


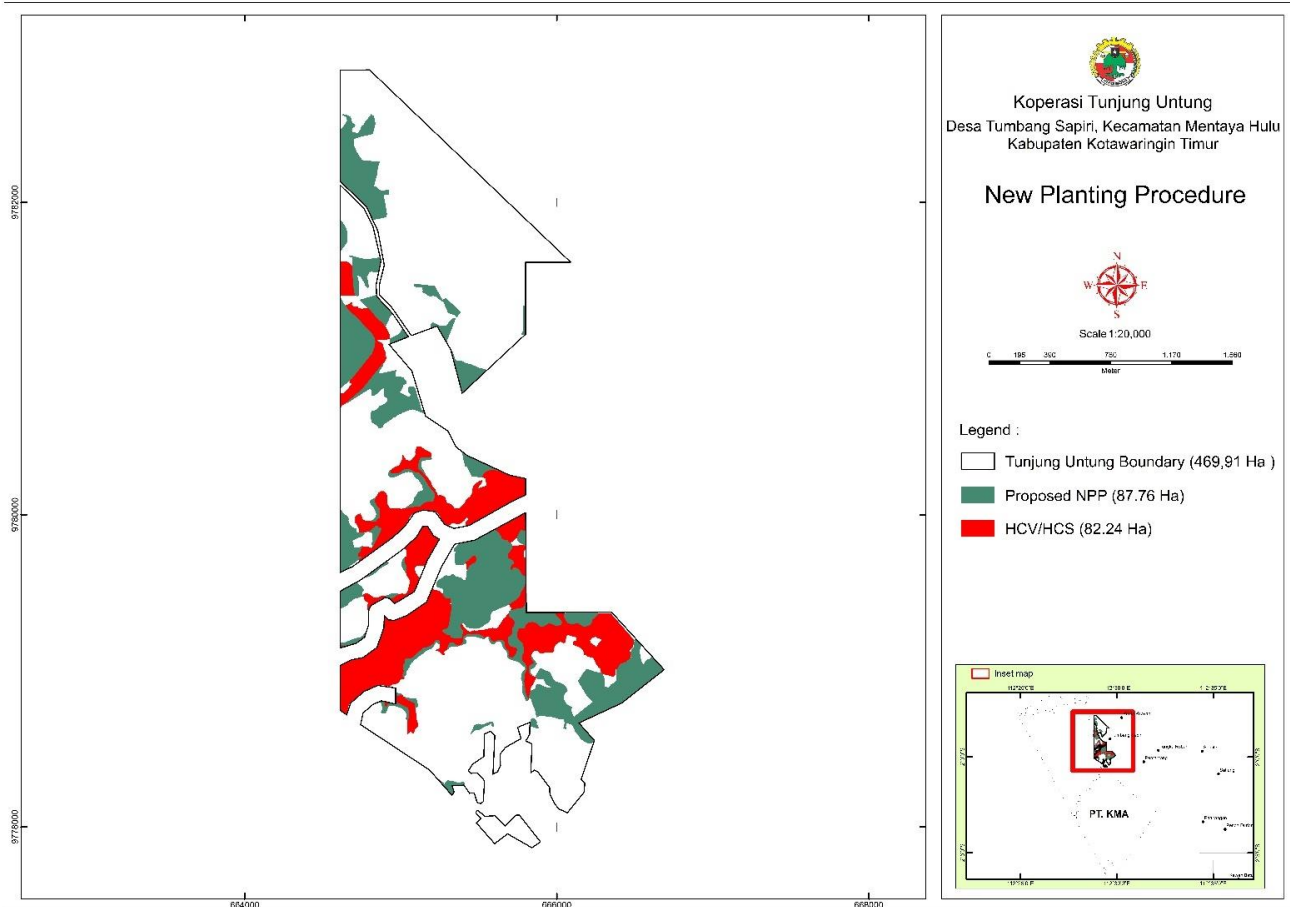


## New Planting Procedure – Notification Statement

 <b>RSPO</b> Roundtable on Sustainable Palm Oil		
<b>NPP Reference Number</b>	GGC-KTU-NPP-2024	
<b>Country of the NPP Submission:</b>	Indonesia	
<b>RSPO Membership Number</b>	1-0014-04-000-00	
<b>Name of Subsidiary (if any):</b>	PT Karya Makmur Abadi (PT KMA)	
<b>Name of Management Unit:</b>	PT Karya Makmur Abadi (PT KMA)	
<b>Name(s) of Estate(s) covered under this management plan:</b>	Koperasi Tunjung Untung (KTU)	
<b>Location of NPP area:</b>	Kotawaringin Timur District, Central Kalimantan Province, Indonesia	
<b>Address of NPP area:</b>	Tumbang Sapiri Village, Mentaya Hulu Sub District, Kotawaringin Timur District, Central Kalimantan Province, Indonesia	
<b>Business/operation Permit Reference Number and Issuing Authority:</b>	<ol style="list-style-type: none"> <li>1. Head of Kotawaringin Timur Decree No.188.45/38/HUK-BPN/2016 dated on 10 February 2016 regarding Location Permit of Koperasi Tunjung Untung</li> <li>2. Head of Investment and Integrated One Stop Service Agency Decree in Kotawaringin Timur District No.04/DPMPTSP/IUP/III/2020 dated on 30 March 2020 regarding Plantation Business Permit (IUP-B) of Koperasi Tunjung Untung</li> </ol>	
<b>Size information (ha)</b>	a) Total area as per permit:	± 469.91 Ha
	b) Area for new planting:	± 87.76 Ha
	c) HCV area (if any):	± 82.24 Ha (including overlapping HCS areas and it is on all Koperasi Tanjung Untung areas)
	d) HCS forest (if any):	Integrated with the HCV areas
	e) Peatland (if any):	-
	f) Steep terrain (if any):	-
	g) Riparian buffer (if any):	Included with the HCV-HCS areas

	h) Marginal and fragile soil (if any):	-
Projected GHG emissions	(954.93) tCO <sub>2</sub> e	
Geospatial Coordinates	<ul style="list-style-type: none"> <li>Cooperatie areas : 112° 28' 48" - 112° 29' 42" E; 01° 57' 49.7" - 02° 00' 23.4" S</li> <li>NPP areas : 112° 28' 46.2" - 112° 29' 44.9" E; 01° 57' 59.4" - 02° 00' 23.4" S</li> </ul>	

