Pelalawan Estate	Desa Pelalawan, Kecamatan Pelalawan, Kabupaten Pelalawan, Propinsi Riau	
Ukui Estate	Desa Lubuk Kembang Bungo, Kecamatan Ukui, Kabupaten Pelalawan, Propinsi Riau	

Baserah Estate	Desa Gunung Melintang, Kecamatan Kuantan Hilir, Kabupaten Kuantan Singingi, Propinsi Riau
Langgam Estate	Desa Segati, Kecamatan Langgam, Kabupaten Pelalawan, Propinsi Riau
Teso Estate	Desa Gunung Sari, Kecamatan Gunung Sahilan, Kabupaten Kampar, Propinsi Riau
Meranti West Estate	Desa Teluk Binjai, Kecamatan Teluk Meranti, Kabupaten Pelalawan, Propinsi Riau

Brief Description of the concession

PT Riau Andalan Pulp and Paper obtained the Business Permit for Utilization of Timber Forest Products in Industrial Plantation Forest (IUPHHK-HTI) as follow:

- Decree of the Minister of Forestry No. 130/Kpts-II/1993 dated February 27, 1993
- Addendum 1: Decree of the Minister of Forestry No. 137/Kpts-II/1997 dated March 10, 1997
- Addendum 2: Minister of Forestry Decree No: SK. 356/Menhut-II/2004, dated October 1, 2004
- Addendum 3: Minister of Forestry Decree No: SK. 327/Menhut-II/2009, dated June 12, 2009
- Addendum 4: Minister of Forestry Decree No: SK. 180/Menhut-II/2013, dated March 21, 2013, total area of 338,536 ha
- PBPH Decree SK.827/MenLHK/MenLHK/Setjen/HPH.0/9/2021 dated September 21, 2021

PT Riau Andalan Pulp and Paper has a long-term management plan, namely the Forest Utilization Business Work Plan (RKUPH) amendment document which was ratified based on Decree Number SK.7879/MenLHK-PHPL/UHP/HPL.1/12/2021 dated December 10, 2021 concerning the Ratification of Revised Work Plan for Timber Forest Products Utilization Business in Industrial Plantation Forest (RKUPHHK-HTI) for the 2017 to 2026 Period on behalf of PT Riau Andalan Pulp and Paper in Riau Province. For short-term planning, an Annual Forest Utilization Business Work Plan (RKTPH) document is prepared.

The spatial planning according to RKUPH amendment document is Protected Area of 60,048 Ha (17.73%), Cultivation Area of 278,586 Ha (82.27%) including Infrastructure of 9,680 Ha (2.86%), with a total of 338,634 Ha (100%). The Protected Area of 60,048 Ha (17.73%) consists of River Border of 46,677 Ha (13.78%), KPPN of 2,136 Ha (0.63%), KPSL of 345 (3.45%), Buffer Zone of 7,764 (2.29%), and Dome Peak of 3,126 (0.93%). Spatial changes to the RKUPH amendment document namely divided the spatial layout into two areas namely Protected Area and Cultivation Area, as well as increased protected areas from 59,096 ha to 60,048 ha. The forest condition based on forest area map SK 878/Menhut-II/2014 and SK 314/MenLHK/Setjen/PLA.2/4/2016 jo SK 903/MenLHK/Setjen/PLA.2/12/2016 is HP of 335,350 ha, HPK of 204 Ha and APL of 2,900 ha, with a total of 338,634 ha.

The certification at PT Riau Andalan Pulp and Paper is a multi-site certification, where the registered work areas consist of nine (9) registered estates. The total area to be IFCC certified is 262,473 ha, and the wood products produced have a claim of 100% PEFC Certified. Sampling for this Surveillance 1 audit is Cerenti Estate, Logas Estate, and Mandau Estate.

