

Public Report Sustainable Forest Management System

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CLIENT NAME: CV BHAKTI PRAJA MULIA

TOTAL HECTARES: 5,868.99

SCOPE OF REGISTRATION: Sustainable Forest Management of 5,868.99 Hectares of Plantation Forest in Riau Province

STANDARDS/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Recertification

AUDIT START DATE: October 04, 2022

AUDIT END DATE: October 06, 2022

LEAD AUDITOR: Abdullah Mujahid

AUDIT TEAM: Amin Kadeni

Abdul Salam

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.

SIGNATURE:



SIGNATURE:



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	October 04, 2022
M.U	Kecamatan Pelalawan, Kecamatan Teluk Meranti, Kabupaten Pelalawan, Provinsi Riau, Indonesia	October 05 to 06, 2022
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 area of CV Bhakti Praja Mulia was obtained based on the Decree of the Regent of Pelalawan Regency Number 522.21/IUPHHKHT/1/2003/011 dated January 28, 2003 with an area of 5,800 ha. The area is in Pelalawan District, Pelalawan Regency, Riau Province. The latest concession decree is the Decree of PBPH (Forest Utilization Permit) by the Minister of Environment and Forestry No. SK.806/Menlhk/Setjen/HPL.0/9/2021 dated September 21, 2021, of 5,868.99 hectares. There is no natural forest conversion area above December 31, 2010, the entire area of CV Bhakti Praja Mulia is certified by IFCC.

The Management Unit has a ten-year Management plan, namely the Revised Business Work Plan for Utilization of Industrial Timber Forest Products (RKUPHHK-HTI) of 2017 to 2026 which was ratified by Decree Number 6052/MenLHK-PHPL/UHP/HPL.1/6/2019 dated June 28, 2020. According to the current RKUPHHK-HTI, the spatial layout is consisting of Local Protected Areas and Other Protected Areas of 3,659.99 ha (62.36%), Staple Plant Area of 1,771.00 ha (30.17%) and Livelihood Plant area of 438.00 ha (7.47%). The allocation of livelihood plants of 20% is fulfilled from the Local Protected Areas and Other Protected Areas in the form of non-timber forest product.

CV Bhakti Praja Mulia is geographically located between the coordinates of 00° 33' 39" to 00° 36' 16" North and 102° 17' 46" to 102° 28' 27" East. The boundaries of the concession area are as follows:

- west with IUPHHK-HT PT Riau Andalan Pulp and Paper,
- south with IUPHHK-HT CV Alam Lestari and IUPHHK-HA PT Yos Raya Timber,
- north with IUPHHK -HT PT National Timber and Forest Products and IUPHHK-HT PT Putra Riau Perkasa,
- east with IUPHHK-HT PT Putra Riau Perkasa.

As the Management Unit work area is peat soil, the company develops *Acacia crassicarpa* as its staple plant crop. There is a Peat Dome Peak of 3,280.69 ha which spread over KPPN/KPSL area of 181 ha and Other Protected Areas of 3,099.69 ha. The Management Unit has complied with regulations related to peatland management with the following implementations:

- Revision to RKUPHHK to improve peat management based on the Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK 1052/MenLHK-PHPL/UHP/HPL.1/3/2018 dated March 13, 2018,
- Compilation of a report on the implementation of peatland ecosystem restoration and forest and land fire control based on the Decree of the Director-General of Pollution and Environmental Damage Control No. 115/PPKL/PKG/PKL.05/10/2018 dated 18 October 2018,
- Adjustments for RKT activities based on the Decree of the Minister of Environment and Forestry of the Republic of Indonesia Number SK.8905/MenLHK-PHPL/UHP/HPL.1/ 12/2018 dated December 28, 2018.

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

The residents around CV Bhakti Praja Mulia have a livelihood as fishermen, oil palm farmers, rice farmers, chili farmers and rubber farmers. There are no indigenous peoples within the concessions. The majority of the people who live in the surrounding villages are Malays. There are no conflicts and claim areas by communities around the company. CV Bhakti Praja Mulia concession is bordered by plantation forests and PT Riau Andalan Pulp and Paper's corridor road.

