

# **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**



**CLIENT NAME:** CV Tuah Negeri

**TOTAL HECTARES:** 1,480  
hectares

**SCOPE OF REGISTRATION:** Sustainable Forest Management of Plantation Forest covering 1,480 hectare in Riau Province, Indonesia

**STANDARD/CRITERIA:** IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

**TYPE OF AUDIT:** Surveillance 2

**AUDIT START DATE:** October 05, 2017

**AUDIT END DATE:** October 07, 2017

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:** Warsito

**SIGNATURE:**

**AUDIT TEAM:** Priyo Handoko

**SIGNATURE:**

R. Sigit Pamungkas

**SIGNATURE:**


**MAJOR CARS:** 0

**MINOR CARS:** 0

<b>SITE NAME (Legal Name):</b>	<b>ADDRESSES OF COMPANY SITES VISITED INCLUDING COUNTRY</b>	<b>DATE OF EACH SITE VISIT:</b>
CV Tuah Negeri	Pelalawan District, Pelalawan Regency, Riau Province, Indonesia	October 05 to 07, 2017
<b>SITE NAME (Legal Name):</b>	<b>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</b>	
N/A		



#### **Brief Description of the concession**

CV Tuah Negeri was granted a concession license based on the Decree of Pelalawan District Number: 522.2/IUPHHKHT/I/2603/006 concerning the Granting of Right to License of Timber Forest Product Utilization to CV Tuah Negeri covering approximately 1,500 ha in Pelalawan District, established on January 25, 2003.

Ministerial Decree No. SK.215/MENHUT-II/2007 on the Renewal of License for Utilization of Wood of Industrial Plantation Forest to CV. Tuah Negeri for an area of 1,480 hectares in Riau Province, on May 28, 2007.

CV Tuah Negeri received Timber Forest Product Utilization License on HTI (SK IUPHHK HTI) and Management Plan (RKUPHHK-HTI) for the ten (10) years period of 2009 to 2018 period on behalf of CV. Tuah Negeri approved by Decree of the Minister of Forestry Number : SK.56/VI-BPHT/2009 dated February 18, 2009. The above work plan documents cover aspects of production, environmental aspects and social aspects.

Based on CV Tuah Negeri RKUPHHK-HTI document, the spatial arrangement is as follows: Protected Area of 140 ha (9.46%); Area Not Effective for Production of 20 ha (1.35%); Staple Plant Area of 1,250 ha (84.46%), Enrichment Planting Area of 60 ha (4.05%); and Livelihood Plant Area of 10 ha (0.68%). There has been no conversion of natural forest to plantation forest after December 31, 2010 and thus scope of IFCC certification is for 1,480 hectares.

The work area of CV Tuah Negeri lies between 00° 29' 00" to 00° 34' 00" South and 101° 57' 00" to 102° 01' 00" East. Based on government administration it falls under the district of Pelalawan, Pelalawan Regency, Riau Province and is located in the Kutub River forest group. Topography is categorized as being predominantly flat (0-8%) and the plantation is situated at a height of 3 to 5 meters above sea level.

The CV Tuah Negeri plantation is a peatland area, and according to Land Unit and Soil Map Sheet Pekanbaru (0816) Sumatra Scale 1: 250,000 1988 (Puslitanah) has both organosol and alluvial soil types. The geological formation is alluvium based on the geological map sheet Pekanbaru Scale 1: 250,000 (R & D Center Bandung Geology, 1982). The climate is classified as Type A with rainfall of 216 mm / month on average, with a high of 409 mm in May and a low of 112 mm in June. The area is traversed by both the Tasik River and Kompas River. Based on the foregoing information, the species developed is *Acacia crassicarpa*.

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

The location of the concession CV Tuah Negeri is adjacent to the IUPHHK HTI area of PT Riau Andalan Pulp and Paper and its location is far from any residential area, with the nearest village being Village Delik Pelalawan District about 10 km away and Lalang Kabung Village some 30 km distant. Under these conditions the interaction between villagers and the Management Unit is very slight indeed, plus there is a low presence of Non-Timber Forest Products (HHNK) within the concession area.

