

# Public Report Sustainable Forest Management System

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# AJA EUROPE SRL

## PUBLIC AUDIT REPORT – SFM

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



ORGANIZATION NAME: CV PUTRI LINDUNG BULAN

TOTAL HECTARES: 2,085.54

SCOPE OF REGISTRATION: Sustainable Forest Management of 2,085.54 hectares of Plantation Forest in Riau Province

STANDARD/CRITERIA: IFCC SFM & ORGANIZATION DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Transition to IFCC ST 1001:2021+ Surveillance 2

AUDIT START DATE: 10 September 2024

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: 12 September 2024

LEAD AUDITOR: R Sigit Pamungkas

SIGNATURE:

AUDIT TEAM: Andri Wibisono

SIGNATURE:

Agung Utama Lubis

SIGNATURE:

WITNESSING EVALUATOR  
/TRANSLATOR (if any):

SIGNATURE: //

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MAJOR CARS: 0

MINOR CARS : 1

SITE NAME (Legal Name):	ADDRESSES OF ORGANIZATION SITES VISITED including countries	DATE OF EACH SITE VISIT:
Head office	Jl. Sei Duku No. 333, Kelurahan Tanjung Rhu, Kecamatan Lima Puluh, Pekanbaru 28143, Riau Province, Indonesia	10 September 2024
Site	Kecamatan Ukui, Kabupaten Pelalawan, Provinsi Riau, Indonesia	11 - 12 September 2024
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 its initial IUPHHK-HTI based on the Decree of the Regent of Pelalawan Number: 522.21/IUPHHKHT/1/2003/005 dated January 25, 2003 concerning the Granting of Business Permit Rights for the Utilization of Timber Forest Products from Plantation Forests to CV Putri Lindung Bulan covering an area of ± 2,500 hectares in Pelalawan Regency. The latest decree is PBPH (Forest Utilization Business Permit) Decree, namely the Decree of the Minister of Environment and Forestry of the Republic of Indonesia No. SK.1213/Menlhk/Setjen/HPL.0/12/2021 dated December 6, 2021. The working area is 2,085.54 Ha. There was no conversion of natural forest into plantation forest after December 31, 2010. The area based on the permit is 2,085.54 Ha, the forest area is 2,085.54 Ha and the certified area is 2,085.54 Ha.

The Organization has a RKUPH document, namely RKUPHHK-HTI, which was approved by the Decree of the Minister of Environment and Forestry Number SK. 10202/MenLHK-PHPL/UHP/HPL.1/12/2019 dated December 18, 2019 concerning the Approval of the Industrial Plantation Forest Timber Product Utilization Work Plan (RKUPHHK-HTI) for a Period of 10 (Ten) years for the 2020-2029 Period on Behalf of CV Putri Lindung Bulan in Riau Province.

The Organization has implemented spatial planning for its concession area, which totals 2,500 hectares. This area is divided into a Protected Area of 965 hectares (38.60%) and a Cultivation Area of 1,535 hectares (61.40%). Within the Protected Area, 239 hectares (9.56%) are designated as River Border, and 726 hectares (29.04%) are classified as the Tesso Nilo National Park Buffer Zone. The Cultivation Area consists of 1,464 hectares (58.56%) managed by the Organization itself and 71 hectares (2.84%) designated for partnership management.

The geographical location is between 00°18'11.58" S to 00°21'36.10" S and 101°54'11.38" E to 102°0'25.52" E. Its work area is administratively in Ukui District, Pelalawan Regency, 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 side: HTI PT Rimba Peranap Indah
- West: HTI PT Rimba Lazuardi

The general condition of CV Putri Lindung Bulan is included in the Black Water River Forest group, the topography of the work area is flat (0 - 8%) at an altitude of 10 - 30 m above sea level. According to the Soil Unit and Pekanbaru Land Map Sheet (0816) Sumatra Scale 1: 250 000 1988 (Puslitanah) the type of soil is included in the type of alluvial soil and fine-grained tephra. Geological Formation Geological Map Sheet Pekanbaru based on Scale 1: 250,000 (Bandung Geology Research Center, 1982) consists of BKN and MBI formations. It has a climate type: A with rainfall of 2,236 mm / year, the highest decrease in December and the lowest in February. The primary species cultivated are *Acacia mangium* and *Eucalyptus sp.*, following a 6-year cycle with an annual felling area of approximately 239.6 hectares. No cultural or religious sites exist within the concession, and access for the surrounding community is restricted.

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

The livelihoods of residents around CV Putri Lindung Bulan's concession are predominantly in agriculture, accounting for 55.32% of the local economy, followed by trade and shops (12.64%), manufacturing industry (7.73%), transportation and communication (3.48%), building and construction (3.30%), finance and insurance (1.95%), and electricity, water, and gas (0.62%). Other occupations make up 14.96%. There are no customary law communities around the concession, and all surrounding communities are classified as local communities, as verified by village officials and field interviews.



