

**Particulars****About Your Organisation****Organisation Name**

Industrial Danec SA

**Corporate Website Address**<http://www.danec.com>**Primary Activity or Product**

- Oil Palm Growers
- Processor and/or Trader

**Related Company(ies)**

Yes

Company	Primary Activity	RSPO Member	Plantation?	Files	
				GHG Report	Map file
Palmeras de los Andes - Quinindé	o Oil Palm Growers	No	Yes	-	<a href="#">DANEC_Quininde.shp</a>
Palmeras del Ecuador	o Oil Palm Growers	No	Yes	-	<a href="#">DANEC_Shushufindy0.shp</a>
Palmeras de los Andes - San Lorenzo	o Oil Palm Growers	No	Yes	-	<a href="#">DANEC_San_Lorenzo0.shp</a>
Murrin Corporation	o Oil Palm Growers	No	Yes	-	<a href="#">DANEC_Murrin.shp</a>

**Membership**

Membership Number	Membership Category	Membership Sector
2-0143-10-000-00	Ordinary	Palm Oil Processors and/or Traders

## Oil Palm Growers

### Operational Profile

#### 1.1 Please state your main activities as a palm oil grower

- Palm oil grower & miller
- Palm oil mill/palm kernel crusher operator

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### Operations and Certification Progress

#### Operations and Certification Progress (for oil palm growers)

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#### 2.1 Total landbank available

**2.1.1 Total landbank licensed / owned**  
30,955.71 ha

**2.1.2 Total landbank for palm oil cultivation**  
24,153.26 ha

**2.1.3 Total land managed for conservation that is set aside including HCV area**  
5,497.08 ha

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#### 2.2 About your estate operations

**2.2.1 Mature area**  
15,076.56 ha

**2.2.2 Immature area**  
3,013.41 ha

**2.2.3 Total area of estate plantations - planted**  
18,089.97 ha

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#### 2.3 Certification:

**2.3.1 Area certified**  
0.00 ha

**2.3.2 Number of estates/Management Units**  
4 unit(s)

**2.3.3 Number of estates/Management Units certified**  
0 unit(s)

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#### 2.4 Total annual production (tonnes)

**2.4.1 Total annual Crude Palm Oil production**  
112,055.36 Tonnes

**2.4.2 Total annual Palm Kernel production**  
15,660.02 Tonnes

**2.4.3 Total annual Palm Kernel Oil production**  
6,174.35 Tonnes

**2.4.4 Total annual FFB processing**  
520,800.07 Tonnes

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**2.5 In which countries are your estates?****2.5.1 Indonesia - Please indicate which province(s)**

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**2.5.2 Malaysia - please indicate which state(s)**

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**2.5.3 Other - please indicate which country(ies)**

- Ecuador

**2.6 New plantings and developments:****2.6.1 Area planted in this reporting period**

- ha

**2.6.2 Have New Planting Procedures notifications been submitted to the RSPO for plantings this year?**

No

**2.7 Smallholder Operations****2.7.1 Do you have smallholders as part of your supply base?**

Yes

**2.7.2 Please select which type(s) of smallholder operates within your company?**

- Independent

**Area of "Independent" smallholder plantations - planted:**

26,274.00 ha

**Area of "Independent" smallholder plantations - certified:**

- ha

**2.8 Third party Fresh Fruit Bunches (FFB) sourcing****2.8.1 Do you source for FFB from third parties i.e. FFB that is not sourced from your own plantation(s), scheme smallholders or contracted outgrowers?**

Yes

**2.8.2 Amount of outside FFB purchased from sources that are not company, scheme smallholders or contracted outgrowers**

207601.31 Tonnes

**2.8.3 Amount that is RSPO-certified?**

Tonnes

**2.9 Fresh Fruit Bunches processing operations****2.9.1 Number of Palm Oil Mills operated**

3

**2.9.2 Number of Palm Oil Mills certified**

-

**2.9.3 Number of Palm Kernel crushers operated**

3

**2.9.4 Number of Palm Kernel crushers certified**

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**Supply Chain Used**

**3.1 Which supply chain options do you sell RSPO-certified palm oil products through?**

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**Time-Bound Plan****4.1 Date of first RSPO group certification (planned or achieved)**

2016

**4.2 Time-bound plan - Year expected to achieve 100% RSPO certification of groups**

2018

**4.3 Which countries that your organization operates in do the above commitments cover?**

- Ecuador

**4.4 Timebound plan - Year expected to achieve 100% RSPO certification of associated smallholders and outgrowers****Comment:**

Not Applicable. We don't work with associated smallholders and outgrowers.

