

Public Report Sustainable Forest Management System

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PUBLIC AUDIT REPORT - SFM

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



CLIENT NAME: PT BUKIT RAYA MUDISA

TOTAL HECTARES: 23,140

SCOPE OF REGISTRATION: Sustainable Forest Management of 23,140 hectares of Plantation Forest in West Sumatra Province

STANDARD / CRITERIA: IFCC SFM & CLIENT DOCUMENTED MANAGEMENT SYSTEM

TYPE OF AUDIT: Surveillance 2 (REMOTE)

AUDIT START DATE: September 14, 2020

AUDIT END DATE: September 17, 2020

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: Abdullah Mujahid

AUDIT TEAM: Andri Wibisono

Warsito

SIGNATURE:

SIGNATURE:

SIGNATURE:

MAJOR CARS: -

MINOR CARS: -

SITE NAME (Legal Name):	ADDRESSES OF COMPANY SITES VISITED including country	DATE OF EACH SITE VISIT:
Estate Sijunjung	Koto IX District, Dharmasraya Regency, West Sumatra Province - Republic of Indonesia	September 14 to 17, 2020
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

PT Bukit Raya Mudisa received a forest management permit based on the Decree of the Minister of Forestry and Plantation No. 257/ Kpts-II / 2000 dated August 23, 2000 concerning the granting of Plantation Concession Rights to PT Bukit Raya Mudisa over a forest area of about 28,617 hectares in West Sumatra Province.

In the working area there was a conversion of 5,477 hectares of natural forest to plantation forest after December 31, 2010, and thus the scope for IFCC certification is 28,617 ha - 5,477 ha = 23,140 ha.

PT Bukit Raya Mudisa has a Business Plan for Utilization of Timber Forest Products in Plantation Forest (RKUPHHK-HTI) that was legalized based on the Decree of the Minister of Environment and Forestry Number: 1243 / MenLHK-PHPL / UHP / HPL.1 / 3/2018 dated March 26, 2018 concerning the Approval of the Business Plan for Utilization of Timber Forest Products in Plantation Forest (RKUPHHK-HTI) for a period of 10 years from 2018 to 2027 on behalf of PT. Bukit Raya Mudisa in West Sumatra Province. The RKUPHHK-HTI document is a Management Plan document that becomes a reference for implementing forest management operations.

PT Bukit Raya Mudisa has carried out spatial planning based on its functions, which is as follows: Local Protection Areas and Other Protected Areas of 12,470 ha (43.58%), Staple Plants of 10,154 ha (35.48%), and Livelihood Plants of 5,993 ha (20.94%).

PT Bukit Raya Mudisa is geographically located between 00° 59' 13" to 01° 11' 12" South and 101° 17' 56" to 101° 24' 09" East. It falls under the governmental administration of Pulau Punjung District, Dharmasraya Regency, Kamangbaru District, Sijunjung Regency and Sangir Batang Hari District, South Solok Regency, West Sumatra Province. It is located in the Momong River Forest group, Batanghari River.

The topography of the PT Bukit Raya Mudisa area is mostly flat (0-8%) of 14,844 ha (51.9%); slopes (8-15%) of 5,844 ha (20.4%), slightly steep (15-25%) of 2,935 ha (10.3%) steep (25-40%) of 4,783 ha (16.7%) and very steep (> 40%) of 212 ha (0.7%). Soil types consist of a mixture of cambisol, oxisol, podzolic of 170 ha, a mixture of podzolic, cambisol covering an area of 13,051 ha, a mixture of renzina cambisol covering an area of 12,886 ha, and podzolic mixture of 2,510 ha. Geological formations consist of surface deposits, Barisan formations, pelapat formations and granic rocks. The hydrological nature inside the PT Bukit Raya Mudisa area is the Batang Hari watershed covering the Batang Sangir, Batang Momong, Sipotar and Batang Siat watersheds.

The species of plants cultivated in the PT Bukit Raya Mudisa area are *Acacia mangium*, *Acacia crassicarpa* and *Eucalyptus* sp. with a 6-year crop cycle.

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

The Management Unit of PT Bukit Raya Mudisa has a RKUPHHK-HTI document, which includes plans for community development and empowerment as well as institutional fostering through building/improving infrastructure distribution and increasing human resources and fostering community institutions through cooperation with cooperatives and building business partnerships for the development of honey farmer groups.

Administratively, the PT Bukit Raya Mudisa concession area is included in three (3) districts:

- Sijunjung Regency, Kamang Baru District: Kanagarian Muaro Takung and Lubuk Terentang.
- Dharmasraya Regency, Koto IX District: Kanagarian Nagari IV Koto di Bauah, Lubuk Karak, Banai (Lubuk Lagu) and Silago and Pulau Punjung District: Kanagarian Sungai Kambut.
- South Solok Regency, Abai Sangir Batang Hari District: Lubuk Ulang Aling Induk, Lubuk Ulang Aling Tengah, Lubuk Ulang Aling Selatan, and Dusun Tengah.