Area to be certified, geographic coordinates, and species developed of PT Riau Andalan Pulp and Paper are:

1. Baserah Estate with an area of 24,854 ha, located at coordinates 101° 29' 32" to 101° 52' 55" East and 00° 00' 33" to 00° 24' 50" South with species developed being *Acacia mangium* and *Eucalyptus* sp.,
2. Cerenti Estate with an area of 30,040 ha, located at coordinates 101° 34' 38" to 101° 50' 45" East and 00° 34' 32" to 00° 43' 26" South with species developed being *Eucalyptus* sp.,
3. Laggam Estate with an area of 6,710, located at coordinates 100° 29' 35" to 101° 39' 33" East and 00° 06' 36" to 00° 11' 07" South, with species developed being *Acacia crasscarpa*, *Acacia mangium*, *Melaleuca* sp. and *Eucalyptus* sp.,
4. Logas Estate with an area of 24,090 ha, located at coordinates 100° 10' 08" to 101° 19' 21" East and 00° 04' 27" to 00° 24' 28" South with species developed being *Acacia mangium* and *Eucalyptus* sp.,
5. Mandau Estate with an area of 23,444 ha, located at coordinates 101° 38' 38" to 101° 50' 05" East and 00° 47' 51" to 00° 58' 05" North, with species developed being *Acacia crasscarpa* and *Eucalyptus* sp.,
6. Pelalawan Estate with an area of 85,855 ha, located at coordinates 101° 56' 56" to 102° 26' 25" East and 00° 12' 31" to 00° 39' 24" North, with species developed being *Acacia crasscarpa* and *Eucalyptus* sp.,
7. Teso Estate with an area of 37,205 ha, located at coordinates 100° 14' 00" to 101° 33' 00" East and 00° 10' 00" to 00° 42' 58" South with species developed being *Acacia mangium* and *Eucalyptus* sp.,

8. Ukui Estate with an area of 16,312 ha, located at coordinates 101° 51' 37" to 102° 03' 03" East and 00° 03' 06" to 00° 12' 06" South, with species developed being *Acacia crassicarpa*, *Acacia mangium* and *Eucalyptus sp.*,
9. Meranti West Estate with an area of 13,962 ha, located at coordinates 102° 25' 14" to 102° 47' 54" East and 00° 11' 34" to 00° 24' 00" North, with species developed being *Acacia crassicarpa*, *Hevea brasiliensis*, and *Melaleuca sp.*

The climate type in the work area is A (Schmidt and Ferguson 1955), and the topographical conditions are mostly flat. The site conditions of the working area are peat and mineral soil. The species of plant developed are *Acacia mangium*, *Acacia crassicarpa*, *Eucalyptus sp.*, *Melaleuca sp.*, and *Hevea brasiliensis*.

The Management Unit has complied with Regulations related to improving Peat Management, namely: PP 57 of 2016 by revising Work Plan for Timber Forest Products Utilization Business in Industrial Plantation Forest (RKUPHHK-HTI) for a 10-year period for 2017 to 2026 period. Ratified based on the Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number: SK.28/MenLHK-PHPL/UHP/HPL.1/1/2018 dated January 9, 2018. PermenLHK no. P.16/Menlhk/Setjen/Kum.1/2/2017 by compiling documents of the Peat Ecosystem Recovery Plan has received approval from the Director General of Environmental Pollution and Damage Control No: S.50/PPKL/PKG/PKL.0/5/2018, dated May 21, 2018. Adjustments to the Work Plan for Timber Forest Products Utilization Business in Industrial Plantation Forest (RKUPHHK- HTI) for the 2017 to 2026 Period for the 2018 to 2019 Activity Year were approved by Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number: SK.5261MenLHK-PHPL/UHP/HPL.1/ 8/2018 dated August 14, 2018. PermenLHK No. P.10/MenLHK/Setjen/Kum.1/2/2019 by revising Work Plan for Timber Forest Products Utilization Business in Industrial Plantation Forest (RKUPHHK-HTI) for the 2017 to 2026 Period approved by Decree of the Minister of Environment and Forestry Number: SK.6058 /MenLHK-PHPL/UHP/HPL.1/6/2019 dated June 28, 2019.

