

Public Notification Red Sea Woodchips Co. Ltd.

Asia Pulp & Paper (APP) is planning to accept:

Name of Supplier : **Red Sea Woodchips Co., Ltd.**
Business Type : *Chip Mill*
Business Location : Vietnam
Supply Scheme : Continuous Supply

Red Sea Woodchips Co., Ltd. has completed the risk assessment process under Asia Pulp & Paper (APP) Supplier Evaluation and Risk Assessment (SERA). Prior to the submission to the Joint Steering Committee (JSC) for final approval and inclusion into APP's Approved Suppliers List, APP is conducting a Stakeholder Notification process to address any concerns that stakeholders might have on the inclusion of **Red Sea Woodchips Co., Ltd.** into APP's suppliers list.

The stakeholder notification will be opened on: **21 November - 04 December 2018**

Stakeholders who would like to raise any concern are invited to send their concern to:

Email : sustainability@app.co.id
Subject : Stakeholder Notification – Feedback on Red Sea

Additional Notes:

1. Suppliers certification

- a. Certificate Number : SGSHK-COC/CW-010976
- b. Certificate Scope : FSC COC/CW
- c. Expiry Date : 02 June 2023

2. Agent/Broker

A. Broker 1:

- a. Name of Agent/Broker : Tel-Vision International Inc.
- b. Certificate Number : RA-COC/CW-007878
- c. Expiry Date : 24 June 2023

Summary of SERA result:

No	Indicator	Information	Remark
1	Country	<ul style="list-style-type: none">• Vietnam• CPI = 35• Red Sea Woodchips Co., Ltd has been certified by FSC CoC/CW Scheme: No. Certificate: SGSHK-COC/CW-010976 Validity: 03 June 2018 - 02 June 2023 Issued by: SGS Hong Kong Limited System & Services Certification.	<ul style="list-style-type: none">▪ www.transparency.org▪ https://info.fsc.org/details.php?id=a024000000FYxvQAAT&type=certificate
2	Tree Species	<i>Acacia hybrid, A. mangium, Eucalyptus camaldulensis, and E. urophylla.</i>	
3	Third Party Certificate	No. Certificate: SGSHK-COC/CW-010976	https://info.fsc.org/details.php

No	Indicator	Information	Remark
		Validity: 03 June 2018 - 02 June 2023 Issued by: SGS Hong Kong Limited System & Services Certification.	?id=a024000000FYxvQAAT&type=certificate
4	CoC System	Covered in FSC CoC/CW Certificate. No. Certificate: SGSHK-COC/CW-010976 Validity: 03 June 2018 - 02 June 2023 Issued by: SGS Hong Kong Limited System & Services Certification.	https://info.fsc.org/details.php?id=a024000000FYxvQAAT&type=certificate
5	Legality compliance on forest management and forest product harvesting.	APP purchase wood chip from chip mill that sources logs from smallholder plantation/household/ integrated plantation. Log suppliers of Red Sea Woodchips Co. Ltd. is household/smallholder. The sample documents of legality are: (1) Land Use Right Certificate, (2) Inspection of forest product, (3) Registration table.	Red Sea Woodchips Co. Ltd. is certified mill (FSC), because of that the chip mill require legal wood. https://info.fsc.org/details.php?id=a024000000FYxvQAAT&type=certificate
6	HCV/HCS Protection	<ul style="list-style-type: none"> ▪ Red Sea Woodchips Co. Ltd. log supplier is household/smallholder. ▪ Smallholder's management activities are generally low impact; site preparation, planting, weed control, harvesting and transport to the roadside are predominantly by manual labor with simple tools and usually plantations are weeded manually. ▪ Most plantation owners follow the manual for Low Impact harvesting' and 'thus the threat to water flow and sedimentation linked to local community use is mitigated'. ▪ There is no evidence to suggest that material from Acacia plantations is originating from any of these HCV areas. ▪ The main threats to HCVs in natural forests are from illegal activities. 	
7	Protected species	<ul style="list-style-type: none"> ▪ Red Sea Woodchips Co. Ltd. log supplier is household/smallholder. ▪ Most of the production plantations in Vietnam are only planted with commercial species such as acacia, eucalyptus, or pine; these commercial species are not listed as protected species under Decree No. 32 of Government. 	Based on FSC-CNRA-VN-V1-0 EN 2017-07-25
8	Traditional and Civil Rights.	There is no violence on traditional and civil rights because the issues of violence on civil rights are usually appear against forest company.	Based on FSC-CNRA-VN-V1-0 EN 2017-07-25
9	ILO Convention	Covered in FSC CoC/CW Certificate. No. Certificate: SGSHK-COC/CW-010976 Validity: 03 June 2018 - 02 June 2023 Issued by: SGS Hong Kong Limited System & Services Certification.	https://info.fsc.org/details.php?id=a024000000AQfHWAA1&type=certificate
10	Work Health and Safety (OHS)	Covered in FSC CoC/CW Certificate. No. Certificate: SGSHK-COC/CW-010976 Validity: 03 June 2018 - 02 June 2023 Issued by: SGS Hong Kong Limited System & Services	https://info.fsc.org/details.php?id=a024000000AQfHWAA1&type=certificate

No	Indicator	Information	Remark
		Certification.	
11	GMO	There are no known cases of commercial use of Genetically Modified (GM) Acacia globally. There has been very little research into the biotechnology of <i>Acacia mangium</i> , <i>Acacia auriculiformis</i> and <i>Acacia hybrids</i> .	Covered in FSC CoC/CW Certificate. No. Certificate: SGSHK-COC/CW-010976 Validity: 03 June 2018 - 02 June 2023 Issued by: SGS Hong Kong Limited System & Services Certification.
12	Natural forest conversion into other use since February 1, 2013.	APP purchase chipwood from the chip mill that the pulpwood harvested from smallholder plantation/household/integrated plantation. The smallholder plantation/ household/ integrated plantation is not established within forest area. The location is in owned-land area or non forest area.	