

Public Report

Sustainable Forest

Management System

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CLIENT NAME: CV PUTRI LINDUNG BULAN

TOTAL HECTARES: 2,048 ha

SCOPE OF REGISTRATION: Sustainable Forest Management of 2,048 Hectares of Plantation Forest in Riau Province

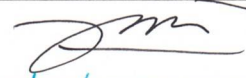
STANDARD/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

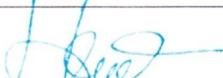
TYPE OF AUDIT: Surveillance 1

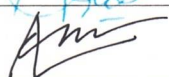
AUDIT START DATE: September 26, 2023
 AUDIT END DATE: September 28, 2023

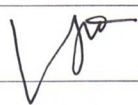
In signing this document the Audit team confirms that they have had no involvement with the company under audit in terms of consultancy, training, direct employment etc. within the last 2 years and have no other involvement (financial, shareholding or commercial) that would constitute a Conflict of Interest

LEAD AUDITOR: Abdullah Mujahid (Under Supervision)

SIGNATURE: 

SIGNATURE: 

SIGNATURE: 

SIGNATURE: 

AUDIT TEAM: Ence Hedi Hasan Zubaedi

Agung Utama Lubis

Andri Wibisono (Supervisor)

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	September 26, 2023
Site	Kecamatan Ukui, Kabupaten Pelalawan, Provinsi Riau, Indonesia	September 27 to 28, 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	
N/A		

Brief Description of the concession

CV Putri Lindung Bulan received an IUPHHK-HTI based on Pelalawan Regent's Decree Number: 522.21/IUPHHKHT/1/2003/005 dated January 25, 2003 concerning the Granting of Business Permit Rights to Utilize Plantation Forest Timber Products to CV Putri Lindung Bulan of approximately 2,500 Hectares in Pelalawan Regency. The permit then updated as per Decree of the Minister of Environment and Forestry of the Republic of Indonesia No SK.406/Menlhk/Setjen/PLA.2/10/2020 dated 26 October 2020, which reduced the area to become 2,085.54 Ha.

The Management Unit has a 10 (Ten) years management plan (RKUPHHK-HTI) for the 2020 to 2029. It was approved by the Minister of Environment and Forestry Decree Number SK. 10202/MenLHK-PHPL/UHP/HPL.1/12/2019 dated 18 December 2019. There are changes in the area due to the latest concession decree, thus, the Management Unit is currently preparing a draft revision of the current RKUPHHK-HTI. The spatial layout is divided into Protected Areas of 965 ha (38.6%) and Cultivation Areas of 1,535 ha (61.4%). The protected area consisting of a River Border area of 239 ha (9.56%) and Tesso Nilo National Park Buffer Zone of 726 ha (29.04%). There was no conversion of natural forest to plantation forest after 31 December 2010. The area scope of certification is 2,085.54 Ha.

The geographical location of the CV Putri Lindung Bulan is between 00°18'6" to 00°20'29" North and 101°58'34" to 102°0'30" East. Its working area is located in the Ukui Pelalawan administrative district, Riau Province. The concession position of CV Putri Lindung Bulan is surrounded by companies, namely:

- north: Tesso Nillo National Park,
- south: HTI PT Rimba Lazuardi,
- east: HTI PT Rimba Peranap Indah,
- west: HTI PT Rimba Lazuardi.

CV Putri Lindung Bulan is surrounded by other plantation concessions and Tesso Nillo National Park. There are no cultural or religious sites found in the concession area. The access to the surrounding community is closed so that no community activities can be found in the concession.

The Management Unit area is included in the Air Hitam River Forest group. The topography of the work area is flat (0 - 8%) at an altitude of 10 to 30 m above sea level. According to the Pekanbaru Soil Unit and Soil Map Sheet (0816) Sumatra Scale 1: 250 000 1988 (Puslitanah), the soil types include alluvial soil and fine-grained tephra. The geology consists of the BKN and MBI formations. It has climate type of A with rainfall of 2,236 mm/year, the highest in December and the lowest in February. The types of plants cultivated in the Management Unit area are *Acacia mangium* and *Eucalyptus* sp.

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

There are no customary communities around the concession based on reports and field verifications. The livelihoods of residents around the concession are dominated by the agricultural sector, namely 92% in Lubuk Kembang Bunga Village and 83% in Bagan Limau Village.