Based on environmental documents (UKL / UPL) and RKU documents there is no record of any community previously using the land within the concession area. Communities living in villages around the concession make their livelihoods more as oil palm farmers, fishermen and laborers than from using NTFPs in concessions. The lack of access to the concession means that it's not very reachable to the surrounding community.

Land identification has been undertaken / claimed by the community in March 2016. Based on the identification of the land claimed by Dayun Village, Dayun District, Siak District, it is an 11-year-old oil palm plantation of 152.89 ha. The Management Unit of CV Tuah Negeri made plans for settlement of the claims area on November 15, 2016 covering the following activities: identification of claimed land, reporting to the Forest Service, meeting with village, sub-district and community leaders, and negotiation. Documentation is available to the community who claimed the land within the concession of Dayun Village, Dayun District, Siak District, on February 20, 2016 with the agenda to identify the location claimed by the residents. The community-owned document is in the form of Land Description Certificate of which the local village head is aware. The Management Unit has written to the Pelalawan District Forestry Service Number: 185/TN/XI/2016 regarding encroachment reporting in the work area of CV. Tuah Negeri attaching a map of the claimed land.

The Management Unit has entered into an agreement with the local community of Pangkalan Delik Village, the closest village, in regard to anticipation of fire. The Management Unit has allocated 10 ha for livelihood plants in accordance with



that planned within the RKU, but until now has not received clarification about the administrative boundaries of the village so it is still uncertain whether the village is eligible for the allocation of livelihood crops. The company officially wrote to the Pelalawan District government on 10 September 2016 asking for clarification in regard to the village boundary, but to date no clarification has been forthcoming.

Documentation of the realization of the Community Development (CD) program in 2017 reveals that in the main it has been charitable donations for religious purposes.

#### **Description of the ecological conditions of the concession**

The Management Unit of CV. Tuah Negeri monitors the environmental and social areas of its concession as outlined in the Annual Work Plan (RKT), Environmental Management Plan and Environmental Monitoring Plan (RKL/RPL), the results of which are reported to the relevant authorities on a periodic basis. Among the impacts monitored are several indicators relating to the health of soil and quality of water and air.

CV. Tuah Negeri carries out conservation management by monitoring the diversity of vegetation in areas of high conservation value protection (KPPN), KPSL and seed plant areas. This conservation area is also very important as a water catchment area, for germplasm protection and as a wildlife enclave. CV Tuah Negeri has identified actions that threaten the health and vitality of forest resources, such as forest fires, illegal logging, animal grazing, forest encroachment, hunting, forest pests, diseases and weeds, and these are countered through the following measures:

- a. Routine patrols throughout the concession area to minimize disturbances and detect outbreaks of disease or infestation.
- b. Installation of signboards that prohibit the lighting of fires, illegal logging, and poaching of protected wildlife.
- c. Regular deployment of the relevant restrictions on lighting fires to clear the land.
- d. The establishment of the Fire Concern Group (MPA).
- e. Conducting relevant socialization about the presence of protected areas and their importance to responsible forestry practices, as well as monitoring of protected species of flora and fauna.

#### **Results of the Public Consultation**

Prior to carrying out Surveillance 2 Audit, PT AJA Sertifikasi Indonesia conducted public consultations commencing September 25, 2017 asking stakeholders to provide feedback and information on CV. Tuah Negeri. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website ([www.ajaindonesia.com](http://www.ajaindonesia.com)), sent to related parties via email and / or postal mail, and announced in local newspapers.

PT AJA Sertifikasi Indonesia received no input from stakeholders during the public consultation. The audit team has also gathered information from the mass media about CV. Tuah Negeri, such items being considered material in the audit process implemented by PT. AJA Sertifikasi Indonesia.

The Management Unit has identified all necessary requirements for this certification process, comprising legal aspects that include compliance with international rules or conventions. The management system has been built to include all activities in the field of certification, which is registered for an area of 1,480 hectares.

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

The results of the Surveillance 2 Audit revealed no non-conformities (NC), and no critical issues were identified.

#### **Conditions under which the certificate is issued**

SFM Certificate IFCC CV Tuah Negeri, certificate number: AJA/IFCC-PEFC/FMC-HT/00015/I/2016 remains valid until 06/01/2019