

# 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: CV ALAM LESTARI

TOTAL HECTARES: 4,868.65

SCOPE OF REGISTRATION: Sustainable Forest Management of 4,868.65 hectares of Plantation Forest in Riau Province

STANDARDS/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Surveillance 2 (REMOTE)

START DATE AUDIT: August 16, 2021

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

END DATE AUDIT: August 19, 2021

LEAD AUDITOR: Abdullah Mujahid

SIGNATURE:

TEAM AUDIT: Ence Hedi Hasan Zubaedi

SIGNATURE:

Tata Sumitra

SIGNATURE:

MAJOR CARS: 0

MINOR CARS: 0

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED including country	DATE OF EACH SITE VISIT:
CV Alam Lestari	Pelalawan District, Pelalawan Regency, Riau Province – Republic of Indonesia	August 16, 18, 19, 2021
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

The concession area of CV Alam Lestari based on the Decree of the Regent of Pelalawan Regency Number 522.21/IUPHHKHT/1/2003/015 dated January 30, 2003 was 3,300 ha located in Pelalawan District, Pelalawan Regency, Riau Province. Then, the area become 4,868.65 ha based on the Report on the Results of Self-Definement and the Working Area Association of Business Permits for the Utilization of Timber Forest Products in Industrial Plantation Forests (IUPHHK-HTI) CV Alam Lestari with PT Riau Andalan Pulp and Paper, CV Bhakti Praja Mulia, PT Madukoro in Pelalawan Regency, Riau Province in the Report Number: LP.012/BPKH.XIX/PKH/-/8/2016. The area of 4,868.65 ha is official after the Decree of Minister of Environment and Forestry Number SK981/Menlhk/setjen/PLA.2/11/2019 dated November 7, 2019, regarding the Determination of the Working Area of Timber Forest Product Utilization Permits in the CV Alam Lestari Plantation Forest in Pelalawan Regency, Riau Province. There was no natural forest conversion area above December 31, 2010, thus the scope of IFCC certification is 4,868.65 ha.

The Management Unit has a ten-year Management plan, namely the Revised Timber Forest Products Utilization of Industrial Plantation Forests (RKUPHHK-HTI) which was ratified by Decree No.6059/MenLHK-PHPL/UHP/HPL.1/6/2019 dated June 28, 2020 concerning the Approval of Revision of Business Plans for Utilization of Industrial Timber Forest Products ( RKUPHHK-HTI) period 2017 to 2026 on behalf of CV Alam Lestari in Riau Province. According to the Revised RKUPHHK HTI, there are change in spatial planning, namely: Local Protected Areas and Other Protected Areas of 1,010.65 ha (20.76 %), Staple Plant area of 3,097.0 ha (63.61%) and Livelihood Plant area of 761.00 ha (15.63 %). The allocation of 20% of Livelihood Plants is fulfilled from the Local Protected Areas and Other Protected Areas in the form of non-timber forest product utilization.

CV Alam Lestari is geographically located between the coordinates 00° 33' 44" to 00° 25' 30" North and 102° 15' 59" to 102° 20' 24" East. CV Alam Lestari is surrounded by Industrial Plantation Forest companies, to the north side with IUPHHK-HT CV Bhakti Praja Mulia, south and west side with IUPHHK-HT PT Riau Andalan Pulp and Paper, and to the east side with IUPHHK-HA Yos Raya Timber (PT Gemilang Cipta Nusantara). In government administration, the work area of CV Alam Lestari is located in Pelalawan District, Pelalawan Regency, Riau Province.

The site condition of the Management Unit's working area is peat soil, on which basis the species being cultivated is *Acacia crassicarpa*.

The Management Unit has complied with the regulations related to peatland management. CV Alam Lestari has carried out: Revised RKUPHHK in order to improve Peat Management based on Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK.942 / MenLHK / Setjen / UHP / HPL.1 / 3/2018 dated March 2, 2018 Prepared Reports on the Implementation of Peatland Ecosystem Restoration and Forest and Land Fire Control based on the Decree of the Director General of Pollution Control and Environmental Damage No. 102 / PPKL / PKG / PKL.05 / 10/2018 dated 21 September 2018. Made adjustments for 2018-2019 activities based on the Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK.8510 / MenLHK-PHPL / UHP / HPL.1 / 12/2018 December 10, 2018. Revised the 2017-2026 RKUPHHK based on the Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK. 6059 / MenLHK-PHPL / UHP / HPL.1 / 6/2019 Date 28 June 2019. There is no peat dome peak.

