

Public Notification on PT Warna Agung Sejahtera

APP Group has undertaken an acquisition or takeover a production forest management company. This acquisition is aimed at restoring land productivity, thereby increasing economic value, improving ecological integrity, and providing benefits to the surrounding communities.

Prior to this, APP Group has conducted an assessment to determine whether the raw material sources posed risks of violating APP policies, particularly concerning irreversible violations such as the conversion of natural forests into plantation forests. Initial assessments of these raw material sources were conducted to ascertain whether there were any direct land conversion activities or involvement in land conversion in other areas.

Company’s Name : PT Warna Agung Sejahtera (PT WAS)
 Type of Permit : Production Forest Management
 SK.213/Menlhk/Setjen/HPL.0/5/2021
 Location : South Sumatra
 Area : ±6.439 Ha

APP Group initiates a Stakeholder Notification process to address stakeholders' concerns and gather input regarding the company, with the intention of developing it into a raw material source.

We will open this stakeholder notification on **17 – 30 May 2024**

Stakeholders who interested to provide feedback related to the management of PT WAM, able to send their message to:

E-mail : sustainability@app.co.id
 E-mail Subject : Stakeholder Notification – Feedback on WAS

Summary of PRE-SERA Result:

No	Indicators	Evidence																		
1	Company, or any of its associated company ¹ , convert natural forest to other land use (plantation forest, agriculture, etc) after February 1 st , 2013.	<p>1. Natural Forest Conversion PT WAM has not commenced operational activities since receiving forest management authorization from the Ministry of Environment and Forestry (KLHK) in 2021.</p> <p>Interpretation of Landsat Imagery for PT WAM in 2022</p> <table border="1"> <thead> <tr> <th>No.</th> <th>Land Cover</th> <th>Area</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Dense Forest</td> <td>183 Ha</td> </tr> <tr> <td>2.</td> <td>Old Scrub</td> <td>2.524 Ha</td> </tr> <tr> <td>3.</td> <td>Young Scrub</td> <td>1.507 Ha</td> </tr> <tr> <td>4.</td> <td>Mixed Plantation</td> <td>2.215 Ha</td> </tr> <tr> <td>5.</td> <td>Others</td> <td>10 Ha</td> </tr> </tbody> </table>	No.	Land Cover	Area	1.	Dense Forest	183 Ha	2.	Old Scrub	2.524 Ha	3.	Young Scrub	1.507 Ha	4.	Mixed Plantation	2.215 Ha	5.	Others	10 Ha
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		<p>2. Interrelation / Affiliation From the search results of affiliation information based on the company's articles of association, PT WAS is not affiliated with any other company engaged in the conversion of natural forests into plantation forests.</p>

Currently, PT WAS is undergoing a High Conservation Value (HCV) - High Carbon Stock (HCS) assessment process to serve as the basis for its area development planning. This is in compliance with the APP Policy, which prohibits the development of Industrial Timber Plantation (HTI) areas in forested land and aims to protect its HCV areas.

At present, PT WAS does not supply wood to APP Mills. However, when supplying wood in the future, PT WAM is required to meet the 12 SERA Indicators.