Revision of the Peat Ecosystem Recovery Plan, Determination of TMAT Compliance Points and CH Station Points based on the PT RAPP Peat Ecosystem Function Map (1:250,000 scale) (Meranti, Pelalawan, Langgam, Mandau, Ukui, Tasik Belat and Pulau Padang Blocks) which was approved based on Director General of Pollution Control and Environmental Damage Decree No: S.21/PPKL/PKG/PKL.0/3/2021, dated March 29, 2021. Then implementing PermenLHK No. P.8/MenLHK/Setjen/Kum.1/2/2021 by carrying out the Revised Work Plan for Timber Forest Products Utilization Business in Industrial Plantation Forest (RKUPHHK-HTI) for the 2017 to 2026 Period approved through the Decree of the Minister of Environment and Forestry Number: SK. 7879/MenLHK-PHPL/UHP/HPL.1/12/2021 dated December 10, 2021. There is a peat dome peak area of 9,332 ha spread over the River Border of 2,329 ha, KPPN/KPSL of 660 ha, Buffer Zone of 3,217 ha and ex-Livelihood Plant Area of 3,126 ha.

Description of the socio-economic conditions of the concession and the concession's social programs

PT Riau Andalan Pulp and Paper has recognized and respected the rights of the surrounding community. There are 23 assisted villages in Cerenti Estate, 10 assisted villages in Logas Estate, and 7 assisted villages in Mandau Estate. There are no indigenous peoples recognized by the state in the entire estate of the concession area.

PT Riau Andalan Pulp and Paper has made conflict resolution efforts with the surrounding community. The Management Unit has procedures for handling claims, complaints and requests for assistance that regulate the process of settling land claimed by the community. A report on mapping and conflict resolution in the first semester of 2022 is available and has been reported to the Riau Provincial Forestry Service. The document contains details of all land that is still controlled by the community around the concession, as well as the efforts that have been made in settling land claims by the community.

PT Riau Andalan Pulp and Paper has collaborated with the surrounding community, the programs are Agribusiness Program, Small Medium Enterprise (SME) Inline Program, Small Medium Enterprise (SME) Offline Program, School

Improvement Program, Scholarship Program, Vocational Program, Health Program, and Socio-Cultural and Infrastructure Program. There is a Realization of Community Collaborative Forest Management (PHBM) in the form of acacia and rubber, as well as Farmers Group that consists of cooperation in the fields of agriculture, fisheries, and animal husbandry. The company cooperated with Posyandu in handling stunting cases in surrounding villages.

PT Riau Andalan Pulp and Paper has carried out corporate social responsibility programs to the surrounding community. There are Community Development Budget Plan and Realization Report for 2021 and 2022 (until August). According to the report, the programs include the sectors of education, health, economy, social, and infrastructure. In Cerenti Estate, the programs include assistance for cattle, schools, *Posyandu*, road construction, and skills training for the surrounding community. In Logas Estate, there is *One Village One Commodity* Program in the form of citrus plants. Meanwhile, in Mandau Estate, the company has provided assistance to the community in rice farming program to increase production.

Description of the Ecological conditions of the concession

The management unit carried out Forest Ecosystem and Hydrological Function Management through the following activities:

- Identification of forest management activities that have significant impacts and conduct environmental impact assessments through AMDAL, RKL and RPL documents (Decree of the Ministry of Forestry AMDAL Commission in 1994 and 1997, Decree of Riau Governor in 2001 and 2006), Environmental Feasibility Permit from the One Stop Investment and Services Agency for each Estate, and Environmental Permit Implementation Report for the second semester of 2021 and first semester of 2022 for each Estate,
- Reduced Impact Logging activities are carried out in stages before, during, and after logging activities,
- Identification of areas that function for soil and water protection which are designated as a protected area, consisting of:
 1. Cerenti Estate: Protected Areas of 6,143 ha (19.97%) consisting of: River Border of 5,932 ha, and KPPN of 211 ha,
 2. Logas Estate: Protected Areas of 6,782 ha (27.11%) consisting of SM Rimbang Baling Buffer Zone of 1,916 ha and River Border of 4,866 ha,
 3. Mandau Estate: Protected Area of 2,632 ha, of which the entire area is River Border.
- Monitoring of the negative impacts of forest management activities in the concession area in accordance with the AMDAL, RKL and RPL documents and documented procedures that serve as guidelines, namely SOP for Monitoring Protected Areas, SOP for Monitoring Debit and Water Quality, SOP for Monitoring Soil Erosion and SOP for Monitoring Subsidence and TMAT. As well as for the controlled use of B3 (Hazardous and Toxic Materials), namely SOP for Management of Hazardous and Toxic Materials (B3) Waste, SOP for Handling Spills of Fuel, Lubricants and Chemicals, SOP for Weed Control, and SOP for Pest Management and Integrated Disease.

