

Public Report Sustainable Forest Management System

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CLIENT NAME: CV Tuah Negeri

TOTAL HECTARES: 1,676.68

SCOPE OF REGISTRATION: Sustainable Forest Management of 1,676.68 hectares of Plantation Forest in Riau Province

STANDARDS/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Recertification

AUDIT START DATE: August 9, 2022

AUDIT END DATE: August 11, 2022

LEAD AUDITOR: Abdullah Mujahid

AUDIT TEAM: Andri Wibisono

Agung Utama Lubis

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

SIGNATURE:

SIGNATURE:

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, Riau Province, Indonesia	August 9, 2022
M.U.	Kecamatan Pelalawan, Kabupaten Pelalawan, Propinsi Riau, Indonesia	August 10 to 11, 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	
NA		

Brief Description of the concession

The latest concession decree of CV Tuah Negeri is the Decree of the Minister of Environment and Forestry Number SK.584/MenLHK/Setjen/PLA.2/8/2019 dated August 22, 2019, concerning the Determination of the Work Area of the Permit for Utilization of Timber Forest Products in the CV Tuah Negeri Plantation Forest of 1,676.68 (one thousand six hundred seventy-six and sixty-eight percent) hectares In Pelalawan district, Riau Province. There is no conversion of natural forest to plantation after December 31, 2010, thus, the entire area of 1,676.68 Ha is certified by IFCC.

The Management Unit has made spatial planning of its working area based on the Revised Business Plan for Utilization of Industrial Timber Forest Products (RKUPHHK-HTI) which was approved by of the Minister of Environment and Forestry of the Republic of Indonesia Number SK.6088/MenLHK/Setjen/UHP/HPL.1/6/ 2019 on June 28, 2019. The spatial planning is Local Protected Areas and Other Protected Areas of 251.68 Ha (15.01%), Staple Plant area of 1,079.00 Ha (64.35%), and Livelihood Plant area of 346 Ha (20.64%).

Administratively, CV Tuah Negeri is in Pelalawan District, Pelalawan Regency, Riau Province. The Forestry Administration area is included in the Riau Province Forestry and Environment Service. The geographical location of the work area is 00°33'40" to 00°29'39" North and 101°57'35" to 102°00'06" East. The boundaries are PT Riau Andalan Pulp and Paper to the north and east, APL to the south, APL and HPK to the west.

The topography of the concession is slope class A (0-8%/flat) with an altitude of 8 to 150 above sea level. It is part of Pelalawan River forest group and Pelalawan watershed hydrology. The climate is type A (Schmidt and Ferguson 1955) with rainfall of 2,236 mm/year with 142 rainy days/year. The soil types are hemic organosol, fibric organosol with geology formation of peat. Based on its forest footprint, CV Tuah Negeri is in the form of peat soil, thus, the species developed is *Acacia crassicarpa*.

The Management Unit has complied with regulations related to peatland management by:

- Revise the RKUPHHK to improve peat management based on Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK.1113/MenLHK/Setjen/UHP/HPL.1/3/2018 dated March 13, 2018, and SK. 6088/MenLHK-PHPL/UHP/HPL.1/6/2019 dated June 28, 2019,
- Prepare a Report on the Implementation of Peat Ecosystem Restoration and Control of Forest and Land Fires based on the Decree of the Director General of Pollution Control and Environmental Damage No. 117/PPKL/PKG/PKL.05/10/2018 dated October 18, 2018.

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

According to CV Tuah Negeri Social Impact Assessment Report dated March 30, 2022, there are two villages around the concession, namely Delik Village and Lalang Kabung Village. The two villages are in Pelalawan District, Pelalawan Regency, Riau Province. The livelihoods of both villagers are dominated as farmers and entrepreneur.

CV Tuah Negeri has made efforts to resolve conflicts with the surrounding community. According to the Potential Mapping Report and Conflict Resolution for Semester II of 2022, the conflict potential score is 38.30% or in the controlled category. Though, there are some land claims in the concession. Fifty-five percent of the claimed area will soon be rehabilitated with natural saplings and the rest will be subject to legal proceedings (being reported to the Environment and Forestry Office of Riau Province).

