

# Public Report Sustainable Forest Management System

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## PUBLIC AUDIT REPORT – SFM

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



CLIENT NAME: PT SUMATERA SYLVA LESTARI UNIT PASIR PENGARAIAN

TOTAL HECTARES: 9,140

SCOPE OF REGISTRATION: Sustainable Forest Management of 9,140 hectares of Plantation Forest in Riau Province

STANDARDS/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPES OF AUDIT: Surveillance 1

AUDIT START DATE: February 08, 2023

In signing this document the Audit team confirmed that they 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: February 10, 2023

LEAD AUDITOR: Abdullah Mujahid

SIGNATURE:

AUDIT TEAM: Andri Wibisono

SIGNATURE:

Abdul Salam

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	February 08, 2023
Site Pasir Pengaraian	Pasir Pangaraian - Kecamatan Rambah Hilir, Kecamatan Tambusai, Kecamatan Bangun Purba, Kabupaten Rokan Hulu, Propinsi Riau, Indonesia	February 09 to 10, 2023
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	

#### Brief Description of the concession

The Management Unit obtained a forest management permit after the Decree Minister of Forestry Number 82/Kpts-II/2001 concerning Granting of Timber Plantation Forest Concession Rights to PT Sumatra Sylva Lestari over a forest area of approximately 42,530 Ha (forty two thousand five hundred thirty) hectares, in North Sumatra and Riau Provinces on March 25, 2001, with a validity of 43 years.

of PT Sumatera Sylva Lestari Unit Pasir Pangaraian then received a Decree of PBPH (Permit for Forest Utilization), namely Decree of the Minister of Environment and Forestry Number: SK.1490/MenLHK/SETJEN/HPL.0/12/2021 dated December 31, 2021. There was a change in the nomenclature from IUPHHK-HTI to PBPH (Forest Utilization Business Permit). The working area of PT Sumatera Sylva Lestari Unit Pasir Pangaraian Unit remains 9,140 Ha.

In carrying out its operations, The Management Unit has a Forest Utilization Business Work Plan (RKUPH) document which was ratified based on the Decree of the Minister of Environment and Forestry Number: SK.10087/MenLHK-PHL/PUPH/HPL.1/12/2022 dated December 23, 2022, concerning Approval of the Forest Utilization Business Work Plan for the 2023 to 2032 period on behalf of PT Sumatra Sylva Lestari in North Sumatra and Riau Provinces. There was no conversion of natural forest into plantation forest after December 31, 2010. The scope of IFCC certification is 9,140 Ha. The spatial planning of the concession is Protected Area of 883 ha (9.66%) and a Cultivation Area of 8,257 ha (90.34%) consisting of Utilization of Timber Forest Products of Plantation Forest of 5,953 ha (65.13%), other areas (gardens, shrubs, shrubs) of 2,031 ha (22.22 %) and infrastructure area of 273 ha (2.99%).

Administratively, PT Sumatera Sylva Lestari Unit Pasir Pangaraian is included in the Tambusai District, Rambah Hilir District and Bangun Purba District, Rokan Hulu Regency, Riau Province. Meanwhile, geographically it is located at 00°56' to 01°02' North and 100°08' to 100°17' East. The boundaries of the work area are as follows:

- To the west with PT Damai Nusa Sekawan Plantation, PTP V, Bangun Purba Barat Village,
- To the east with the Border Village, Rambah Village,
- To the north with Sei Kumango Village and
- To the south with Tangun Village, Pasir Intan Village, Rambah Jaya Village, Pasir Jaya Village.

PT Sumatera Sylva Lestari, Pasir Pangaraian Unit, belongs to the Forest Group of Sei Geringging. The land is mineral land conditions with topography of flat (0-8%) with an altitude of 70-90 m above sea level. The soil type is Red and Yellow Podsolid, and the rock types are Telisa and Farmer Formation. The climate type is A (Schmid and Ferguson) with 1,830 mm rainfall/year. The highest rainfall happens in November, and the lowest is in July. Hydrologically affected by the Sosopan River, Sipatak River, Barliaman River. The Management Unit develops *Eucalyptus* sp and *Acacia Crassiparpa*.

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

The residents around PT Sumatera Sylva Lestari Unit Pasir Pangaraian generally have livelihoods as oil palm farmers, rubber farmers, rice field farmers and other service sector traders. There are no indigenous peoples in and around the work area. The majority of the people are Javanese, Malay and Batak.

The Management Unit has the Indicative Map of Encroachment and Claims in the PT Sumatera Sylva Lestari work area in Rokan Hulu and Padang Lawas Regencies, Riau and North Sumatra Provinces. Scale 1:100,000. The map provides an overview of the area and claimants in the working area of PT Sumatera Sylva Lestari Estate Pasir Pangaraian covering an area of 2,331.6 ha. In this Surveillance I Audit, there was no new cooperation agreement with the community. The existing cooperation agreements are joint agreement with the villages, forest concession cooperation with some community cooperatives, and Community with Fire Awareness with the villages.