The management unit performed biodiversity management through the following activities:

- Identification of protected, endemic, rare and threatened/near-extinct flora and fauna as well as their habitats and migration patterns in the IUPHHK-HTI area in accordance with applicable regulations through the inventory activities. There are key species namely Sumatran tiger (*Panthera tigris sumatrae*) and Sumatran elephant (*Elephas maximus sumatranus*). The results of the identification is AMDAL, RKL and RPL documents, Environmental Permit Implementation Report, and flora and fauna distribution map. Related to the flora and fauna, the Management Unit also performed the environmental impact assessment from the operational activities,
- Management of Protected Areas in accordance with the Environmental Permit Implementation Report for the second semester of 2021 and first semester of 2022 as well as SOP for Determination of Protected Areas and SOP for Monitoring Protected Areas,
- Not cultivating genetically modified tree species, but *Acacia mangium*, *Acacia crassicarpa*, *Eucalyptus* sp., *Melaleuca* sp., and *Hevea brasiliensis*.

The management unit implemented Forest Protection through the following activities:

- Identification and monitoring disturbances in Sustainable Forest Management. The potential disturbance in the concession area are forest fires, plant pests and diseases, and forest encroachment.
- Prevention and handling of pest attacks, as well as regulations of chemical pesticides management, referred to documented procedure such as SOP for Integrated Pest and Disease Control, SOP for Weed Control, SOP for Handling Spills of Fuel, Lubricants and Chemicals and SOP for Hazardous and Toxic Materials Waste Management.
- Implementation of forest protection measures against fire hazard according to the level of vulnerability and applicable regulations.
- There is no grazing activity in the work area.
- The forest protection activities are implemented ranging from pre-emptive, preventive, and repressive activities according to the level of disturbance.

Results of the Public Consultation

Prior to carrying out the Surveillance 1 Audit, PT AJA Sertifikasi Indonesia has conducted public consultations commencing September 9, 2022, asking stakeholders to provide feedback and information about PT Riau Andalan Pulp And Paper. Public consultation was uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to parties via email or postal mail, and published in local newspapers.

There are three inputs from the stakeholders, two of them related to the Pulau Padang Estate which is not included in the IFCC Certification Scope. The inputs related to Pulau Padang Estate including the demand to stop optimizing land in the village. The other input including the allegations of planting palm oil in eucalyptus concessions. The input has been verified by the audit team and submitted to the Management Unit. According to the company, they have made efforts to resolve the case by involving the village administration, local customary institutions, district government, and the suspected palm oil company that collaborating with the community.

The Management Unit has identified all the requirements needed for this certification process, which consists of legal aspects which include compliance with international regulations and rules and conventions. The management system has been built to cover all activities in the field of certification, registered for certification of 262,473 hectares.

Findings on the certified client conformity with the certification requirements and description of critical issues in relation to the conformity.

Based on the results of the Surveillance Audit of PT Riau Andalan Pulp and Paper, no Non-Conformities of either a Major or Minor nature were identified by the audit team.

Conditions under which the certificate is issued

Certificate AJA/IFCC-PEFC/FMC-HT/00001/XII/2014 is valid until December 9, 2024, provided that PT Riau Andalan Pulp And Paper maintains its surveillance schedule and does not have any major non-conformities at the time of the next recertification visit.