

Public Report Sustainable Forest Management System

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CLIENT NAME: PT NUSA PRIMA MANUNGGAL

TOTAL HECTARES: 4,289

SCOPE OF REGISTRATION: Sustainable Forest Management of 4,289 hectares of Plantation Forest in Riau Province

STANDARDS/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Recertification (Hybrid Audit)

AUDIT START DATE: February 02, 2022

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: February 04, 2022

LEAD AUDITOR: Riyadi Sigit Pamungkas

SIGNATURE:

AUDIT TEAM: Andri Wibisono




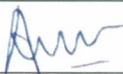
SIGNATURE:

Tata Sumitra

SIGNATURE:

HYBRID AUDITOR: Agung Utama Lubis

SIGNATURE:

MAJOR CARS: 0

MINOR CARS: 1

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED including country	DATE OF EACH SITE VISIT:
PT Nusa Prima Manunggal	Pangkalan Gondai Village, Langgam District, Pelalawan Regency, Indonesia	February 02 to 04, 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	
	NA	

Brief Description of the concession

PT Nusa Prima Manunggal received its latest business permit based on the Decree of the Minister of Environment and Forestry No. SK.463/MenLHK/Setjen/PLA.2/11/2018 dated November 5, 2018 regarding the Determination of the IUPHHK-HTI PT Nusa Prima Manunggal Working Area of 4,289 hectares in Pelalawan Regency, Riau Province.

PT Nusa Prima Manunggal has the RKUPHHK-HTI document which was ratified based on the Decree of the Minister of Environment and Forestry of the Republic of Indonesia No. SK.3515/MenLHK-PHPL/UHP/HPL.1/5/2018 concerning the Approval of Business Plans for Utilizing Timber Forest Products for Industrial Plantation of 2017 to 2028. The work area layout according to the RKUPHHK-HTI is Peat Ecosystem Protected Function Area of 17 Ha (0.4%), Local Protected Area and Other Protected Areas of 554 Ha (12.9%), Staple Plant Area of 2,338 Ha (54.5%), and Livelihood Plant area of 1,380 Ha (32.2%) with a total area of 4,289 Ha (100%). The whole area is being certified by IFCC because there is no conversion of natural forest.

The location of the work area of PT Nusa Prima Manunggal based on government administration is at Pangkalan Gondai Village, Langgam District, Pelalawan Regency, Riau Province. Meanwhile, on forestry administration, it falls under the Department of Environment and Forestry of Riau Province. The geographical location of the concession is 00° 02' 04.795" to 00° 06' 50.651" North and 101° 46' 18.285" to 101° 53' 37.000" East. The concession borderline are as follows:

- North: Mamahan River, Pangkalan Gondai Village and PT Mitra Unggul Perkasa Palm Oil Plantation,
- South: IUPHHK-HTI PT Siak Timber, IUPHHK-HTI PT Bina Daya Langgam, IUPHHK-HTI PT Arara Abadi,
- West: IUPHHK-HTI PT Nusa Wana Raya,
- East: HGU Plantation of PT Langgam Inti Hibrindo.

The general topography of the area is flat, with soil consists of red-yellow podsollic. The geological condition is formed of Minas, Farmers (Tup), Young Alluvial and Shallow Peat with an altitude of 20-160 masl. The concession is located at Tesso Watershed and Forest Group. The climate is type A according to Schmidt and Fergusson, with rainfall of 2,442 mm/year. The species of plants developed are *Acacia crassicarpa*, *Acacia mangium*, *Eucalyptus* sp.

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

The communities around the concession are local communities. There are no customary law communities. The sample village during this audit is Pangkalan Gondai Village. The livelihoods of the population are mostly employees, the rest are farmers, and others.

