

Public Report

Sustainable Forest

Management System

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PUBLIC AUDIT REPORT – SFM

TO BE SUBMITTED TO THE CLIENT, IFCC AND TO AJA EUROPE



CLIENT NAME: PT SUMATERA RIANG LESTARI BLOK II GARINGGING

TOTAL HECTARES: 38,684.24

SCOPE OF REGISTRATION: Sustainable Forest Management of 38,684.24 hectares of Plantation Forest North Sumatra Province

STANDARDS/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Recertification (HYBRID)

AUDIT START DATE: June 28, 2022

AUDIT END DATE: July 01, 2022

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: Abdullah Mujahid

SIGNATURE:

AUDIT TEAM: Ence Hedi Hasan Zubaidi

SIGNATURE:

Agung Utama Lubis

SIGNATURE:

HYBRID AUDITOR: Riyadi Sigit Pamungkas

SIGNATURE:

AUDITOR IN TRAINEE: Inggita Nuri Prihantini

SIGNATURE:

Qodly Zaka Syahtriawan

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. Sei Duku No.333, Kelurahan Tanjung Rhu, Kecamatan Lima Puluh, Pekanbaru 28143, Provinsi Riau - Indonesia	June 28, 2022
M.U	Blok II Garingging - Kecamatan Barumun Tengah, Lubuk Barumun, Huristak, dan Hutaraja Tinggi, Kabupaten Padang Lawas, Provinsi Sumatera Utara - Indonesia	June 29 to July 01, 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	
N/A		

Brief Description of the concession

PT Sumatera Riang Lestari Blok II Garingging obtained its first concession through the Decree of Minister of Forestry SK No 208/Menhut-II/2007 on May 25, 2007 of 42,494 ha. It received its latest concession based on Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number: SK.984/Menlhk/Setjen/PLA.2/11/2019 concerning Determination of Work Areas for Business Permits for Utilization of Timber Forest Products in Industrial Plantation Forests of 42,521.1 hectares. There are plantation forest areas built from natural forest conversion after December 31, 2010 of 3,836.91 hectares. Thus, the area certified by IFCC Sustainable Forest Management scheme is 38,684.24 hectares.

The implementation of sustainable forest management is carried out based on the revised document of RKUPHHK-HTI (Work Plan for Utilization of Timber Forest Products in Industrial Plantation Forests) of 2017 to 2026. The document is legalized by SK. 6054/MenLHK-PHPL/UHP/HPL.1/6/2019, dated June 28, 2019. The spatial planning for the work area consists of Local Protected Areas and Other Protected Areas of 9,331 ha (21,96%), Staple Plant Area of 13,011 ha (30.62%) and Livelihood Plant area of 20,152 ha (47.42%), with a total of 42,494 ha.

The working area of PT Sumatera Riang Lestari Blok II Garingging is geographically located between 01° 10 '49 "to 01 20' 37" North and 99 47 '31 "to 100 06' 28" East. It is included in the Forest Group of Garingging River and Mahato River. Administratively, it falls under the government of Districts of Sosa, Barumon Tengah, Huristak and Hutaraja Tinggi, Padang Lawas Regency, North Sumatera Province.

The area of PT Sumatera Riang Lestari Blok II Garinggnig is in the form of dry soil (mineral) with flat topography (0-8%) reaching 93% and sloping (8-15%) of 7% of the total area. The soil types consist of Podsollic; Podsollic-Gleisol-regosol association, and Gleisol-Cambisol-regosol association. The geology includes volcanic, sedimentary rock, alluvium and metasediment. The climate type is A (Schmidt and Ferguson) with an average rainfall of 2,259 mm/year. The hydrological conditions are included in the Garingging, Mahato and Kumu watersheds. The species of plants developed are **Acacia sp** and **Eucalyptus sp**.

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

The Management Unit of PT Sumatera Riang Lestari has identified, valued and respected the use of forest resources as outlined in the environmental document (AMDAL) and the Social Impact Assessment (SIA) document. There are 21 villages around the concession area which are included in 5 districts. There are no customary law communities. This has been discussed in previous audits.

The Management Unit has established and implemented procedures for conflict resolution mechanisms with surrounding communities which are presented with Potential Mapping and Conflict Resolution Reports which include Indicative Map of Encroachment and claims; Land Claim Data and Chronology of Land Claim Resolution Efforts at PT Sumatera Riang Lestari Blok II Garingging.

