

Public Report Sustainable Forest Management System

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AJA EUROPE
PUBLIC AUDIT REPORT - SFM
TO BE SUBMITTED TO THE CLIENT, IFCC AND TO AJA EUROPE



JOB NUMBER: IFCC/AJA-006

CLIENT NAME: PT. RIAU ANDALAN PULP AND PAPER

TOTAL HECTARES: 248,511 Ha

SCOPE OF REGISTRATION: Sustainable Forest Management in Plantation Forest PT. Riau Andalan Pulp and Paper covering 248,511 hectare in Estate of Pelalawan, Langgam, Tesso, Baserah, Logas, Mandau, Carenti and Ukui excluding Estate of Pulau Padang, Tasik Belat and Meranti.

STANDARD/CRITERIA: IFCC ST 1001 : 2014 & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Stage 2

AUDIT START DATE: October 10, 2014

AUDIT END DATE: October 23, 2014

In signing this document the Audit team confirms that they have 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

LEAD AUDITOR: Oniranto Adi Fajari

SIGNATURE:

AUDIT TEAM: Bambang Soeharto

SIGNATURE:

Sad Hasto Agus Suprpto

SIGNATURE:

TYPE OF AUDIT: Extension of Scope

AUDIT START DATE: February 26, 2015

AUDIT END DATE: March 4, 2015

In signing this document the Audit team confirms that they have 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

LEAD AUDITOR: Zaenal Arifin

SIGNATURE:

AUDIT TEAM: Roy Adam

SIGNATURE:

Agung Utama Lubis

SIGNATURE:

MAJOR CARS: 0

MINOR CARS: 0

OBSERVATIONS: 7

Document: Report Format Public – IFCC

Issue: A

Date: 18 August 2014

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RECOMMENDATION FOR CERTIFICATION/CONTINUED CERTIFICATION (No CARs raised or CARs closed out on site):	<input checked="" type="checkbox"/>	SELECT OPTION
RECOMMENDATION FOR CERTIFICATION/CONTINUED CERTIFICATION FOLLOWING OFF-SITE VERIFICATION OF CAR RESPONSES (CARs raised):	<input type="checkbox"/>	
RECOMMENDATION FOR CERTIFICATION/CONTINUED CERTIFICATION FOLLOWING ON-SITE VERIFICATION OF CAR RESPONSES (CARs raised):	<input type="checkbox"/>	
NON RECOMMENDATION FOR CERTIFICATION/CONTINUED CERTIFICATION (Evidence Of Major System Failure):	<input type="checkbox"/>	

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SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED INCLUDING COUNTRY (If more than 4 sites have been visited please add additional rows):	DATE OF EACH SITE VISIT:
PELALAWAN	Pelalawan Sub District, Pelalawan District, Riau Province - Indonesia	October 10 th -14 th 2014
LANGGAM	Langgam Subdistrict, Pelalawan District and Kampar Kiri Subdistrict, Kampar District, Riau Province, Indonesia.	October 15 th -17 th 2014
TESO	Gunung Sahilan Subdistrict and Kampar Kiri Subdistrict, Kampar District, and Singingi Subdistrict, Kuantan Singingi District, Riau Province, Indonesia.	October 18 th -21 st 2014
SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED IN EXTENSION OF SCOPE AUDIT INCLUDING COUNTRY (If more than 4 sites have been visited please add additional rows):	DATE OF EACH SITE VISIT IN EXTENSION OF SCOPE AUDIT:
LOGAS	Singingi Hilir Sub District, Kuantan Singingi District, Riau Province - Indonesia	February 27 th -28 th , 2015
PELALAWAN	Pelalawan Sub District, Pelalawan District, Riau Province - Indonesia	March 02 nd -03 th , 2015
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 (If more than 4 additional sites have been registered please add additional rows)	
BASERAH	Kuantan Hilir Sub District, Kuantan Singingi District, Riau Province - Indonesia	
LOGAS	Singingi Hilir Sub District, Kuantan Singingi District, Riau Province - Indonesia	
MANDAU	Sungai Mandau Sub District, Siak District, Riau Province - Indonesia	
CERENTI	Kuantan Tengah Sub District, Kuantan Singingi District, Riau Province - Indonesia	
UKUI	Ukui Sub District, Pelalawan District, Riau Province - Indonesia	
REF No:	ADDRESSES OF INSTALLATION SITES (CLIENT'S CUSTOMER SITES) VISITED AND NOT COVERED DIRECTLY BY THE COMPANY REGISTRATION INCLUDING COUNTRY (If more than 2 installation sites have been visited please add additional rows)	
	N/A	



Brief Description of the concession and its natural and socio-economic conditions.

