

Public Report Sustainable Forest Management System

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CLIENT NAME: PT SUMATERA SYLVA LESTARI UNIT PADANG LAWAS

TOTAL HECTARES: 33,390 ha

SCOPE OF REGISTRATION: Sustainable Forest Management of 33,390 hectares of Plantation Forest in North Sumatra Province

STANDARD/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Recertification

AUDIT START DATE: June 27, 2019

AUDIT END DATE: June 30, 2019

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: Ence Hedi Hasan Zubaedi

SIGNATURE:

Taryanto Wijaya

SIGNATURE:

MAJOR CARS : 0

MINOR CARS : 0

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED INCLUDING COUNTRY	DATE OF EACH SITE VISIT:
PT Sumatera Sylva Lestari Unit Padang Lawas	Barumun District, Padang Lawas Regency, North Sumatra Province – Republic of Indonesia	June 27 to 30, 2019
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 Sylva Lestari Unit Padang Lawas received Minister of Forestry Decree No.: 82/Kpts-II/2001 dated March 15, 2001 regarding the Awarding of Business Rights of Timber Forest Utilization to PT Sumatera Sylva Lestari on forest area covering approximately 42,530 hectares in the provinces of North Sumatra and Riau. The Management Unit of Padang Lawas is located in North Sumatra Province and covers an area of 33,390 ha.

There has been no conversion of natural forest to plantation forest since December 31, 2010, thus the scope of the IFCC certification is for an area of 33,390 hectares.

PT Sumatera Sylva Lestari Unit Padang Lawas has revised RKUPHHK HTI based on IHMB for the 10-year period of 2013 to 2022 (SK Menhut No. SK.14/VI-BUHT/2013 on April 1, 2013). The spatial planning according to the RKUPHHK consists of Protected Area of 3,593 ha (10.76%), Area Unsuitable for Production of 579 ha (1.73%), Staple Plant Area of 23,150 ha (69.33%), Indigenous Plant Area of 4,397 ha (13.17%) and Livelihood Plant Area of 1,671 ha (5.00%); difference in percentage total due to rounding.

PT Sumatera Sylva Lestari Unit Padang Lawas is located between: 01° 03' 38" South to 01° 31' 06" South and 99° 45' 53" East to 100° 01' 00" East. Meanwhile, its governmental administration falls under Districts of Sosa, Lubuk Barumon, Barumon Tengah, Huristak and Simangambat, Regencies of Padang Lawas and Padang Lawas Utara, North Sumatra Province.

The topography of PT Sumatera Sylva Lestari Padang Lawas is mostly flat (0-8 % slopes) at an altitude of 50 to 200 meters above sea level. The type of soil is yellow-red podsollic, while it is included in petani, minsa and alluvium geological formation. The climate based on the Schmidt-Fergusson classification is type A, with annual rainfall of 2,259 mm, the highest falling in December and the lowest in June. The hydrological flow is included in the Rivershed Hampasang and Marbuaya Menek Rivers. The species of cultivated plants are *Acacia mangium* and *Eucalyptus Sp.*

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

PT Sumatera Sylva Lestari Padang Lawas has identified and respects the legal rights of the local community as outlined in the Environmental Impact Analysis (AMDAL) document, which was approved by the Head of the Environmental Impact Management Agency of Indragiri Hulu Regency.

In carrying out its operations of forest utilization, the Management Unit of PT Sumatera Sylva Lestari Padang Lawas has cooperated with the local community through the Livelihood Plant and Partnership Program of Cooperation Agreement with two village cooperatives.

The agreement contains the commitment of PT Sumatera Sylva Lestari to work with the cooperatives to foster and develop the welfare of the community around the work area and together maintain the surrounding area community.

The Management Unit of PT Sumatera Sylva Lestari Padang Lawas has a 2018 CD / CSR program planning document covering the fields of: economic, social, religious, infrastructure, and village development, together with the realization report of the CD / CSR program in 2018.

Description of the ecological conditions of the concession

The Management Unit of PT Sumatera Sylva Lestari Padang Lawas undertakes activities to minimize negative environmental impacts, the results of which are reported to the requisite authorities on a periodic basis. Among the impacts monitored are various indicators relating to the health of the soil and the quality of air and water. These include physical and chemical measurement of soil and water properties, as well biological. Moreover, the Management Unit carries out reduced impact logging activities, as well as management of non-timber forest products.

The PT Sumatera Sylva Lestari Management Unit of Padang Lawas Unit has allocated an area that functions to protect the land and a protected area that functions as a genetic resource for native or threatened species. Covering an area of 3,593 ha (10.76%) this consists of a riparian zone of 3,363 ha (10.07%) and germplasm conservation area (KPPN) covering 230 hectares (0.69%)

PT Sumatera Sylva Lestari Padang Lawas has identified through inventory and mapping the distribution of flora and fauna that are protected, endemic, rare and threatened / endangered species and their habitats. The results of the inventory and field observations, etc. have identified the honey bear (*Helarctus malayanus*) and siamang (*Symphalangus syndactylus*) as key species.

In carrying out forest protection activities, the Management Unit erects and maintains boundary markers and notice boards identifying protected areas and forbidding such actions as encroachment, logging activities, hunting, and the lighting of fires, etc. In enforcement of these regulations, it also conducts patrol activities on a regular basis. Care is also taken to protect the concession area from infestation by pests or diseases, seeking biological rather than chemical resolutions whenever possible. Nevertheless, the Management Unit does have standard procedures for the use, handling and storage of hazardous materials and their resultant waste.

Results of the Public Consultation

Prior to undertaking the Recertification Audit, PT AJA Sertifikasi Indonesia conducted Public Consultation commencing June 14, 2019, requesting stakeholders to provide input and information on PT Sumatera Sylva Lestari Padang Lawas. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to related parties via email or postal mail, and announced in local newspapers

PT AJA Sertifikasi Indonesia received no input from stakeholders during the public consultation. The audit team also collected information from the mass media about PT Sumatera Sylva Lestari Padang Lawas, such reported cases being given material consideration in the audit process conducted by PT. AJA Sertifikasi Indonesia.

PT Sumatera Sylva Lestari Padang Lawas has identified all necessary requirements for this certification process, comprising legal aspects that include compliance with international regulations and conventions. The established management system includes all field activities for certification, which is registered for an area of 33,390 hectares.

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



Based on the Recertification Audit results of PT Sumatera Sylva Lestari Padang Lawas, no Non-Conformities of either a major or minor nature were identified by the audit team.

Conditions under which the certificate is issued

Certificate is valid until August 4, 2022.