The Management Unit has collaborated with the surrounding community through the Livelihood Plant Management Cooperation with the villages since 2015. The Management Unit as well implements the Corporate Social Responsibility program to the surrounding community. According to the realization report of the Community Development Program in 2021, the CSR program includes health sector such as assistance for face masks, posyandu, vaccine assistance, baby milk and foods. Meanwhile for the religious and infrastructure affairs, the Management Unit aids in material assistance for mosque and public facilities, road repairment, and computer assistance and trellises for the village.

Description of the Ecological conditions of the concession

The Management Unit has carried out forest ecosystem and hydrological function management through the following activities:

- Identification forest management activities that have significant impacts, and conduct environmental impact assessments through:
 - a. AMDAL, RKL and RPL 2001 on behalf of PT Sumatera Sinar Plywood Industry based on the Approval Letter of the Minister of Forestry No. 482.1/Menhut-II/2001 dated 23 March 2001,
 - b. Environmental Evaluation Document approved by the Decree of the Head of the Environment Agency of North Sumatra Province Number 660/1831/Dis.LH.SU/VII/2020 dated July 10, 2020,
 - c. Environmental Permit on Decree of the Governor of North Sumatra Number 660/1238 concerning the Environmental Permits for the Utilization of Timber Forest Products in Industrial Plantation Forest Blok II of 42,335.15 Ha to PT Sumatera Riang Lestari,
 - d. Revision of RKUPHHK 2017 to 2026, as well as reports on the Implementation of Environmental Permits (RPL/RKL) every semester.
- Implementation of Reduced Impact Logging activities before, during, and after logging activities,
- Identification of areas that function for soil and water protection to be designated as Local Protected Area and Other Protected Areas which consists of River Borders, KPPN/KPSL and Other Protected Areas,
- Monitoring the negative impacts of forest management activities in accordance with the environmental impact assessment documents and documented procedures that serve as guidelines, such as SOP for Monitoring Protected Areas, SOP for Monitoring Discharge and Water Quality and SOPs for Erosion Monitoring,
- Control the use of B3 (Hazardous and Toxic Materials) through documented procedures namely SOP for Management of Hazardous and Toxic Waste (B3), SOP for Handling Spillage of Fuel, Lubricants and Chemicals, SOP for Control Weeds, and SOP for Integrated Pest and Disease Management.

The Management Unit implemented biodiversity management through the following activities:

- Identification and inventory of protected, endemic, rare and threatened/near-extinct flora and fauna as well as their habitat and migration patterns in the IUPHHK-HTI area in accordance with the laws. The results of the identification and inventory can be found in the environmental assessment documents and fauna distribution map,
- Management of Protected Areas in accordance with the RKL/RPL Implementation Report every semester as well as SOP for Determining Protected Areas and SOP for Monitoring Protected Areas,
- Environmental impact assessment on the potential impacts on protected, endemic, rare and threatened/near-extinct flora and fauna,
- Not cultivates genetically modified tree species but *Acacia sp* and *Eucalyptus sp*.

The Management Unit performed forest protection through the following activities:

- Identification and monitoring of disturbances in Sustainable Forest Management which resulted in the environmental assessment documents and plan documents,
- Prevention and handling of pest attacks through SOPs for Integrated Pest and Disease Management,
- Regulate the management of chemical pesticides in the field through SOP for Weed Control, SOP for Integrated Pest and Disease Management, SOP for Handling Spills of Fuel, Lubricants and Chemicals and SOP for Management of Hazardous and Toxic Waste,
- Implementation of forest protection measures against fire hazard,
- Prohibition of livestock grazing activities by the community.

Results of the Public Consultation

Prior to conducting the first surveillance audit, PT AJA Sertifikasi Indonesia conducted a public consultation starting on May 18, 2022, asking stakeholders to provide feedback and information regarding PT Sumatera Riang Lestari Blok II Garingging. Public consultations are uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to the parties via email or postal mail, and published in local newspapers. There was no input from stakeholders during the public consultation.

The audit team also collected information from the mass media about PT Sumatera Riang Lestari Blok II Garingging. The reported case is considered a material part of the audit process carried out by PT AJA Sertifikasi Indonesia.



The Management Unit has identified all the requirements needed for this certification process, which consists of legal aspects that include compliance with international rules and regulations and conventions. The management system has been built to cover all activities in the field of certification, registered for certification covering an area of 38,684.24 hectares.

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

There is no non-conformity being identified by the audit team.

Conditions under which the certificate is issued

Certificate number AJA/IFCC-PEFC/FMC-HT/00011/XI/2015 is valid until November 12, 2025, provided that PT Sumatera Riang Lestari Blok II Garingging maintains its Surveillance schedule and does not have potential Major non-conformity at the next Surveillance.