

Public Report Sustainable Forest Management System

Ownership of this report and the information contained within remain the property of
AJA Europe



AJA EUROPE

PUBLIC AUDIT REPORT - SFM

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



CLIENT NAME: PT RIMBA PERANAP INDAH

TOTAL HECTARES: 14,434 ha

SCOPE OF REGISTRATION: Sustainable Forest Management of 14,434 hectares of Plantation Forest in Riau Province

STANDARD / CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Surveillance 1 (REMOTE)

AUDIT START DATE: August 03, 2020

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: August 06, 2020

LEAD AUDITOR: Riyadi Sigit Pamungkas

SIGNATURE:

AUDIT TEAM: Andri Wibisono

SIGNATURE:

Warsito

SIGNATURE:

MAJOR CARS: 0

MINOR CARS: 0

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED including country	DATE OF EACH SITE VISIT:
Estate Sei Lanjut	District of Ukui, Peranap, Kelayang and Lubuk Batu Jaya, Regency of Indragiri Hilir and Regency of Pelalawan, Riau Province, Indonesia	August 03 to 06, 2020
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 Rimba Peranap Indah obtained IUPHHK-HTI (Business Permit for Utilization of Industrial Forest Timber Forest Products), which is based on the Decree of the Minister of Forestry Number 1616 / KPTS / III / 2001 dated 31 October 2001, concerning the Determination of the Working Area of PT Rimba Peranap Indah Industrial Forest Concession, issued with a border length of 57,435.50 meters or an area of 14,434 hectares in Riau Province.

In the working area there has been no conversion of natural forest to plantation forest after December 31, 2010, so the area for IFCC certification is 14,434 Ha.

In carrying out forest management operations, a RKUPHHK-HTI document (Business Plan for Industrial Forest Timber Forest Products) was validated by Decree SK.10207 / MenLHK-PHPL / UHP / HPL.1 / 12/2019 dated 18 December 2019 concerning Approval of Business Plans on the utilization of Industrial Forest Timber Forest Products (RKUPHHK-HTI) for a period of 10 years from 2020 to 2029 on behalf of PT Rimba Peranap Indah in Riau province. Short-term plans are made in RKTUPHHK HTI documents.

The work area layout based on RKUPHHK-HTI 2019 for the period 2020 to 2029 is as follows: Protected Area of 2,263 ha (15.68%), Production Area of 12,171 ha (84.32%). Protected areas consist of: Riparian Area of 1,567 Ha (10.86%), Germplasm Protection Area (KPPN) of 681 Ha (4.72%), and Facilities of 15 ha (0.1%). Production area consists of: Self-management pattern area of 9,282 hectares (64.31%), Partnership pattern area of 2,889 hectares (20.02%).

The geographic location of PT Rimba Peranap Indah's work area lies between 00° 15' to 00° 25' South and 101° 45' to 102° 00' East. Included in the Forest Group of Tesso Nilo, and administratively in the government areas of Indragiri Hilir and Pelalawan Regencies. Rivers running through/bordering the concession area are Sei Hitam Kanan, Garingging River, Terentang River, Limbat River and Sibungkul River.

Topography is Slopes A, B and C (0% - <25%) at an altitude of up to 54.144 meters above sea level. The land type consists 100% of dry/mineral with Podsolc soil type, red and yellow. The climate is classified as Type A

Species of production plants developed are *Acacia crassicarpa*, *Acacia mangium*, *Eucalyptus* sp.

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

PT Rimba Peranap Indah has identified and respects the rights of the villagers around the company. Administratively, the concession area of PT Rimba Peranap Indah is located in 2 regencies and 4 districts, consisting of 11 villages.

Based on AMDAL documents and interviews with management representatives and Village Head, information was obtained that there is no customary law community in the concession area of PT Rimba Peranap Indah.

There is a Cooperation Management Agreement for Livelihood Plant Management between the company and the villages signed in 2019 and 2016.

The Management Unit of PT Rimba Peranap Indah Indah has given access to the community in the form of granting access to the use of Non-Timber Forest Products (HHBK) in the form of fish finders in Sungai Air Hitam, which is in the concession of PT Rimba Peranap Indah. The HHBK utilization documents are available in the form of fish utilization and there is monitoring of the construction community that utilizes the HHBK.