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

Residents around the CV Alam Lestari concession are the locals without customary law communities. This was stated in the previous year's audit. The livelihoods of the population are dominated by livelihoods in the agricultural sector and trade sector.

The efforts to resolve conflicts with the surrounding community are by making a Report on Potential Mapping and Conflict Resolution. Based on a study of the calculation of various indicators (according to the provisions in Perdirjen PHPL No. P.5/PHPL/UHP/PHPL.1/2/2016) in the report, CV Alam Lestari has a SAFE status. This is due to the location of the concession which is far and not directly adjacent to the community settlements. Besides, the absence of conflict is also resulted by the social management activities and community empowerment.

The collaboration with the surrounding community such as livelihood plant management cooperation agreement, where the company shared the harvesting fee to the villages. CV Alam Lestari also carried out corporate social responsibility activities to the surrounding community. The activities carried out include educational sector consists of assistance for school facilities and infrastructure, the health sector includes assistance for fostering *posyandu*, the religious sector includes development material assistance for places of worship, the economic sector includes assistance for fostering fishing groups, the infrastructure sector includes assistance for the Village Office, social and environmental fields including sports infrastructure assistance. There was assistance of food packages for COVID-19 victims in surrounding villages.

### Description of the Ecological conditions of the concession

The Management Unit carried out forest ecosystem and hydrological function management through the following activities:

- Performing identification of forest management activities that have significant impacts, and conduct environmental impact assessments through Document UKL/UPL IUPHHK-HT CV Alam Lestari (Approved and Ratified by the Head of the Pelalawan Regency Bapedalda No. 660/Bapedalda/IV/2002/02 of October 11, 2002, Revision RKUPHHK 2017 to 2026 in Improvement of Peat Management, which presented in the Environmental Permit Implementation Report (RPL/RKL),
- Carrying out the Reduced Impact Logging activities before, during, after logging activities,
- Identification of areas that function for land and water protection and being designated as the protected area such as river border, KPPN/KPSL and Other Protected Areas,
- Carrying out monitoring the negative impacts of forest management activities in the concession area in accordance with the UKL and UPL Documents of CV Tuah Negeri, 2002, and procedures (SOP) for operational guidelines (monitoring protected areas, monitoring discharge and water quality, subsidence and PPWT, controlled use of B3, control of weed, pests, and diseases).

The Management Unit carried out biodiversity management through identification, inventory, environmental impact assessment on the potential impacts of protected, endemic, rare and threatened/near-extinct flora and fauna as well as their habitats and migration patterns in the IUPHHK-HTI area in accordance with applicable regulations. The results of the identification and inventory can be found in environmental assessment documents, the Revised RKUPHHK 2017 to 2026, and RKL/RPL report. The result of identification also being reference for fauna distribution map, although there is no flora distribution map. The Management Unit performs the management of protected areas in accordance with the RKL/RPL Implementation Report every semester as well as the procedures (SOP). The staple plants species cultivated are not genetically modified tree species but *Acacia crassicarpa*.

Appropriate forest protection are implemented by identifying and monitoring disturbances in sustainable forest management, preventing and handling pest attacks by procedures, regulating the management of chemical pesticides and toxic waste, and implementing forest protection measures against fire hazards. There was no community grazing activity in the work area.

### Results of the Public Consultation

Prior to carrying out the Surveillance 2 Audit, PT AJA Sertifikasi Indonesia conducted a public consultation starting July 15, 2021, asking stakeholders to provide feedback and information about CV Alam Lestari. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website ([www.ajaindonesia.com](http://www.ajaindonesia.com)), sent to parties by email or postal mail, and published in local newspapers. PT AJA Sertifikasi Indonesia does not receive input from the public consultation.



The audit team also collected information from the mass media about CV Alam Lestari. The reported cases are considered as part of the PT AJA Sertifikasi Indonesia audit process.

The Management Unit has identified all the requirements needed for this certification process, which consists of legal aspects which include compliance with international regulations and rules and conventions. The management system has been built to cover all activities in the field of certification, registered for certification covering an area of 4,868.65 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 Surveillance 2 Audit, there were no Non-Conformities of either a Major or Minor nature identified by the audit team.

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

Certificate is valid until February 27, 2023, if CV Alam Lestari 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 visits. If the non-conformities are not closed at the next Recertification, the certificate will be suspended until such time as AJA is able to perform a closeout visit.