There is no new cooperation agreement with the community during the period of 2022. The existing cooperation agreements are the Livelihood Plant Agreement and Agreement on Community with Fire Awareness with the villages. CV Bhakti Praja Mulia Community Development Program consists of six areas of activity, namely education, health, religion, economics, infrastructure, and social and environment. In 2021 the realization of Community Development Program reached 49%, and in 2022 (until June) is still in the number of 2%.

The implementation of the Community Development Program is lawn mowers and floor carpet to elementary schools. The submissions for assistance or proposals from the village are usually given by village officials if there is a visit from the company. In addition, the submission of proposals is usually done at the time of socialization.

Description of the Ecological conditions of the concession

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

- Identification of forest management activities that have significant impacts, and conduct environmental impact assessments through AMDAL 2002, Revised RKUPHHK of 2017 to 2026, RKL and RPL documents. The implementation of environmental management and monitoring every semester is presented in the Environmental Permit Implementation Report (RPL and RKL),
- Perform the Reduced Impact Logging activities before, during and after logging activities,
- Identification of areas that function for soil and water protection and designated the area as the protected area, namely KPPN / KPSL and Other Protected Areas,
- Monitoring the negative impacts of forest management activities in the concession area in accordance with AMDAL 2002, Revised RKUPHHK of 2017 to 2026 and SOPs for Monitoring Protected Areas, SOPs for Monitoring Discharge and Water Quality and SOPs for Monitoring Subsidence and PPWT,
- Control the use of B3 (Hazardous and Toxic Materials) guided by SOP for Management of Hazardous and Toxic Waste (B3), SOP for Handling Spilled Fuel, Lubricants and Chemicals, SOP for Weed Control, and SOP for Integrated Pest and Disease Management.

The Management Unit has implemented biodiversity management through the following activities:

- Identification and inventory of protected, endemic, rare and threatened/near-extinct flora and fauna and its habitat in the IUPHHK-HTI area. The results of the identification and inventory can be found at AMDAL 2002, Revised RKUPHHK of 2017 to 2026, fauna distribution map and RKL and RPL documents per semester,
- Management of Protected Areas in accordance with the RKL/RPL Implementation Report every semester as well as SOPs for Determining Protected Areas and SOPs for Monitoring Protected Areas,
- Environmental impact assessment on the potential impacts on protected, endemic, rare, and threatened/near-extinct flora and fauna, through UKL and UPL document 2002,
- Prohibition of developing genetically modified tree species. The species of plant cultivated is *Acacia crassicarpa*.

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

- Identification and monitoring of disturbances in Sustainable Forest Management. Documents resulting from identification of forest management disturbances in the concession area are AMDAL 2002, Revised RKUPHHK of 2017 to 2026, RKL and RPL documents per semester,
- Prevention and handling of pest attacks as referred to SOPs for Integrated Pest and Disease Management,
- Regulate the management of chemical pesticides in the field with 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 as guidelines,
- Implementation of forest protection measures against fire hazards,
- Prohibition of livestock grazing activity in the work area,
- Implemented appropriate steps in forest protection activities.

Results of the Public Consultation

Before carrying out the Recertification Audit, PT AJA Sertifikasi Indonesia conducted a public consultation starting September 13, 2022, asking stakeholders to provide feedback and information about CV Bhakti Praja Mulia. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website (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 Bhakti Praja Mulia. 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. A management system has been established to cover all activities in the area of certification, registered for certification covering an area of 5,868.99 hectares.

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

The results of this Recertification Audit is no non-conformities either the major or minor categories.

Conditions under which the certificate is issued

Certificate is valid until February 27, 2026, provided that CV Bhakti Praja Mulia maintains its Surveillance schedule and does not have potential major non-conformities at the next Surveillance.