**4.5 What are your interim milestones towards achieving RSPO certification commitment (year and progressive CSPO%) - please state annual targets/strategies**

1. Knowledge and internal diffusion of RSPO P&C requirements. 2. Diagnosis and compliance status in relation to RSPO P&C. 3. Stakeholders and work areas identification. 4. Development of an action plan in order to implement the identified gaps. 5. Internal implementation. 6. Implementation in main suppliers. 7. Progress reports to senior management. 8. Progress reports to RSPO. 9. Certification of: RSPO P&C at Palmeras de los Andes Quinindé / RSPO SCC under Mass Balance Scheme at Palmeras de los Andes Quinindé (Palm Oil Mill, Kernel Crusher Plant) and Industrial Danec. 10. Implementation of RSPO P&C at Palmeras del Ecuador. 11. Training on RSPO to independent FFB suppliers.

**4.6 Time-Bound plan - Year expected to achieve 100% RSPO certification of independently sourced FFB**

2020

**Concession Map****5.1 With regards to the GA resolution 6g that call for map submission by ACOP 2014 deadline. Please upload your estate location concession maps in KML or SHP format here: (RSPO General Assembly resolution 6g calling for map submissions by ACOP 2014 deadline)**

Uploaded files:

- [danec\\_murrin.shp](#)
- [danec\\_quininde.shp](#)
- [danec\\_san\\_lorenzo0.shp](#)
- [danec\\_shushufindy0.shp](#)

**5.2 Map data declaration**

I hereby declare that map data submission represents 100% of an oil palm growers' concession sites (both RSPO certified and uncertified)

Please state if any concession sites have been recently acquired or if any concession sites have changed ownership since the previous ACOP submission

Not Applicable. There has been no changes.

**GHG Emissions****6.1 Are you currently assessing your operational GHG emissions?**

No **6.1.1 When do you plan to start assessing your operational GHG emissions in line with the requirements of C5.6? 2016**

**6.2 What is your operational GHG emission value (tCO<sub>2</sub>e/tCPO)? (refer to P&C C5.6)**

0.00

**6.3 What is the projected GHG emission associated with your new plantation development(s) (tCO<sub>2</sub>e)? (refer to P&C C7.8)**

0.00

**Actions for Next Reporting Period****7.1 Outline actions that you will take in the coming year to advance your plans for certification**

1. Collaborating on the process of the National Interpretation. 2. Implementation of Mass Balance on the supply chain. 3. Internal implementation of RSPO P&C at Palmeras de los Andes Quinindé and certification. 4. Ask for the supply chain certification: Subsidiary Palmeras de los Andes Quininde on Mass Balance Scheme (Palm Oil Mill and Kernel Crusher Plant) and Industrial Danec. 5. Implementation of RSPO P&C at Palmeras del Ecuador.

**7.2 Outline actions that you will take to promote CSPO along the supply chain**

1. Collaborating on the process of the National Interpretation. 2. Training workshops to our FFB suppliers on the P&C of RSPO. 3. Training workshops to our FFB suppliers on Good Agricultural Practices. 4. Training workshops to our plants customers on Good Agricultural Practices. 5. Broadcasting of our policy of palm sustainability through our website.

**Reasons for Non-Disclosure of Information****8.1 If you have not disclosed any of the above information, please indicate the reasons why**

Other:

GHG: due to the international depreciation of CPO, we have delayed the GHG assessment.