PT. Riau Andalan Pulp and Paper (hereinafter referred to as PT. RAPP) is a purely private company with the status of Domestic Investment (DCI) which is engaged in the business of timber forest product utilization in industrial forest plantations with the purpose to produce wood fiber. At first, according to the Minister of Forestry Decree No. 130 / Kpts-II / 1993 dated February 27, 1993 stated that the concession area of PT. RAPP is 300,000 ha. In the process, PT. RAPP has undergone four (4) changes (addenda) of its Business Permit on Timber Forest Products Utilization of Forest Plantation. According to the recent changes (Addendum 4) Minister of Forestry Decree No. 180 / Menhut-II / 2013 dated March 21, 2013 the concession area is 338,536 ha. Taking into account the conditions and the spread of the location, the company has divided its working area into 11 Estate, namely Pelalawan, Langgam, Tesso, Baserah, Logas, Cerenti, Ukui, Mandau, Meranti, Pulau Padang, and Tasik Belat. In the scope of certification, Pulau Padang, Tasik Belat and Meranti Estates are excluded so that only 8 estates are included in the scope of certification, namely Estate of Pelalawan, Langgam, Tesso, Baserah, Logas, Mandau, Carenti and Ukui with the total area of 248.511 ha.

In administration, the working area of PT. RAPP lies in Riau province and spreads over five districts namely Pelalawan, Kuantan Singingi, Siak, Kampar, and Kepulauan Meranti. Most of the area is flat to undulating, and a small portion lies on hilly to steep slopes, with a height of between 4-160 m above sea level. Looking from the condition of the ecosystem, the working area of PT. RAPP is the peat swamp forest ecosystems and dry land.

In general, socio-economic conditions of communities around the concession area are quite good. Facilities of road networks link the settlements. Generally people's livelihood are farmers, some of them became palm oil and rubber planters, and fishermen (or fishing). Educational facilities available to elementary school (SD) and Junior High School (SMP). Secondary education is generally available in the district capital. Health facilities are available generally community health center, while hospitals are available in the district capital.

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

Based on the results of field verification, and analysis of the documents stated that the Management Unit (MU) has performed well plantation forest management from planning, implementation, monitoring and evaluation, to feedback mechanism process for the next process, and preventive actions against errors activity in the future. During the audit process, the audit team did not find any major or minor nonconformities. The Audit findings are only observations for improvement in order to achieve better implementation and perfect forest management practices. The observation findings such as :

- The intensity of logging waste monitoring that needs to be improved
- There is still a stump exceeding 5 cm high
- Plants maintenance in rehabilitation has not been optimized
- Rehabilitation of protected areas has not been optimized
- The identification and management of key species that covers all key species has not been done in all estate
- There are some contractors labor who are still in the process for obtaining the participation of Social Security program
- There is still a lack of proper and updated information in some stakes in several compartments

The audit findings are things that are a material for PT. RAPP to perform actions as a form of continual improvement with the best practices in order to achieve sustainable forest management.

PT RAPP has a strong commitment to achieve sustainable forest management. In the practice, forest management in PT RAPP very concerned about aspects of sustainable forest management.

In general, PT RAPP has implemented RIL (Reduced Impact Logging), wood traceability systems, conduct a stands inventory regularly, has and develop R & D (Research and Development), and has and implemented PIMS (Plantation Information Management Systems). PT. RAPP has allocated protected areas according to spatial planning, implementing the environmental management and monitoring on a regular basis and has an early warning system for forest fire protection. In addition, PT RAPP also has and are implementing a CD program (Community Development). Included also with performing PHBM (Community Based Forest Management) as a means of conflict resolution with the community.