Community Development Program of PT. Sumatera Sylva Lestari Unit Pasir Pangaraian consists of six areas of activity namely the education sector, health sector, religious sector, economic sector, infrastructure sector and social and

environmental sector. Last year, the realization of Community Development Program Activities reached 366% and in 2023 (until January) the program proposal is just submitted to the Head Office. The implementation of the Community Development Program in 2022, including sports equipment and building materials to some villages around the concession. The submission of assistance or proposals from the village is usually done during the socialization of the RKT and there are also spontaneous submissions from the village community through the village government.

#### Description of the Ecological conditions of the concession

PT Sumatera Sylva Lestari Unit Pasir Pangaraian has documents of Environmental Evaluation Documents and Environmental Permit for IUPHHK-HTI activities. The Management Unit performs environmental management and monitoring in accordance with the Environmental Document.

PT Sumatera Sylva Lestari Unit Pasir Pangaraian has identified areas that function to protect land and water by allocating Protected Areas with an area of 883 ha (9.66%) consisting of River border of 552 ha (6.04%), KPPN of 220 ha (2.41%) and Other Protected Areas of 111 ha (1.21 %), as well as implementing appropriate steps to protect the area from damage (erosion, landslides, etc.) due to forest management operations. Protected area management aims to maintain the existence of forest resources, both plants and animals. The environmental management and monitoring has been reported every six months to the authorized government agency in the form of a Report on the Implementation of Environmental Permits for Semesters 1 and 2 of 2022.

The Management Unit already has B3 (Hazardous and Toxic Material) waste management, as a reference is the SOP for Hazardous and Toxic Waste Management. In managing B3 waste, the Management Unit of PT Sumatera Sylva Lestari has obtained a Temporary Storage Permit for Hazardous and Toxic Material Waste from the Regent of Rokan Hulu in 2019. The types of B3 waste used include pesticides, herbicides, fungicides, insecticides, bactericidal, types of materials/fertilizers, waste oil. In handling B3 waste, The Management Unit has a well-functioning material and waste storage warehouse.

PT Sumatera Sylva Lestari Unit Pasir Pangaraian has done an inventory of plant species in the KPPN and River border areas that can function as wildlife habitat. The Management Unit has also carried out protected area rehabilitation activities in 2023 in the form of enrichment carried out on February 2 to 6, 2023 covering an area of 0.04 ha with the species of Kelat (*Syzygium* sp) of 75 stems, Matoa (*Pometia pinnata*) of 37 stems, Jelutung (*Dyera costulata*) of 32 stems, rambutan (*Nephelium lappaceum*) of 26 stems, mango (*Mangifera indica*) of 20 stems and Durian (*Durio* sp) of 3 stems. PT Sumatera Sylva Lestari Unit Pasir Pangaraian uses genetically modified trees, both in production areas and in other protected areas. The use of introduced species, *Acacia crassicarpa* and *Eucalyptus pellita*, has been through a study and has determined its species approved by the Indonesian Ministry of Forestry.

The Management Unit also has sufficient infrastructure for handling forest disturbance including its documentation system. Documents related to forest protection issues along with Environmental Damage thally sheets are stored in the K3L Section. Meanwhile, other documents to support forest protection reports and those related to claims are stored in the Public Relations Department. The forest protection efforts include to protect forests against encroachment and illegal logging, such as conduct socialization to the public about the dangers of forest destruction, install and maintain warning boards to protect forests and prohibit forest destruction, socialization of the Annual Work Plan (RKT) related to management of protected areas and prohibition of burning land, Monitoring Fire Danger Rating (FDR) to support information on potential fire hazards based on measurements of temperature and humidity, installation of fire posts and monitoring towers in several fire-prone places, monitoring hot spots for early detection of fires, routine patrols and reporting fire incidents to the local police.

#### Results of the Public Consultation

Prior to carrying out the Surveillance 1 Audit, PT AJA Sertifikasi Indonesia conducted public consultations starting January 14, 2023, asking stakeholders to provide feedback and information about PT Sumatera Sylva Lestari Unit Pasir

Pangaraian. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website ([www.ajaindonesia.com](http://www.ajaindonesia.com)), sent to parties by e-mail or postal mail, and published in local newspapers. PT AJA Sertifikasi Indonesia does not accept input from the Public Consultation.

The audit team also collected information from the mass media about PT Sumatera Sylva Lestari Unit Pasir Pangaraian. The reported cases are considered as part of the PT AJA Sertifikasi Indonesia audit process.

The Management Unit has identified all the necessary requirements for this certification process, which consist of legal aspects which include compliance with international rules and regulations and conventions. A management system has been developed to cover all certification activities, which are registered for certification covering an area of 9,140 hectares.

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

The result of the Surveillance 1 Audit is no non-conformity in either the major or minor categories.

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

The certificate is valid until April 14, 2025, provided that PT Sumatera Sylva Lestari Unit Pasir Pangaraian maintains its Surveillance schedule and does not have potential major non-conformities at the next Surveillance.