

Public Report

Sustainable Forest

Management System

Ownership of this report and the information contained within remains the property of
AJA Europe



AJA EUROPE

PUBLIC AUDIT REPORT – SFM

TO BE SUBMITTED TO THE CLIENT, IFCC AND TO AJA EUROPE



CLIENT NAME: KELOMPOK TANI HUTAN HAK PARIT LIMBAH

TOTAL HECTARES: 415

SCOPE OF REGISTRATION: Sustainable Forest Management of 415 Hectares of Plantation Forest in Riau Province

STANDARDS/CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPES OF AUDIT: Surveillance 1

AUDIT START DATE: March 2, 2023

In signing this document the Audit team confirmed that they 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: March 4, 2023

LEAD AUDITOR: Abdullah Mujahid

SIGNATURE:

AUDIT TEAM: Ence Hedi Hasan Zubaedi

SIGNATURE:

Abdul Salam

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	Desa Sering, Kecamatan Pelalawan, Kabupaten Pelalawan, Provinsi Riau	March 2, 2023
Site	Desa Sering, Kecamatan Pelalawan, Kabupaten Pelalawan, Provinsi Riau	March 3 to 4, 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	
	NA	

Brief Description of the concession

The management of Kelompok Tani Hutan Hak Parit Limbah is based on the Community Plantation Forest Concession Cooperation Agreement between PT Nusa Prima Manunggal and Parit Limbah Estate Pelalawan Farmers Group No. 049/NPM/LGL/IV/2004. The latest change to the agreement is Addendum II to the Community Forest Utilization Cooperation Agreement No 14/NPM/LGL/IV/2019 dated April 01, 2019. According to the Minutes of Cooperation on January 20, 2020, in Sering Village, Pangkalan Kerinci District, the working area is 415 Ha. The legality of the community land is in the form of SKRT (Certificate of Land History) issued by the village government with a total of 231 letters.

There was no conversion of natural forest into plantation forest after December 31, 2010, because the Management Unit work area is a community-owned land, not a forest area. The area type is Other Use Area (APL), according to the map of Riau Province Forest Area No. SK 905/MenLHK/SET-JEN/PLA.2/12/2016 dated December 7, 2016.

According to the government administration, the working area of Kelompok Tani Hutan Hak Parit Limbah is located in Sering Village, Pelalawan District, Pelalawan Regency. It is geographically located at 00°29'00" to 00°33'00" North and 101°56'00" to 101°58'00" East. The boundaries of the concession area are as follows:

- North: PT LIH,
- South: Parit Limbah Canal,
- West: PT RAPP,
- East: Community graveyard

The Management Unit complies with all regulations related to peatland management, such as improving peat management, installing a groundwater meter, measuring subsidence, and together with PT Nusa Prima Manunggal partners, determining and managing peat hydrology. There are no peat dome peak within the Management Unit concession area.

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

The livelihoods of the population in the surrounding village are partly engaged in agriculture of 56%, processing industry of 23%, trade of 13% and others of 10%. There are no indigenous peoples in Kelompok Tani Hutan Hak Parit Limbah concession area. There is no conflict in the Kelompok Tani Hutan Hak Parit Limbah area because the area itself is managed by the community. The working area is land belonging to the community members of the Farmer Group in collaboration with partner companies, there are no land ownership claims from other parties.

Kelompok Tani Hutan Hak Parit Limbah has provided support to the surrounding community in developing the capacity of the surrounding community. The Community Development Program (CD) implemented by the Management Unit includes honorarium assistance for doctors and midwives at the *Polindes*, assistance for integrated farming systems, school repairs, high school scholarships, and assistance for cleaning ditches.

Kelompok Tani Hutan Hak Parit Limbah provides access to the community to utilize fish in the canals with traditional management methods, not allowed to catch fish using poison, stun and explosives. The community is only allowed to catch fish with the *tajur* system, namely by placing a rod that is stuck in the ground and left on the riverbank and will be picked up some time later.

Description of the Ecological conditions of the concession

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

- Identification of forest management activities with significant impacts, and conducting environmental impact assessments through the UKL and UPL document of PT Nusa Prima Manunggal which has been approved by Bapedalda Decree of Pelalawan Regency No.660/Bapedalda/VIII/07/761, August 2007,
- Performing Reduce Impact Logging activities before, during, and after logging activities,
- To avoid negative impacts on decreasing soil and water quality, The Management Unit conducts environmental monitoring of subsidence and water quality,
- Monitoring of the negative impacts of forest management activities in the concession in accordance with the UKL and UPL documents, 2007,
- Has documented procedures that serve as guidelines in carrying out environmental monitoring activities.

The Management Unit has carried out biodiversity management through the following activities:

- Identification and inventory of protected, endemic, rare and threatened/endangered flora and fauna within the concession area in accordance with applicable regulations. There is a distribution map of protected flora and fauna as the result of the identifications,
- Carried out an environmental impact assessment of potential impacts on flora and fauna that are protected, endemic, rare, and threatened/endangered species, through the 2007 UKL and UPL Document,
- Not planting genetically modified tree species as production plants but *Acacia crassicarpa*.

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

- Together with its partner companies, PT Nusa Prima Manunggal, Kelompok Tani Hutan Hak Parit Limbah has documented procedures for preventing and dealing with pest attacks, namely Integrated Pest and Disease Control SOPs, and regulates the management of chemical pesticides in the field with the Weed Control SOP, Integrated Pest and Disease Management SOP, and SOP for Hazardous and Toxic Waste Management,
- Has implemented appropriate steps in forest protection activities in accordance with the SOPs.

Results of the Public Consultation

Prior to carrying out the Surveillance 1 Audit, PT AJA Sertifikasi Indonesia conducted a public consultation starting January 26, 2023, asking stakeholders to provide feedback and information about Kelompok Tani Hutan Hak Parit Limbah. The public consultation was uploaded to the PT AJA Sertifikasi Indonesia website (www.ajaindonesia.com), sent to parties by e-mail or postal mail, and published in local newspapers. PT AJA Sertifikasi Indonesia does not received input from stakeholders during public consultations.

The audit team also collected information from the mass media about Kelompok Tani Hutan Hak Parit Limbah. The reported cases are considered as part of the PT AJA Sertifikasi Indonesia audit process.

The Management Unit has identified all the necessary requirements for this certification process, which consist of legal aspects which include compliance with international rules and regulations and conventions. A management system has been built to cover all activities in the certification area, registered for a total of 415 hectares.

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

The Surveillance 1 Audit of Kelompok Tani Hutan Hak Parit Limbah is resulted with no non-conformities either in major or minor category.

Conditions under which the certificate is issued

Certificate is valid until June 26, 2025, provided that Kelompok Tani Hutan Hak Parit Limbah maintains its Surveillance schedule and does not have potential major non-conformities at the next Surveillance.