PT Nusa Prima Manunggal has carried out a conflict analysis calculation including submitted a Potential Mapping and Conflict Resolution Report to the Director General of PHPL. The conflict category considered as alert, and this has been incorporated into conflict reports and maps. The current report of land claim is in the form of illegal oil palm plantations. The area that is still in the process of resolution with a total of sixteen claimers. Due to the current and potential conflict, the Management Unit established a conflict resolution organizational structure determined in accordance with the Conflict Resolution Protocol Procedure with a sufficient total number of human resources. The company conflict resolution is supported by related external parties, namely the village cooperatives as well as the village to district government, and TNI/Polri. The cooperation and agreement way are chosen as conflict resolution. The cooperation is including livelihood plant and the establishment of a Community with Fire Awareness.

The Management Unit allows the community to use non-timber forest product such as honey and which was being approved in 2021 and 2022. Other social programs are the Community Development. The program being realized are in the sectors of in religious, health, food assistance, infrastructure, and education.

Description of the Ecological conditions of the concession

PT Nusa Prima Manunggal has identified areas that function for the protection of land by allocating a protected area of 571 ha consisting of Peat Protection Area of 17 ha (0.4%) and River Border of 554 ha (12.9%). The Management Unit has implemented appropriate steps to protect the area from damage (erosion, landslides, etc.). PT Nusa Prima Manunggal also has monitored the negative impacts of forest management activities, such as performing regular monitoring on physical-chemical components of water, soil fertility, density, and compaction.

PT Nusa Prima Manunggal performed inventory and mapping of the distribution of protected flora and fauna based on document and field verification of the Environmental Permit Implementation Report for the first semester of 2020 and field measurement data for vegetation analysis and wildlife monitoring in semester 1 of 2020. There are twenty-three types of vegetation at the seedling, sapling, pole, and tree levels. The most common species are Meranti, Terap and Mahang.

PT Nusa Prima Manunggal has maintained and improved the protected flora and fauna habitat through the following activities:

- a. installation of signboards and boundary signs in protected areas,
- b. carry out patrols of protected areas,
- c. monitoring of protected flora, through vegetation analysis every 6 months,
- d. fauna monitoring inside and outside the Protected Area,
- e. nursery and seed maintenance of local vegetation species located in Front of Base Camp to improve the habitat of flora and fauna in the Protected Area.

The Management Unit carried out forest protection through regular patrol on land and forest fires, installation of sign board of prohibition of hunting and illegal logging, implement security at the entrance portal to identify every guest who came to the work area.

Results of the Public Consultation

Prior to undertaking the Recertification Audit, PT AJA Sertifikasi Indonesia conducted Public Consultation commencing January 14, 2022, which asked stakeholders to provide feedback and information on PT Nusa Prima Manunggal. The Public Consultation was uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to related parties via email or postal mail, and announced in local newspapers.

PT AJA Sertifikasi Indonesia received no input from stakeholders during the public consultation. The audit team also collected information from the mass media about PT Nusa Prima Manunggal, such reported cases being given material consideration in the audit process conducted by PT. AJA Sertifikasi Indonesia.

PT Nusa Prima Manunggal has identified all necessary requirements for this certification process, comprising legal aspects that include compliance with international regulations and conventions. The established management system includes all field activities for certification, which is registered for an area of 4,289 ha.

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

The result of the Recertification Audit At PT Nusa Prima Manunggal is one minor non-conformity. The Non-conformity has been closed. No critical issues occur.

No	Non-Conformities	Corrective Action Performed	Category
1	The Management Unit have not updated the Standard Operational Procedure with updated laws and regulations. For example, in forest planning section, the regulation of P.30/Menhut-II/2014 is out of date and already amended by PermenLHK P.11/MenLHK/KUM.1/3/2019. Indicator I.1.2	PT Nusa Prima Manunggal has made Summary Evaluation of Legal Obligation and perform monitoring and control on legal requirements per semester.	Minor

Conditions under which the certificate is issued

The certificate number: AJA/IFCC-PEFC/FMC-HT/00040/III/2018 is valid until March 11, 2025, provided that PT Nusa Prima Manunggal completes all corrective actions according to the 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 AJA can perform a closeout visit.