

Public Report Sustainable Forest Management System

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ORGANIZATION 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

STANDARD/CRITERIA: IFCC SFM & ORGANIZATION DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Transition to IFCC ST 1001:2021 + Surveillance 1

AUDIT START DATE: December 7, 2023

AUDIT END DATE: December 9, 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: Andri Wibisono

SIGNATURE:

AUDIT TEAM: Inggita Nuri Prihantini

SIGNATURE:

Agung Utama Lubis

SIGNATURE:

SUPERVISOR: Riyadi Sigit Pamungkas

SIGNATURE:

MAJOR CARS: 0

MINOR CARS: 3

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	December 7, 2023
Site	Kecamatan Pelalawan, Kabupaten Pelalawan, Provinsi Riau, Indonesia	December 8 to 9, 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 Alam Lestari forest management permit is based on Decree of Pelalawan Regency Number 522.21/IUPHHKHT/1/2003/015 dated January 30, 2003 of 3,300 Ha located in Pelalawan District, Pelalawan Regency, Riau Province. The area size is based on the Report on the Results of Self-Delimitation Arrangement and Work Area Partnership Business Permit for 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, Province Riau with Report No. LP.012/BPKH.XIX/PKH/-/8/2016 of 4,868.65 Ha. Based on SK981/MENLHK/SETJEN/PLA.2/11/2019 dated 7 November 2019 concerning Determination of Work Areas for Utilization Permits for Timber Forest Products in CV Alam Lestari Plantation Forests of 4,868.65 Ha in Pelalawan Regency, Riau Province. CV Alam Lestari received the latest concession permit of PBPH SK:No.805/MENLHK/SETJEN/HPL.0/9/2021 dated 21 September 2021 with an area of 4,868.65 Ha. In this decree there is a change in nomenclature from IUPHHK-HT to PBPH (Forest Utilization Business Permit). There are no natural forest conversion areas above 31 December 2010, thus, the scope of certification is 4,868.65 ha.

The Organization has a ten-year management plan, namely the Revised Work Plan for the Utilization of Industrial Timber Forest Products (RKUPHHK-HTI) ratified by Decree 6059/MenLHK-PHPL/UHP/HPL.1/6/2019 dated 28 June 2020. According to the document, there have been changes to the spatial layout namely Local Protection Areas and Other Protected Areas of 1,010.65 ha (20.76%), Staple Plant area of 3,097.00 ha (63.61%) and Livelihood Plant Areas of 761.00 ha (15.63%). To fulfill the 20% Livelihood Plant allocation, it is fulfilled from the Protected Area in the form of utilizing NTFPs. The short-term plan was made in the 2023 RKTPH Book which was ratified by the Decree of the Director of CV Alam Lestari Number: 88/SK/AL/XII/2022 dated 28 December 2022 concerning Approval of the 2023 Annual Work Plan for Forest 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. Administratively, the CV Alam Lestari work area is located in Pelalawan District, Pelalawan Regency, Riau Province. CV Alam Lestari is surrounded by Industrial Plantation Forest companies, namely:

- North side: IUPHHK-HT CV Bhakti Praja Mulia,
- South side: IUPHHK-HT PT Riau Andalan Pulp and Paper,
- East side: IUPHHK-HA Yos Raya Timber (PT Gemilang Cipta Nusantara), and
- West side: IUPHHK-HT PT Riau Andalan Pulp and Paper.

The Organization has complied with regulations related to peatland management. CV Alam Lestari has carried out: Revision of the RKUPHHK in the context of improving Peat Governance based on the 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. Preparing an Implementation Report Restoring Peat Ecosystems and Controlling Forest and Land Fires based on Decree of the Director General of Pollution and Environmental Damage Control No. 102/PPKL/PKG/PKL.05/10/2018 dated 21 September 2018. Revised the RKUPHHK for the 2017-2026 period 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 Dated 28 June 2019. There is no peat dome peak. Based on the site the species developed is *Acacia crassicarpa*.