The Management Unit has collaborated with the surrounding community in the form of livelihood plant cooperation. There are two livelihood plant cooperation agreements since 2019. According to the village heads, CV Tuah Negeri has realized the livelihood plant fee in 2019. The Corporate Social Responsibility program was being implemented to

the surrounding community during January to December 2021. The CD/CSR activities including Ramadhan food packages, grass chopper machine for animal feed, building materials, and assistance of fruit plant seeds.

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 of forest management activities that have significant impacts, and conduct environmental impact assessments (EIA) through:
 - a. UKL/UPL document IUPHHK-HT of CV Buah Negeri (approved and ratified by the Head of Bapedalda Pelalawan Regency No. 10/Tahun/2002, December 23, 2002,
 - b. Revised document of RKUPHHK-HTI of 2017 to 2026 (SK Men LHK No. SK. 6088/MenLHK-PHPL/UHP/HPL.1/6/2019 dated June 28, 2019,
 - c. The report on the implementation of environmental management and monitoring every semester is presented in the report on the Implementation of Environmental Permits (RPL/RKL) for semester 2 of 2021 and semester 1 of 2022.
- Implementation of Reduced Impact Logging before, during and after logging activities,
- Identification of areas that function for land and water protection and being allocated as Local Protected Areas and Other Protected Areas of 251.68 Ha (15.01%) which is consisting of KPPN/KPSL of 99 Ha (5.90%), River Borders of 135.82 Ha (8.1%), and Other Protected Areas of 16.86 Ha (1.01%),
- Monitoring the negative impacts of forest management activities in accordance with the EIA documents and documented procedures such as SOPs for Monitoring Protected Areas, SOPs for Monitoring Discharge and Water Quality and SOPs for Monitoring Subsidence and TPMAT,
- Control the use of B3 (Hazardous and Toxic Materials) referring to SOPs for Management of Hazardous and Toxic Waste (B3), SOPs for Handling Spills of Fuel, Lubricants and Chemicals, SOPs for Weed Control, and SOPs for Countermeasures Integrated Pests and Diseases.

The Management Unit has implemented biodiversity management through the following activities:

- Identification, inventory, and environmental impact assessment of protected, endemic, rare and threatened/near-extinct flora and fauna as well as their habitats and migration patterns in the IUPHHK-HTI area. The results of the identification and inventory can be found in UKL / UPL Documents 2002, Revised RKUPHHK of 2017 to 2026, RKL/RPL Semester Reports (Semester 2, 2021 and Semester 1, 2022 and a fauna distribution map,
- Management of Protected Areas in accordance with the RKL/RPL Implementation Report every semester (Semester 2, 2021 and Semester 1, 2022) as well as SOPs for Determining Protected Areas and SOPs for Monitoring Protected Areas,
- Not cultivating genetically modified tree species but *Acacia crassicarpa*.

The Management Unit has performed forest protection through the following activities:

- Identification and monitoring of disturbances in Sustainable Forest Management,
- Prevention and handling of pest attacks and the management of chemical pesticides referring to SOPs for Integrated Pest and Disease Management, 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,
- Forest protection measures against fire hazards,
- Prohibition of livestock grazing activities by the community.

Results of the Public Consultation

Prior to carrying out the Recertification Audit, PT AJA Sertifikasi Indonesia conducted a Public Consultation commencing July 18, 2022, asking stakeholders to provide feedback and information about CV Buah Negeri. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to parties via e-mail or postal mail, and published in local newspapers. PT AJA Sertifikasi Indonesia did not receive any input from stakeholders during the public consultations.

The audit team also collected information from the mass media about CV Tuah Negeri, the reported cases being given material consideration as part of the PT AJA Sertifikasi Indonesia audit process.

The Management Unit has identified all the requirements needed for this certification process, consisting of legal aspects that include compliance with rules and regulations, and international conventions. The management system has been established to cover all activities in the certification field, which is registered for an area of 1,676.68 hectares.

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

The result of Recertification Audit in CV Tuah Negeri is no non-conformity. The Management Unit operates effectively.

Conditions under which the certificate is issued

Certificate number AJA/IFCC-PEFC/FMC-HT/00015/I/2016 is valid until January 26, 2026, provided that CV Tuah Negeri maintains its Surveillance schedule and does not have potential major non-conformities at the next Surveillance.