CV Putri Lindung Bulan has made conflict resolution efforts with the surrounding community. According to the CV Putri Lindung Bulan Conflict Resolution and Potential Mapping Report (January 2023), the score is 39.57% with the conclusion that the potential conflict status is controlled.

According to the hamlet head and village officials, there is no conflict between the company and the surrounding community. But there is land control by a group of migrant people who claim to be one of the communities. However, until now there has been no approval of the boundaries between villages regency government. The company has made

efforts to involve village officials and local community leaders to make efforts to resolve the land control in the forest area.

CV Putri Lindung Bulan has collaborated on livelihood plants with local village communities. There is evidence of a receipt for the handover of the livelihood plants benefit with a village in July 2023. CV Putri Lindung Bulan has implemented a corporate social responsibility program for surrounding villages. The realization of the Community Development Program 2022 reached 93% covering programs in the fields of health, religion, economy, infrastructure, social and environment. The assistance was, for example, hand tractors and a truck for carrying stone, and youth facilities to the village. According to the village head, the community members receive the positive impact from the company program.

Description of the Ecological conditions of the concession

The Management Unit has implemented forest ecosystem and hydrological function management through the following activities:

- Identify forest management activities that have significant impacts, and carry out environmental impact assessments through AMDAL, UKL and UPL. The assessment continues to be reported on the implementation of Environmental Permits for every semester.
- Reduced Impact Logging activities before, during, and after logging activities.
- Identify areas that function for soil and water protection to be designated as a protected area.
- Monitoring of the negative impacts of forest management activities in accordance with the UKL and UPL documents and documented procedures that serve as guidelines for carrying out negative impact monitoring activities resulting from forest management activities. The procedures are SOP for Monitoring Protected Areas, SOP for Monitoring Discharge and Water Quality and SOP for Erosion Monitoring.
- Has documented procedures for the controlled use of B3 (Hazardous and Toxic Materials), namely SOP for Management of Hazardous and Toxic Waste (B3), SOP for Handling Spills of Fuel, Lubricants and Chemicals, SOP for Weed Control, and SOP for Pest Management and Integrated Diseases.

The Management Unit has carried out biodiversity management through the following activities:

- Identification and inventory of protected, endemic, rare and threatened/endangered flora and fauna species, habitats and migration patterns, as well as performing the impact assessment in accordance with applicable regulations. There is a fauna distribution map and a flora distribution map.
- Management of Protected Areas in accordance with the RKL/RPL Implementation Report for each Semester as well as the SOP for Determining Protected Areas and SOP for Monitoring Protected Areas.
- The species of staple crops cultivated are not genetically modified tree species but *Acacia mangium* and *Eucalyptus* sp.

The Management Unit has implemented forest protection through the following activities:

- Identify and monitor disturbances in Sustainable Forest Management.
- Has documented procedures to prevent and handle pest attacks, namely SOPs for Integrated Pest and Disease Management.
- Regulate the management of chemical pesticides in the field using the following documented procedures: SOP for Weed Control, SOP for Integrated Pest and Disease Management, SOP for Handling Spills of Fuel, Lubricants and Chemicals and SOP for Management of Hazardous and Toxic Waste.
- Has implemented forest protection measures against fire hazards. In semester 2 of 2021 and semester 1 of 2022, there were no incidents of land and forest fires in the work area.
- The Management Unit has implemented appropriate/measurable steps in forest protection activities.

Results of the Public Consultation

Prior to the implementation of Surveillance 1 Audit, commencing August 25, 2023, a public consultation was carried out through announcements in local mass media, sending letters to stakeholders related to The Management Unit. Until the field audit was completed, there were no suggestions, input and information from stakeholders related to the Management Unit.

The audit team also collected information from the mass media about CV Putri Lindung Bulan. The reported cases are considered part of the PT ACube TIC International audit process.

The Management Unit has identified all the requirements necessary for this certification process, which consists of 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 are registered for certification covering an area of 2,048 hectares.

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

The results of Surveillance 1 Audit did not contain any non-conformity in either the Major or Minor categories.

Conditions under which the certificate is issued

Certificate is valid until February 06, 2026, provided that CV Putri Lindung Bulan maintains its Surveillance schedule and does not have potential major non-conformity at the next Surveillance.