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

The residents around CV Alam Lestari are local communities. There are two villages around the concession, namely Sungai Ara Village and Ransang Village in Pelalawan Regency, Riau Province. Based on the RKUPHHK HTI Document for the 201702026 Period of CV Alam Lestari, the livelihoods of residents in the two villages around CV Alam Lestari are in the



Agriculture and Trade Sectors. There are no conflicts within the CV Alam Lestari concession. Based on the Potential Mapping and Conflict Resolution Report of CV Alam Lestari Semester I of 2023, the Potential Conflict Status of CV Alam Lestari is Safe, there are no conflicts and there are no claim areas within the CV Alam Lestari concession.

CV Alam Lestari has entered into a cooperation agreement with the surrounding community. There is a Livelihood Plants Agreement between CV Alam Lestari and two villages around the concession. There is evidence of the handover of the benefits of the livelihood plants to the village. Based on interviews with the village heads, both villages admitted that they had received the benefits.

Based on the 2022 Community Development Program Report, the activities carried out were student equipment, health equipment, village office equipment, cooking oil market operations. Meanwhile based on the 2023 Report, the activities that have been carried out are school equipment and lawn mower assistance for the village.

Description of the Ecological conditions of the concession

The Organization has carried out 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, RKL and RPL Documents. The implementation of environmental management and monitoring each semester is presented in the Environmental Permit Implementation Report (RPL/RKL).
- Reduced Impact Logging activities have been implemented to minimize the risk of degradation and damage to forest ecosystems that have been adapted to peatland conditions.
- Identify areas that function to protect land and water. The designated protected area allocation is Local Protected Areas and Other Protected Areas of 1,010.65 ha (20.76%) consist of River Borders of 212.00 ha (4.35%), KPPN/KPSL of 163.00 ha (3.35%) and Other Protected Area of 635.65 ha (13.06%).
- Identification of areas that contribute to global emissions in the Draft Integrated HCV-SKT Assessment Report in Five Plantation Forest Concessions, Riau Province: CV Tuah Negeri, CV Alam Lestari, CV Bhakti Praja Mulia, CV Mutiara Lestari and PT Selaras Abadi Utama 2022.
- Monitoring of negative impacts of forest management activities in concession areas is carried out in accordance with the AMDAL, RKL and RPL and documented procedures that serve as guidelines for carrying out impact monitoring activities, namely SOP for Management and Monitoring of Protected Areas, SWater Table Monitoring OP, SOP for Water Discharge and Quality Monitoring.
- CV Alam Lestari 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 Household Waste Management, and SOP for Integrated Pest and Disease Management.
- CV Alam Lestari has an encouraging monitoring program for positive climate practice in forest management activities including weather monitoring (temperature, CH, and temperature), air monitoring, identifying sources of greenhouse gas emissions. Establish SOPs for monitoring ambient air quality, testing vehicle exhaust emissions and stationary source emissions.

The Organization has carried out biodiversity management through the following activities:

- Identification and inventory of protected, endemic, rare and threatened/endangered flora and fauna as well as their habitat in the IUPHHK-HTI area. The results of the identification and inventory can be found in AMDAL, RKL and RPL Implementation Report (Semester 2, 2022 and semester 1, 2023). The organization has updated data on high conservation value and high carbon stocks contained in Draft Integrated HCV-HCS Assessment Report.



- Identify key species along with their habitats and migration patterns. Based on this identification, there are key species in the area, namely sumatran tiger (*Panthera tigris sumatrae*) and hornbills (*Buceros* sp.).
- Has carried out an environmental impact assessment of the potential impact on protected, endemic, rare flora and fauna and threatened/endangered species.
- The species of staple crops cultivated are not genetically modified tree species but *Acacia crassicarpa*.

The Organization has implemented appropriate and measurable steps through forest protection activities, namely:

- Identify and monitor disturbances in sustainable forest management. Based on document review and field verification, forest disturbances generally originate from Internal factors are caused by the establishment of camps in and around protected areas/conservation areas, damage by heavy equipment and logging as a result of harvesting activities. Meanwhile, external factors are caused by illegal logging activities, encroachment, fires, damage due to natural factors such as wind, attacks by wild animals, pest attacks and plant diseases.
- Have documented procedures to prevent and handle pest and disease attacks, namely SOPs for Integrated Pest and Disease Management, SOPs for Forest Protection, SOPs for Controlling Forest and Land Fires.
- Regulate the management of chemical pesticides in the field with documented procedures and MSDS.
- Has implemented forest protection measures against fire hazards which have been referred to Minister of Environment and Forestry Regulation Number P.32/MenLHK/Setjen.Kum.1/3/2016 concerning Control of Forest and Land Fires.
- In the work area there are no livestock grazing activities by the community and the use of NTFPs is monitored by the Forest Protection team. The NTFPs used by the community are fish.