During the surveillance audit, there was no additional cooperation agreement with the local indigenous people.

Based on the previous audit, there is a document of a livelihood plant cooperation agreement in the form of an acacia/eucalyptus plant fee with the customary community/head of customary affairs.

PT Bukit Raya Mudisa has provided access to the community to utilize forest resources for economic purposes. The community is allowed to utilize Non-Timber Forest Products (HHNK) in the form of forest honey, located in conservation areas.

The Management Unit already has a conflict resolution mechanism and includes personnel in Training on Mapping Potential and Conflict Resolution. There is a report on areas that are still used by the community (claims) accompanied by a map of the location of the distribution of the claimed areas.

There is a report on the realization of the CD program in 2019 in the education sector, in the form of infrastructure assistance for elementary school, the religious sector in the form of Ramadan safaris for 11 villages, sacrificial animals, and assistance for rice thresher machines and sports infrastructure. Meanwhile, the realization of the CD program in 2020 was in the form of a PPE assistance program for medical personnel and 11 villages for basic food assistance due to Covid-19.

Description of the ecological conditions of the concession

The Management Unit has carried out Management of Forest Ecosystem and Hydrological Functions, through the following activities:

- Identification of forest management activities with significant impacts, and conducting environmental impact assessments in line with AMDAL document RKL & RPL (2003) and Document of Plantation Forest Exploitation Work Plan (RKPHT) of PT. Bukit Raya Mudisa for the period 2018-2027, which was legalized through the Decree of the Minister of Environment and Forestry Number: 1243 / MenLHK-PHPL / UHP / HPL.1 / 3/2018 dated March 26, 2018,
- The Reduced Impact Logging activity is carried out in stages: before logging activities, during harvesting operations, after logging activities,
- The identification of an area that functions to protect land and water is designated as a local protection area and other protected areas covering an area of 12,470 ha (43.58%), which includes of the Buffer Zone of Pangean Nature Reserve of 1,750 ha (6.12%), Riparian Areas of 5,240 ha (18.31%), KPSL / KPPN of 1,652 ha (5.77%) and Other Protected Areas of 3,828 ha (13.38%).
- Monitoring of negative impacts of forest management activities in concession areas is carried out in accordance with documents AMDAL RKL & RPL documents (2003), and have documented procedures for Monitoring Protected Areas, Monitoring of Discharge and Water Quality and Monitoring of erosion,

The Management Unit has carried out Biodiversity Management activities, namely through the following activities:

- Identification and inventory of protected, endemic, rare and threatened / endangered flora & fauna within the concession area There is a map of fauna distribution, but none for flora distribution.
- Protected Area Management is carried out in accordance with the RKL / RPL Implementation Report each semester (2013 to 2017) as well as standard procedures for Determining and Monitoring Protected Areas
- Identification of key protected and threatened / endangered species, their habitats and their migration patterns, although based on the identification there are no key species in the area.
- The staple plants cultivated are not genetically modified tree species, being *Acacia cracicarpa* and *Eucalyptus* sp.

The Management Unit has carried out Forest Protection activities, whether the disturbances are due to human or natural causes:

- Has a documented procedure to prevent and deal with pest attacks or disease, be they due to human or natural causes,

- Besides Integrated Pest and Disease Management, the Management Unit has documented procedures for Weed Control, handling spills of fuel, lubricants and chemicals and for management of hazardous and toxic waste (B3).
- Has implemented forest protection measures against fire hazards.
- No livestock grazing activities are permitted by the community in the concession area.
- The Management Unit has implemented appropriate and measurable steps in forest protection activities.

Results of the Public Consultation

Before carrying out the Surveillance 2 Audit, PT AJA Sertifikasi Indonesia conducted a public consultation commencing August 10, 2020, asking stakeholders to provide feedback and information about PT Bukit Raya Mudisa. 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 did not receive input from stakeholders during the public consultation.

The audit team also gathered information from the mass media about PT Bukit Raya Mudisa, the reported cases being given material consideration as part of the PT AJA Sertifikasi Indonesia audit process.

The Management Unit has identified all the requirements required for this certification process, which consist of legal aspects that include compliance with international rules and regulations and conventions. A management system has been established to cover all activities in the area of certification, which is registered for an area of 23,140 hectares.

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

Based on the results of the Surveillance 2 Audit, no Non-Conformities of either a Minor or Major nature were identified by the audit team. PT Bukit Raya Mudisa management system is operating effectively.

Conditions under which the certificate is issued

Sustainable Forest Management Indonesian Forestry Certification Cooperation certificate of PT Bukit Raya Mudisa, certificate number: AJA/IFCC-PEFC/FMC-HT/00009/XI/2015 remains valid until November 03, 2021