

Public Notification for “Koperasi Produsen Permata Makmur Abadi”

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

Name of Supplier : **Koperasi Produsen Permata Makmur Abadi**
Business Type : Community Forest
Business Location : Indonesia
Supply Scheme : Open Purchase

The co-op, **Koperasi Produsen Permata Makmur Abadi**, 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 **Koperasi Produsen Permata Makmur Abadi** into APP’s suppliers list.

The stakeholder notification period will be on: **12 -25 June 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 KPPMA

Additional Notes:

1. Supplier’s certification

- a. Certificate Number : IMS – SLHH - 431
- b. Certificate Scope : VLHH
- c. Expiry Date : 09 May 2023 – 08 May 2033

3. Summary of SERA result:

No	Indicators	Evidence	Risk Categories
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	Based on the deed of Notary Kevin Ardian, SH., SE., MKn. No. 03 dated January 3, 2022, management of the Koperasi Produsen Permata Makmur Abadi are the members of the landowners of the Permata Makmur Abadi Producer Cooperative (PMA).	LOW
2	Country/Region	- PMA is a Community Forest owned by 33 people with a total area of ± 122 hectares, located in Sukajadi Kec. Bukit Batu, Bengkalis Regency, Riau Province, Indonesia. - Indonesia/Riau - PMA already has a Forest Product Legality Certification	LOW
3	Tree Species	<i>Accacia Crasicarpa</i>	LOW
4	Third party certification/verification	Forest Product Legality Certificate (VLHH): Number: IMS-SLHH-431 Issued by: Inti Multima Certification	LOW

No	Indicators	Evidence	Risk Categories
		Validity: 9 May 2023 to 8 May 2033 https://silk.menlhk.go.id/app/Upload/vlk/20230531/22438d5aab7507b17ee86b52cb405c85.pdf	
5	CoC System	Based on the results of the initial VLHH assessment, it is known that PMA already has a timber traceability mechanism Covered in the VLHH certificate: - Number: IMS-SLHH-431 - Issued by Inti Multima Certification - Validity: 9 May 2023 to 8 May 2033	LOW
6	Legality Compliance	PMA cooperatives already have legality in accordance with applicable laws and has been assessed in verifying the legality of forest products audit.	LOW
7	Protection of High Conservation Value	There is a desktop HCV-HCS indicative report conducted in the PMA Cooperative area where the results are: - The entire area of the PMA is peat land (non-protected). - There is no key species distribution in the PMA area. - The entire area of the PMA Cooperative is non-forest Area. - Land cover of PMA area is shrubs and acacia. - Based on an analysis of changes in land cover in 2013 – 2022 there is no indication of forest clearing in the PMA. PMA has Forest Conservation Commitment and one of the commitments is to protect HCV and HCS and will not carry out logging in HCV and HCS area.	LOW
8	Species protection as listed within the IUCN red list of Critical Endangerd Species and Convention on Internationla Trade in Endangered Species (CITES)	PMA have a Commitment towards Forest Conservation and Employment: - Commitment to protect HCV and HCs and will not logging in the area. - Commitment and responsibility to protect the types of Flora and Fauna (Cites/IUCN National regulations that are rare and protected).	LOW
9	Company's respect to traditional civil or human right?	The members of the PMA are the community who own the land.	LOW
10	Compliance to ILO Core Conventions (Child Labor, Freedom of Association, Forced Labor, and Discrimination)	There are 33 members of the PMA, with the youngest is Buryani, 22 years old. PMA have a commitment related to employment which states: - Commitment to prohibit forced labor, prohibits association and organization, prohibits collective bargaining, gives different wages to men/women, employs children labor that does not work in the right place. - Commitment to comply with labor regulations includes respecting workers' rights and not employing minors.	LOW

No	Indicators	Evidence	Risk Categories
		Covered in the VLHH certificate: - Number: IMS-SLHH-431 - Issued by Inti Multima Certification - Validity: 9 May 2023 to 8 May 2033	
11	Company's respect to Safety and Health for forest worker	PMA have a commitment to Worker Safety stated in Commitment towards Forest Conservation and Employment. Covered in the VLHH certificate: - Number: IMS-SLHH-431 - Issued by Inti Multima Certification - Validity: 9 May 2023 to 8 May 2033	LOW
12	No introduction of genetically modified organism	There is no indicative of GMO's used by PMA, and there was a commitment not to use and introduce genetically engineered trees (Commitment towards Forest Conservation and Employment).	LOW