

# **Public Report Sustainable Forest Management System**

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**CLIENT NAME:** PT Bina Daya Bentala

**TOTAL HECTARES:** 19,377 ha

**SCOPE OF REGISTRATION:** Sustainable Forest Management For Plantation Forest covering 19,377 hectares in Riau Province, Republic of Indonesia

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

**TYPE OF AUDIT:** Surveillance 2

**AUDIT START DATE:** November 8, 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

**AUDIT END DATE:** November 11, 2017

**LEAD AUDITOR:** Utomo

**SIGNATURE:**



**AUDIT TEAM:** Sad Hasto Agus S

**SIGNATURE:**



Abdul Salam

**SIGNATURE:**



**MAJOR CARS:** -

**MINOR CARS:** -

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED INCLUDING COUNTRY	DATE OF EACH SITE VISIT:
PT. BDB	Bonai Darussalam District, Rokan Hulu Regency, Riau Province. Republic of Indonesia	November 8 to 11, 2017
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, Not Applicable	



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

PT Bina Daya Bentala obtained its timber forest product utilization permit for industrial timber plantations (IUPHHK-HTI) based on Forestry Ministerial Decree no. SK.555 / Menhut-II / 2006 dated 22/12/2006 concerning Granting of Timber Forest Product Utilization License in Industrial Plantation Forest to PT. Bina Daya Bentala covering an area of approximately 19,870 ha in Riau Province..

An area of 493 hectares of natural forest was converted to plantation forest after 31 December 2010, so the scope of this IFCC certification is 19,377 hectares.

PT Bina Daya Bentala, has conducted spatial arrangement based on RKUPHHK HTI Document, period 2009-2018, through Decree: 70 / VI-BPHT / 2009, dated March 5, 2009, as follows: Protected Areas of 2,364 ha (11.90 %), Area Unsuitable for Production of 871 ha (4.38%), Production Area, consisting of: Staple Plant Area of 14,392 ha (72.43%), Seed Plant Area of 1,237 ha (6.23%), Livelihood Plant Area of 1,006 ha (5.06%).

PT Bina Daya Bentala is located between 01° 01' 45" to 01° 23' 15" North and 100° 51' 15 " to 100° 59' 50" East. Administratively, the concession falls under the governmental administration of Bonai Darusalam district, Rokan Hulu Regency. The three villages of Bonai, Kasang Padang, and Sontang are situated around the plantation area,

The topography of the plantation ranges from 5 to 15 meters above sea level with a slope of 0 % to 8 % and the soil being lowland peat. According to the Schmidt-Ferguson classification the area has a Type A climate with an annual rainfall of 1,511 mm.

Plants species cultivated in the area of PT Bina Daya Bentala is *Acacia cassicarpa*

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

In the three villages surrounding the PT Bina Daya Bentala concession there are no customary law communities. PT Bina Daya Bentala prioritizes the hiring of local people to work in the company according to their capabilities and in accordance with the required competencies. PT. Bina Daya Bentala has the goal of socio-economic and cultural management, which means providing jobs and business opportunities for the rural communities around the work area. with the principle of partnership and the hope of benefitting the local communities.

The Management Unit recognizes the binding provisions of international treaties and binding conventions that Indonesia has ratified such as CITES, ILO, ITTA and CBD.

Besides designating a specific area for the production of livelihood plant life, the Management Unit provides opportunities for the community to operate as contractors on the concession, provides opportunities for them to conduct trade activities to improve the local economy and provides irrigation assistance to augment the rain-fed productivity. From a social standpoint, PT Bina Daya Bentala targets the improvement of education, health and religious facilities in the villages surrounding the Company area by providing assistance tailored to the specific needs of the individual community.

PT Bina Daya Bentala has identified non-timber forest products in the concession area and provides access to these forest resources for the local community's economy, particularly fish.

PT Bina Daya Bentala has an Operational Plan for Community Forest Village Empowerment Activities for 2017, for which its activities have targeted the educational, economic, socio-cultural, religious, and rural areas.



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

The Management Unit has created an Environmental Management Plan (RKL) and an Environmental Monitoring Plan (RPL) to minimize negative impacts and improve environmental quality in the work area. PT. Bina Daya Bentala conducts monitoring and evaluation related aspects of production and the environment (physical, chemical and biological) in accordance with these plans and procedures, submitting periodic reports of its monitoring and evaluation activities to the requisite authorities.

In meeting its responsibilities in respect to the protected areas, the Management Unit has identified and monitors the indigenous flora and fauna, carrying out enrichment planting to sustain the protected areas. Having identified high conservation value areas, the Management Unit not only installs boundary and warning markers but also socializes the presence and importance of maintaining the security and sustainability of these areas to the local communities. It also conducts field observations to monitor any physical changes in river flow and water quality.

Routine patrols are conducted not only in the protected areas but right across the whole concession to counter any form of forest disturbance whether this be due to human encroachment or natural causes such as pests or infections.

The Management Unit has developed and implements SOPs for the management of Hazardous Toxic Materials (B3), such as identifying the type of waste, source / location, estimated amount and period in which the waste has been produced. All B3 waste is regularly collected from across the production operations, listed and stored until such time as it can be removed by a certified B3 transport operator.

The Management Unit has implemented measures to protect the forest from fire, undertaking such practices as: early fire risk assessment and mapping of fire prone areas; provision of facilities and equipment including fire trucks in accordance with required functions and numbers; enhanced firefighter capability through internal and external training; and early detection through ground check of hotspots with NOAA, TERRA, AQUA and FDR methods. In addition, local communities are counseled about fire hazards through the Fire Concerned Society, a fragmented system is created with channels and perimeter boundaries as a barrier for fire, and above all an organizational structure has been created for the prevention and control of fires.

#### Results of the Public Consultation

Prior to carrying out the Surveillance 2 Audit, PT AJA Sertifikasi Indonesia conducted public consultation commencing October 13, 2017, asking stakeholders to provide feedback and information on PT. Bina Daya Bentala. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website ([www.ajaindonesia.com](http://www.ajaindonesia.com)), sent to the parties via email or postal mail, and published in a local newspaper. PT AJA Sertifikasi Indonesia received no input from stakeholders during the public consultation.

The audit team also gathered information from the mass media about PT. Bina Daya Bentala, such reported cases being given material consideration as part of the audit process of PT AJA Sertifikasi Indonesia.

Management Unit has identified all the necessary requirements for this certification process, comprising legal aspects that include compliance with regulations and international rules and conventions. The management system has been built to cover all activities in the field of certification, which is registered for certification of an area of 19,377 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 Surveillance 2 Audit of PT. Bina Daya Bentala, no Non-conformities of either a Major or Minor nature were identified by the audit team. The management system of PT. Bina Daya Bentala operates effectively and no critical issues were identified.



#### Conditions under which the certificate is issued

Certificate is valid until 28/11/2018,