**Conflict and Complaints Mechanism**

**9.1 Has your Group put in place any mechanism to resolve any conflict?****Uploaded files:**

- [cup01i02.pdf](#)
- [lgp06000.pdf](#)
- [scp07000.pdf](#)

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**Please indicate when the procedures would be set up and put in place.**

We have developed the following procedures: 1. SCP07000: Atención de PQR de los Grupos de Interés Identificados (Treatment of Requests and Complaints from the Identified Stakeholders) it contains the activities and responsibilities in order to solve, develop, answer and give solution to the Requests and Complaints from the Identified Stakeholders 2. CUP01I02: Instructivo Siembra y Resiembra del Cultivo (New Plantings and Renovations of the crops) it contains the activities according to the RSPO NPP. 3. LGP06000: Procedimiento para identificar Derechos Consuetudinarios, Legales y Compensación (Identification of Consuetudinary Rights and Compensation) it contains the activities to identify consuetudinary rights, negotiation and compensation.

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**9.2 Has your Group any ongoing land conflict?**

No

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**Palm Oil Processors and Traders**

**Operational Profile**

**1.1 Please state your main activity(ies) within the supply chain**

- Refiner of CPO and CPKO
- Post-refinery processor
- Trader

**1.2 Operation and Certification Progress**

**1.2.1 Do you have a system for calculating how much palm oil and palm oil products you use?**

Yes

**1.3 Total volume of all palm oil products processed and/or traded in the year in the year (Tonnes)**

**1.3.1 Total volume of oil palm and palm oil derivatives processed and/or traded in the year**

131,913.36 Tonnes

**1.3.2 Total volume of palm kernel oil and palm kernel oil derivatives processed and/or traded in the year**

8,808.35 Tonnes

**1.3.3 Total volume of other Palm Oil Derivatives and Fractions processed and/or traded in the year**

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**1.3.4 Total volume of all palm oil and palm oil derived products processed and/or traded in the year**

140,721.71 Tonnes

**1.4 Volume processed and/or traded in the year that is RSPO-certified (Tonnes):**

No	Description	Crude Palm Oil (Tonnes)	Palm kernel oil (Tonnes)	All other palm-based derivatives and fractions processed and/or traded in the year that is RSPO-certified (Tonnes)
1.4.1	Mass Balance			
1.4.2	Segregated			
1.4.3	Identity Preserved			
1.4.4	Total volume of Oil Palm processed and/or traded in the year that is RSPO-certified:			

**1.5 What is the percentage of certified sustainable palm oil in the total palm oil your company sells in:**

- Europe --%
- India --%
- China --%
- South East Asia --%
- North America --%

**1.6 What is the percentage of certified sustainable palm kernel oil in the total palm kernel oil your company sells in:**

Europe --%  
 India --%  
 China --%  
 South East Asia --%  
 North America --%

**Time-Bound Plan****2.1 Date of first supply chain certification (planned or achieved)**

2016

**2.2 Time-bound plan - Year expected to achieve 100% RSPO certification of all supply chains**

2020

**2.3 What are your interim milestones towards achieving this RSPO certification commitment (year and progressive CSPO%)? Please state annual targets/strategies.**

1. Knowledge and internal diffusion of RSPO P&C requirements. 2. Diagnosis and compliance status in relation to RSPO P&C. 3. Stakeholders and work areas identification. 4. Development of an action plan in order to implement the identified gaps. 5. Internal implementation. 6. Implementation in main suppliers. 7. Progress reports to senior management. 8. Progress reports to RSPO. 9. Certification of: RSPO P&C at Palmeras de los Andes Quinindé / RSPO SCC under Mass Balance Scheme at Palmeras de los Andes Quinindé (Palm Oil Mill, Kernel Crusher Plant) and Industrial Danec. 10. Implementation of RSPO P&C at Palmeras del Ecuador. 11. Training on RSPO to independent FFB suppliers.

**2.4 Timebound plan - Year expected to only "handle/supply" RSPO certified oil palm products**

2020

**2.5 How do you promote RSPO and RSPO certified sustainable palm oil to your customers proactively?**

1. Delivering to our suppliers and customers our Corporate Social Responsibility Report in which it is mentioned our next steps towards RSPO certification 2. Sharing our Ethical Code on our website 3. In our written advertisements and fairs that we attend it is mentioned what we are doing to meet Social Responsibility and RSPO P&C.

**2.6 Which countries that your organization operates in do the above own-brand commitments cover?**

- Ecuador

**GHG Emissions****3.1 Are you currently assessing the GHG emissions from your operations?**

No

**Please explain why**

We are working on the first assesment of GHG emissions during 2016. Due to the international depreciation of CPO, we have delayed the GHG assessment.