Results of the Public Consultation

Prior to carrying out the Transition to IFCC ST 1001:2021 + Surveillance 1 Audit, PT ACube TIC International conducted a public consultation starting November 24, 2023, asking stakeholders to provide feedback and information about CV Alam Lestari. The public consultation was uploaded to the PT ACube TIC International website (www.ajaindonesia.com), sent to parties by email or postal mail, and published in local newspapers. There was no input from the stakeholders.

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

The Organization 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 4,868.65 hectares.

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

The result of Recertification Audit was 3 (three) non-conformities in Minor categories.

No.	Non-conformity (NC)	Corrective Action Performed	Category
1	The condition of measuring instruments (meters, poles, water level scales, stopwatches, catalysts, etc.) for monitoring and evaluating water measurements is inadequate. Indicator I.6.5	CV Alam Lestari has issued a purchasing order for diameter tip and Nansen water sampler on October 3, 2022.	Minor
2	The condition of measuring instruments (GPS, Haga, Phi band) for monitoring and evaluating vegetation structure is inadequate. Indicator I.7.1	CV Alam Lestari has issued a purchasing order for diameter tip and Nansen water sampler on October 3, 2022.	Minor
3	CV Alam Lestari did not have trash bins (for organic and inorganic) at the base camp of CV Alam Lestari and PT Reformasi Berkat Lestari Contractor). Indicator I.12.6	CV Alam Lestari has provided domestic trash bins and increased awareness and knowledge of the team and contractors regarding the importance of cleanliness and waste management.	Minor

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

The result of this Transition to IFCC ST 1001:2021 + Surveillance 1 Audit is 3 (three) non-conformities in Minor categories. The Organization has made improvements. No critical issues occur.

Number	Non-Conformities	Corrective Action Performed	Categories
1	The organization has not yet revised SOP-NEN-007 Harvesting Timber from Planted Forests in Peat Areas. There are several inconsistencies in implementation in the field with the SOP. Indicator 7.3.4	The organization has made a draft revision of the SOP by adding work procedures for full mechanical and semi-mechanical system harvesting as well as mechanisms for dividing wood lengths (bucking) and procedures for loading wood in barging. The organization will also conduct outreach to harvest workers to increase the understanding and awareness of the work mechanisms set by the company. The consistency of the improvements made will be reviewed in the next audit (Audit Surveillance 2)	Minor
2	The organization has carried out internal audit activities that include the standards ISO 14001:2015, ISO 45000:2018, Decree of the Director General of PHPL No. P.62/PHPL/SET.5/KUM.1/12.2020 (Appendix 1 & 2), SMK3, SFMP 2.0 Policy, IFCC Standard ST 1001:2014 but does not include IFCC Standard ST 1001:2021. Indicator 8.2.1	The organization has made improvements through the implementation of the 2023 internal audit which was carried out on February 27 to March 3, 2024, included the IFCC ST 1001:2021 standard.	Minor



3	The organization has implemented a Management Review in 2022, but its scope is still limited to K3 policies and objectives. It did not include organizational performance information, including audit results of mandatory standards (PHPL), IFCC ST 1001:2021 standards, SFMP 2.0 Policy, etc. Indicator 8.3.1	The organization has carried out the 2023 Management Review on February 10, 2024, with the topic of organizational performance information, audit results of mandatory standards (PHPL), IFCC ST 1001:2021 standards, SFMP 2.0 Policy, etc.	Minor
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Conditions under which the certificate is issued

Certificate number AJA/IFCC-PEFC/FMC-HT/00036/II/2017 is valid until February 27, 2026, provided that 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 Surveillance visit. If the non-conformities are not closed at the next Surveillance, the certificate will be suspended until such time as AJA EUROPE is able to perform a closeout visit.