Documentation plans and realization of the CD program for 2019 and 2020 are available for the period January to June. The realization of the CD program in 2020 for the period January to June has been realized in the form of the following activities: Religious (assistance for the construction of mosques and fence material), Economics (assistance for livestock), and Social (youth activities). Meanwhile, the realization of 2019 covered: computer assistance for school, *Posyandu* medical equipment assistance, Ramadhan package (in 9 villages), digital lighting assistance for mosques, children's study equipment and mosque material assistance.

Description of the ecological conditions of the concession

PT Rimba Peranap Indah has identified forest management activities with significant impacts, and conducted an environmental impact assessment, through:

- An analysis of the impact of forest management activities on the physical and biological environment, including the condition of biodiversity, protected flora and fauna, and the physical-chemical conditions of soil and river water.
- Environmental monitoring documents in the form of RKL and RPL are reported every 6 months, which disclose the physical, chemical and biological environmental impacts of plantation forest management.
- Report on the Implementation of RKL-RPL (Environmental Permit) of PT. Rimba Peranap Indah second semester of 2019, addressed to the Head of the Riau Province Forestry Service.

Based on the results of field verification with videos and photos, the Management Unit has carried out:

- a. Monitoring of Soil and Water in the Limbat River.
- b. Monitoring of Plantation Forest in production areas.
- c. Monitoring of Protected Areas in Riparian and KPPN areas.

PT Rimba Peranap Indah carries out environmentally-friendly harvesting (Reduced Impact Logging) activities in stages: before logging (pre-harvest), during logging (harvesting) and after logging (post-harvest) taking into account the type of ecosystem and hydrological conditions, such as:

- 1) Distribution of SOPs for mineral soils.
- 2) Mark the critical points of the planned road paths, namely: road points that cross protected areas and rivers in order to find possible alternative routes.

The Management Unit has carried out Biodiversity Management activities, through the following activities:

- Identification and inventory of protected, endemic, rare and threatened / endangered flora & fauna, which are mapped and their locations and migratory routes monitored.
- Management of Protected Areas is carried out in accordance with the RKL / RPL Implementation Report each semester, as well as SOPs for the Determination of Protected Areas and for Monitoring Protected Areas.
- Around the Riparian and KPPN areas there are several flora such as *Shorea sp.*, *Spondias sp.*, *Durio zibethinus*, and *Artocarpus champeden*, while on either side of the Limbat River bridge there is a protected plant species,

Nepenthes sp.

- There are several protected animals that are still visible in the company's concession area, with traces of wild boar (*Sus schrofa*), tracks of leopard cats (*Prionailurus bengalensis*), and the sound of hornbills (*Bucheros rhinoceros*). The keystone species are the Sumatran tiger (*Panthera tigris sumatraensis*) and the Sumatran elephant (*Elephas maximus*).

The Management Unit has carried out Forest Protection activities, whether these are the result of human or natural causes.

- PT Rimba Peranap Indah has documented procedures for controlled use of B3 (Hazardous and Toxic Materials), for Handling Spills of Fuel, Lubricants and Chemicals, and for Control of Weeds and Integrated Pest and Disease Management.
- The Management Unit has implemented forest protection measures against fire hazards. This is especially important as PT. Rimba Peranap Indah forms part of the Teso Nilo National Park and the river boundaries of the concession area are a wildlife corridor.
- It has also implemented appropriate / measurable steps in forest protection activities, where PT Rimba Peranap Indah has carried out infrastructure development and prepared human resources for handling identified disturbances.

Results of the Public Consultation

Prior to conducting the Surveillance 1 Audit, PT AJA Sertifikasi Indonesia held a Public Consultation commencing July 20, 2020, asking stakeholders to provide feedback and information about PT Rimba Peranap Indah. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to the parties via email or postal letter, and published 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 Rimba Peranap Indah, the reported cases being given material consideration as 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, consisting of legal aspects that include compliance with international rules and regulations and conventions. A management system has been built to cover all activities in the field of certification, which is registered for an area covering 14,434 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 the remote Surveillance 1 Audit of PT Rimba Peranap Indah, no Non-Conformities of either a Minor or Major nature were identified by the audit team.

Conditions under which the certificate is issued

Certificate is valid until September 05, 2022, provided that PT Rimba Peranap Indah does not have any problems at the next Surveillance visit. If the non-conformities are not closed at the next Surveillance, the certificate will be suspended until such time as AJA is able to perform a closeout visit.

AJA EUROPE

PUBLIC AUDIT REPORT - SFM

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