**3.2 Do you publicly report the GHG emissions of your operations?**

No

**Please explain why**

We are working on the first assesment of GHG emissions during 2016. Due to the international depreciation of CPO, we have delayed the GHG assessment.

**Actions for Next Reporting Period**



**4.1 Outline actions that you will take in the coming year to promote CSPO use along the supply chain**

1. Collaborating on the process of the National Interpretation. 2. Implementation of Mass Balance on the supply chain. 3. Internal implementation of RSPO P&C at Palmeras de los Andes Quinindé and certification. 4. Ask for the supply chain certification: Subsidiary Palmeras de los Andes Quininde on Mass Balance Scheme (Palm Oil Mill and Kernel Crusher Plant) and Industrial Danec. 5. Implementation of RSPO P&C at Palmeras del Ecuador.

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**Reasons for Non-Disclosure of Information****5.1 If you have not disclosed any of the above information please indicate the reasons why**

Other

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**Application of Principles & Criteria for all members sectors****6.1 Related to your sourcing, do you have (a) policy/ies, that are in line with the RSPO P&C such as:**

- Land Use Rights  
[P-Policies-to-PNC-landuseright.pdf](#)
  - Ethical conduct and human rights  
[P-Policies-to-PNC-ethicalconducthr.pdf](#)
  - Labour rights  
[P-Policies-to-PNC-laborrights.pdf](#)
  - Stakeholder engagement  
[P-Policies-to-PNC-stakeholderengagement.pdf](#)
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**6.2 Where relevant, what prevents you from trading/processing only CSPO?**

1. Absence of National Interpretation of the RSPO P&C. 2. There is no certified oil in Ecuador. 3. There is no real evidence of incentives for certification. 4. We work with many smallholders. 5. International depreciation of CPO.

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**Commitments to CSPO uptake**

**As you don't source 100% CSPO through physical supply chains (IP/SG/MB), please answer the following questions: Do you have plans to?**

Yes

**Please specify:**

1. Implementation of Mass Balance on the supply chain. 2. Internal implementation of RSPO P&C at Palmeras de los Andes Quinindé and certification 3. Ask for the supply chain certification: Subsidiary Palmeras de los Andes Quininde on Mass Balance Scheme (Palm Oil Mill and Kernel Crusher Plant) and Industrial Danec. 4. On the following years, work on the implementations of Mass Balance supply chain in the other subsidiaries 5. Work on the implementation of RSPO P&C on our FFB suppliers that are 100% permanent, in Ecuador by law all of our suppliers are independent.

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**7.1. Do you have plans to immediately cover the gap using Book & Claim?**

No

**Please explain why:**

Clients are not interested in Book & Claim

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**Concession Map**

**Do you agree to share your concession maps with the RSPO?**

No

**Please explain why:** All the boundaries are defined on our maps and the communities know our boundaries. In our country by law, exist the private property for every case.

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## Challenges

**1 What significant economic, social or environmental obstacles have you encountered in the production, procurement, use and/or promotion of CSPO and what efforts did you make to mitigate or resolve them?**

1. Absence of National Interpretation of RSPO P&C. 2. No real evidence of economic incentives for certification. 3. International depreciation of CPO.

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**2 How would you qualify RSPO standards as compared to other parallel standards?**

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**Cost Effective:**

No

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**Robust:**

Yes

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**Simpler to Comply to:**

No

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**3 How has your organization supported the vision of RSPO to transform markets? (e.g. Funding; Engagement with key stakeholders; Business to business education/outreach)**

Developing implementation plans of the RSPO P&C in our subsidiaries, plans in which our FFB suppliers are considered.

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**4 Other information on palm oil (sustainability reports, policies, other public information)**

Our shareholders consider Social Responsibility is doing business based on ethical principles and law-abiding, also making profitable business now and in the future. We are committed to the principles of Corporate Social Responsibility which covers topics such as labor relations, occupational health and safety, BASC, environment, community, etc. We consider our people as the key factor to our success. We take special care of the environment by monitoring and controlling water, soil and gas emissions. We comply with local laws and regulations regarding land use, no child labor, human rights, among others. We elaborate every year the Report of Corporate Social Responsibility and it is available for anyone.

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