

# **Public Report Sustainable Forest Management System**

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**AJA EUROPE**  
**PUBLIC AUDIT REPORT - SFM**  
**TO BE SUBMITTED TO THE CLIENT, IFCC AND TO AJA EUROPE**



**CLIENT NAME:** CV ALAM LESTARI

**TOTAL HECTARES:** 3,300 ha

**SCOPE OF REGISTRATION:** Sustainable Forest Management of 3,300 hectares of Plantation Forest in Riau Province

**STANDARD/CRITERIA:** IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

**TYPE OF AUDIT:** Surveillance 2

**AUDIT START DATE:** September 13, 2018

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:** September 15, 2018

**LEAD AUDITOR:** Andri Wibisono

**SIGNATURE:**

**AUDIT TEAM:** Abdullah Mujahid

**SIGNATURE:**

Warsito

**SIGNATURE:**

**MAJOR CARS:** 0

**MINOR CARS:** 1

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED INCLUDING COUNTRY	DATE OF EACH SITE VISIT:
Site CV Alam Lestari	Pelalawan District, Pelalawan Regency, Riau Province, Republic of Indonesia	September 13 to 15, 2018
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	
NA		

Document: Report Format Public - IFCC

Issue: D

Date: 15 September 2016

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## **Brief Description of the concession**

CV Alam Lestari obtained a concession permit based on the Decree of the Regent of Pelalawan District Number 522.21 / IUPHHKHT / 1/2003/015 dated January 30, 2003 and Attachment Map Scale 1: 80,000. Administratively, the work area of CV Alam Lestari is located in Pelalawan District, Pelalawan Regency, Riau Province.

To carry out operations based on the document of the Work Plan for Timber Forest Product Utilization Business Plan in Industrial Timber Forest (RKUPHHK-HTI) was legalized per SK 942 / MenLHK -PHPL / UHP / HPL.1 / 3/2018 dated March 2, 2018 concerning Approval for Timber Forest Product Utilization Business Plan in Industrial Timber Forest (RKUPHHK-HTI) for the ten-year period of 2017 to 2026 on behalf of CV Alam Lestari in Riau Province.

CV Alam Lestari Spatial Planning after boundary arrangement compromises the following:

- A. The Peat Ecosystem Protection Area is 3,048.99 ha (62.62%)
  - B. Local Protected Areas and Other Protected Areas of 0 ha (0%)
  - C. Staple Plant Area (TP) of 1,395 ha (28.65%)
  - D. Livelihood Plant Area of 425 ha (8.73%)
- Total 4,868.99 ha (100%)

Peat Ecosystem Protection Area lies in the area of KPPN / KPSL with 163 ha (3.35%), in the Riparian area with 212 ha (4.35%), in Other Protected Areas with an area of 635.99 ha (13.06%), and the Peat Ecosystem Function Area of 2,038 ha (41.86%). Spatial planning of the protected area functions of the peat ecosystem in the field is carried out in stages until the cutting of the previous cycle of crops has been completed.

In the work area of CV Alam Lestari there has been no conversion of natural forest to plantation forest after December 31, 2010, so the scope of the certification was 3,300 ha. Even though CV Alam Lestari has compromised a recent boundary arrangement, it has not yet received a work area determination from the Minister of Environment and Forestry. So that the scope of IFCC certification remains for an area of 3,300 ha.

To achieve the sustainability of production, the Management Unit has made harvesting arrangements in the RKUPHHK-HTI document for the ten-year period of 2017 to 2026. For each year an annual Work Plan (RKT) is created. Realization of production does not exceed the level of sustainability (not exceeding the plans made), where production planning has been considered for sustainability of results. Timber harvesting / production does not exceed its increment, where management is in harvesting arrangements using a cutting cycle based on crop cycles. The plant cycle management unit area is five (5) years, so there are five (5) cutting blocks. The arrangement is broadly extensive, so harvesting is carried out on cutting blocks that are ratified in the RKUPHHK-HTI document.

CV Alam Lestari is geographically located between 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 companies, namely: North Side: HT IUPHHK-CV Bhakti Praja Mulia, South Side PT Riau Andalan Pulp and Paper IUPHHK-HT, East Side: IUPHHK-HA Yos Raya Timber (PT Gemilang Cipta Nusantara), and on the West side: PT Riau Andalan Pulp and Paper IUPHHK-HT. In government administration, CV Alam Lestari's work area falls under Pelalawan District, Pelalawan Regency, Riau Province.