CV Putri Lindung Bulan has a clear mechanism for resolving complaints from stakeholders. Local residents can submit complaints through the company's public relations, with the process outlined during socialization efforts in the village. A 2024 Claim Area Identification and Settlement Report highlights areas with community claims. As of now, 12% of these claims have been resolved, with the rest are still pending.

The company has also collaborated with surrounding communities. Evidence of this includes the handover of Livelihood Plant benefits in 2023. Additionally, CV Putri Lindung Bulan has made efforts to build a local forestry-based economy, providing community development (CD) assistance. In 2023 and 2024, the company supported local activities, for example, through funding for MTQ events, hand tractor donations, and sportswear for the villages.

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

CV Putri Lindung Bulan has implemented several actions to monitor and protect the environment within its PBPH (Forest Utilization Business Permit) area and surrounding regions. For river border and buffer zone management, the company allocates areas as conservation or water catchment zones and maintains these regions, especially given its proximity to Tesso Nilo National Park. Signboards are also installed to warn against activities that could damage or degrade these vital areas. In terms of wildlife disturbance, the company maintains protected areas, including riparian zones and corridors that serve as animal habitats, to minimize the impact of its operations on wildlife.

In plant pest and disease management, CV Putri Lindung Bulan takes steps such as allocating natural barriers (protected areas and river boundaries), using quality seeds, and employing integrated plant weed control methods. For land management and monitoring, the company follows regulations aimed at maintaining ecological balance, ensuring the land continues to support both environmental and economic activities. The company's water management focuses on the Air Hitam and Pebakalan sub-DAS, ensuring the protection of river water as per applicable regulations. Additionally, air quality management targets pollution from operational vehicle smoke and road dust, with monitoring measures in place as outlined by environmental protection laws.

In terms of biological components, CV Putri Lindung Bulan actively manages both production and conservation activities to achieve optimal plant growth and biodiversity protection. The company also complies with regulations regarding Hazardous and Toxic Waste (B3), with a permit for waste storage issued by BPMP2T in 2021.

To prevent forest and land fires, CV Putri Lindung Bulan conducts Fire Risk Assessments (FRA), maps fire-prone areas, and provides fire-fighting infrastructure. It has implemented early detection systems through satellite monitoring and ground checks, conducted regular patrols, and used fire towers and CCTV for surveillance. The company also engages the local community in fire prevention efforts, educates them on the dangers of land clearing by burning, and empowers Fire Aware Community (MPA) groups. The company utilizes road infrastructure as fire breaks and maintains warning and fire hazard index boards to raise awareness and ensure fire preparedness.

#### **Results of the Public Consultation**

Prior to conducting Transition to IFCC ST 1001:2021 + Surveillance 2 Audit on CV Putri Lindung Bulan, PT Acube TIC International has made a public announcement and public consultation. Invitation to public consultation to stakeholders to obtain input as materials/consideration through the website [www.ajaindonesia.com](http://www.ajaindonesia.com) starting 9 August 2024. The stakeholders can provide input for audit considerations to PT Acube TIC International email. There is no input from stakeholders.

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



The Organization 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 activities in the area of certification, which are registered for the certification area of 2,085.54 hectares.

#### Organization progress record related to corrective action on findings of nonconformities in previous audit

The result of Surveillance 1 Audit is no non-conformity.

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

The result of Transition to IFCC ST 1001:2021 + Surveillance 2 Audit was one (1) minor non-conformity. The Organization has made improvements and the non-conformity is closed.

No.	Non-Conformities	Corrective Action Performed	Category
1	There were two contractor workers who were not provided with BPJS Health and BPJS Employment coverage, a special Cholinesterase Health examination, an Employment Agreement, or proof of their pay slips.  Indicator 5.3.1.2.	CV Putri Lindung Bulan has taken corrective actions regarding the contractor workers. The company has instructed the contractor to register the BPJS Employment and Health memberships. Additionally, the company has conducted a special Cholinesterase Medical Check-Up (MCU) on September 30, 2024. An Employment Agreement Letter has been issued, and a pay slip has been provided for the month of August 2024.	Minor

#### Conditions under which the certificate is issued

Certificate number AJA/IFCC-PEFC/FMC-HT/00034/II/2017 is valid until 06/02/2026, provided that CV Putri Lindung Bulan completes all corrective actions according to the time schedule proposed in its corrective action responses and does not have the same problems at the next Recertification visit. If the non-conformities are not closed at the next Recertification, the certificate will be suspended until such time as AJA EUROPE is able to perform a closeout visit.