

## Public Notification HTR KTH Mengkiang Lestari

Asia Pulp & Paper (APP) Sinar Mas is open for cooperation opportunities to purchase pulpwood (chip) from:

Name of Supplier : **HTR KTH Mengkiang Lestari**  
Business Type : Community Plantation Forest  
Business Location : Indonesia  
Supply Scheme : Open Purchase

The co-op, **HTR KTH Mengkiang Lestari (KTH ML)**, has passed APP's risk assessment process, known as the Supplier Evaluation and Risk Assessment (SERA). Prior to the submission to the Joint Steering Committee (JSC) for final approval and inclusion their entry into APP's Approved Suppliers List, APP conduct a Stakeholder Notification process to address any concerns stakeholders might have regarding the addition of **KTH ML** into APP's suppliers list.

The stakeholder notification will be opened on: **10 – 23 July 2023**

Those who would like to raise any concerns are invited to send their messages to:

Email : sustainability@app.co.id  
Subject : Stakeholder Notification – Feedback on **KTH Mengkiang Lestari**

Additional Notes:

1. Supplier's certification
  - a. Certificate Number : IMS – SLHH - 431
  - b. Certificate Scope : VLHH
  - c. Expiry Date : 10 May 2023 – 09 May 2029

3. Summary of SERA result:

No	Indicators	Evidence	Risk Categories
1	Company, or any of its associated company <sup>1</sup> , convert natural forest to other land use (plantation forest, agriculture, etc) after February 1 <sup>st</sup> , 2013	<ul style="list-style-type: none"><li>- There is no conversion of natural forest in KTH ML concession area since the permit of forest management issued.</li><li>- Based on the information from community legality, the management of KTH ML is not affiliated with industrial forest plantation.</li></ul>	LOW
2	Country/Region	<ul style="list-style-type: none"><li>- KTH ML is Community Plantation Forest, located in West Kalimantan Province, Indonesia.</li><li>- KTH ML already has a certificate of Forest Product Legality Certificate.</li></ul>	LOW
3	Tree Species	KTH ML will supply pulpwood of: <ul style="list-style-type: none"><li>- <i>Acacia sp.</i></li><li>- <i>Eucalyptus</i></li></ul>	LOW

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4	Third party certification/verification	Forest Product Legality Certificate (VLHH): Number: IMS-SLHH-431 Issued by: Inti Multima Certification Validity: May 10, 2023 to May 09, 2029 ( <a href="https://silk.menlhk.go.id/app/Upload/vlk/20230531/0a69e11173aa184fc39f6dd88fd3ce6f.pdf">https://silk.menlhk.go.id/app/Upload/vlk/20230531/0a69e11173aa184fc39f6dd88fd3ce6f.pdf</a> )	LOW
5	CoC System	KTH ML marks their timber staple and doing administrative work and their timber can be trace to the harvesting block. It's has been verified on the VLHH audit by third party.	LOW
6	Legality Compliance	KTH ML already have legality in accordance with applicable laws and has been assessed in verifying the legality of forest products audit (covered in VLHH audit)	LOW
7	Protection of High Conservation Value	<ol style="list-style-type: none"> <li>1. Indicative of HCV-HCS desktop assessment on area of KTH ML has been carried out. Based on that assessment, there is an indicative of HCV-HCS existence in its supply area.</li> <li>2. KTH ML have a commitment do not to harvest timber from protected area and establish infrastructure that could be change the protected area landscape.</li> </ol>	LOW
8	Species protection as listed within the IUCN red list of Critical Endangered Species and Convention on International Trade in Endangered Species (CITES)	KTH ML already allocated protection of flora – fauna and species enrichment as the conservation and protection forest in the concession area.	LOW
9	Company's respect to traditional civil or human right?	KTH ML respects respect the other rights who have carried out activities in KTH ML concession area.	LOW
10	Compliance to ILO Core Conventions (Child Labor, Freedom of Association, Forced Labor, and Discrimination)	<ol style="list-style-type: none"> <li>1. The member of KTH ML is villagers of Mengkiang.</li> <li>2. There is no member of KTH ML who are underage.</li> </ol>	LOW
11	Company's respect to Safety and Health for forest worker	Area management of KTH ML is under the management of KTH ML and carried out through partnership scheme with experienced parties in sustainable forest management which consider also in health and safety.	LOW
12	No introduction of genetically modified organism	There is no indicative of GMO's used by KTH ML.	LOW