The condition of the site of the Management Unit's work area is peat soil, and based on the site, the species cultivated is *Acacia crassicarpa*. The type of soil in the area of CV Alam Lestari is sapric organosols. These organosol soils are equivalent to histosols according to the FAO / UNESCO classification and are included in the Trophemist and Troposaprist associations according to the USDA Classification. Soil conditions generally have a zone of limiting (marshy), acid soil pH



(4-6) and low-medium soil fertility. The land and land units in the work area are freshwater oligotropic peat domes. Based on a 1: 250,000 scale Peat Ecosystem Function Map published by the Ministry of LHK (Appendix Minutes No.BA.046 / UHP / RKUPHT / HPL.I / 3/2017 dated March 20, 2017 the entire work area is peat soil.

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

Based on the administrative area of the CV Alam Lestari concession area includes Rangsang Village and Sungai Ara Village, Pelalawan District, Pelalawan Regency, Riau Province. Based on environmental documents (UKL / UPL) and interviews with management and the village heads, there are no indigenous people, the people living around the concession being dominated by indigenous Malays, the majority of whom are Muslim and thus there are no traditional customs that are still preserved.

In the prevention of forest fires, a Community with Fire Awareness (MPA) was formed in 2014 between CV Alam Lestari and the community. The Management Unit has allocated 165 ha of livelihood plants according to the allocation in the previous RKUPHHK document, and currently in the logging process of 2018/2019. Based on information from the Management Unit, they will distribute livelihood plant fees according to the allocation of each village.

In carrying out the Community Development Program (CD) the company submits a report to the Riau Province Forestry Service every three (3 )months. The realization of the CD program from 2017 and 2018 to August was in the form of religious and educational assistance provided to the community.

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

The management unit has carried out Forest Ecosystem and Hydrological Function Management activities, namely through the following activities:

- Identification of forest management activities that have important impacts, and conduct environmental impact assessments.
- Identify areas that function as soil and protection.
- Identify areas that function for water protection.
- Monitoring the negative impact of forest management activities in the concession area.

The management unit has carried out biodiversity management activities, namely through the following activities:

- Identification and Inventory of protected, endemic, rare and endangered flora and fauna in the concession area. Based on the identification, there is no key species
- Management of Protected Areas conducted in accordance with the RKL / RPL Implementation Report for each semester (2013-2017) and SOP for Protected Area Determination and Monitoring.
- Has carried out an environmental impact assessment of potential impacts on protected, endemic, rare and endangered flora and fauna.
- The type of staple plant cultivated is not a genetically modified tree species, but *Acacia crassicarpa* .

The management unit has carried out Forest Protection activities as follows:

- Identification and monitoring of disruption of Sustainable Forest Management. Documents resulting from the identification of forest management disturbances found in the CV Alam Lestari area are: UKL documents, UPL in 2002, 2017-2016 RKUPHHK and RKL / RPL Reports per semester.
- Has documented procedures for preventing and managing pest attacks, management of chemical pesticides in the field, weed controlm handling fuel spills, lubricants and chemicals, and management of hazardous and toxic materials (B3).
- There is no livestock grazing activities by the community permitted in the Management Unit's area. It has implemented appropriate / measurable steps in forest protection activities, where CV Alam Lestari has documented procedures for

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forest protection activities, especially against fire hazards

**Results of the Public Consultation**

Prior to carrying out the Surveillance 2 Audit, PT AJA Sertifikasi Indonesia conducted public consultation commencing August 28, 2018, where stakeholders were asked to provide feedback and information on 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 via e-mail or postal mail, and published in local newspapers. There was no input received from stakeholders as a result of the public consultation.

The audit team also collected information from the mass media about CV Alam Lestari, which was given material consideration in the audit process.

The Management Unit has identified all the requirements needed for this certification process, including legal aspects and compliance with regulations or international conventions. The management system has been established to cover all activities in the certification field, which is registered for the 3,300 hectare certification area.

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

Based on the results of the Surveillance2 Audit of CV Alam Lestari, one (1) minor non-conformity was identified, as follows.

No	Non-Conformities	Corrective Action Performed	Category
1	The management unit has conducted periodic MCU checks for employees, which were carried out in September 2017, but has not yet conducted a special MCU (Cholinesterase test) to measure the blood toxicity levels of those workers potentially exposed to chemicals - chemical warehouse officers, poison handlers and sprayers - as required in the requisite SOP  <b>Indicator I.12.1.</b>	CV Alam Lestari has carried out a special MCU examination and shows the results of the MCU examination of cholinesterase tests on employees (chemical warehouse personnel).	Minor

**Conditions under which the certificate is issued**

Certificate is valid until February 27, 2020.