### Boundary Maps



### Areas and proposed time for new planting

Location	Proposed Time Plan for Development		Approx. size of clearing
	Month	Year	
Phase of 4A	October to May	2024 to 2025	± 44.00 Ha
Phase of 4A	June to December	2025	± 43.76 Ha

**Note** : Please add rows if there are more locations planned. This section is an indicative plan by RSPO members on the land clearing that will be conducted. This information is also useful for growers to monitor their own progress and to plan for their Time-bound Plan for certification.

### Summary of the NPP Verification by CB

The NPP verification against Koperasi Tunjung Untung (KTU) with partnership areas (scheme smallholder areas). KTU is one of scheme smallholders under PT Karya Makmur Abadi (PT KMA) which PT KMA is a member of the RSPO under its parent company, Kuala Lumpur Kepong Berhad (KLK Bhd). KLK Bhd has become RSPO membership since October 17, 2004. KTU will carry out New Planting Procedure (NPP) activities in the remaining undeveloped areas (abandoned more than three years) because other areas has cleared not following the mechanism of New Planting Procedure (NPP).

The NPP verification has conducted through document verification, interview and on-site visit. GGC auditor has conducted document verification/review on 19-21 June 2024 and interview (PT KMA management & leader in community) and on-site visit on 19-20 June 2024.

The information on the proposed areas for new planting has been communicated transparently to the cooperative members and land owners who do not want to be compensated by the cooperative and inventory of community land with facilitation from local government (village and sub-district level) until the NPP verification is carried out. At the time of field verification that auditor was found any land has cleared on the proposed areas for new planting before NPP process has finished. The auditee has done correction action i.e reducing the proposed areas for new planting following NPP mechanism from 93.39 Ha be 87.76 Ha and corrective action i.e monitoring land covering by regularly.

Based on map on appendix of the decree letter of Minister of Forestry No. SK.529/Menhut-II/2012 dated on 25 September 2012 that the proposed areas for new planting on the other land uses (Areal Penggunaan Lain (APL)) of  $\pm$  334 Ha and production forest areas which can be conversion (Hutan Produksi dapat Dikonversi (HPK)) of  $\pm$  192 Ha. Cooperative of Tunjung Untung have approval of the release of forest areas which can be conversion for developing oil palm plantation from Ministry of Environmental & Forestry (Minister of Environmental & Forestry Decree No.SK.875/MENLHK/SETJEN/PLA.2/10/2021 dated on 6 October 2021) with total area of  $\pm$  167 Ha only. One of considerations for the decision it are 1). Recalculation result of production forest areas which can be conversion (Hutan Produksi dapat Dikonversi (HPK)) is  $\pm$  191 Ha where it is one of review result from Directorate of Jenderal of Planology for Forest year 2021 and 2). the result of research from the integrated team which appointed by Ministry of Environmental & Forestry. The recommendation of team is can be processing next step of the release of production forest areas which can be conversion of  $\pm$  167 Ha, with the condition the cooperative continues the HCV areas development plan that has been stated/launched covering an area of  $\pm$  34 Ha. Based on checking in field and interpretation of drone image by government team that there are oil palm plantation areas amount of  $\pm$  24 Ha on the area requested so that the area requested has been reduced be  $\pm$  167 Ha (it has stated on letter no.S.246/PKTL/PPKH/PLA.2/3/2023 dated on 3 March 2023). Determination of the boundary of the release area of production forest area which can be conversion amount of 166.39 Ha has stated on Minister of Environmental and Forest Decree No. SK.271/MENLHK/SETJEN/PLA.2/3/2023 dated on 28 March 2023.

KTU have operation/bussiness permit from government and other support documents based on :

1. MoU partnership between PT KMA and KTU No.106.740/MOU.KMA/IX/2015 and 012/KPBB-ST/IX/2015 dated on September 7, 2015 regarding developing oil palm plantation in-form of scheme smallholder with total areas of  $\pm$  698.8 Ha (such as public facility : 2 Ha, production road : 33 Ha and oil palm plantation areas : 663.80 Ha)
2. Head of Kotawaringin Timur Decree No.188.45/38/HUK-BPN/2016 dated on 10 February 2016 regarding Location Permit of Koperasi Tunjung Untung which partners with PT Karya Makmur Abadi in Tumbang Sapiri Village, Mentaya Hulu Sub-District, Kotawaringin Timur District, Central Kalimantan Province, Indonesia with total areas of  $\pm$  526 Ha.

3. Head of Environmental Agency in Kotawaringin Timur District decree No.660/24/RKM/UKL-UPL/DLH/III/2017 dated on 29 March 2017 regarding approval of the document of environmental management & monitoring effort (UKL-UPL).
4. Head of Environmental Agency in Kotawaringin Timur District decree No.660/215/ DLH-Ek.SDA/III/2017 dated on 31 March 2017 regarding environmental permit for development activity of oil palm plantation.
5. Head of Kotawaringin Timur Decree No.188.45/79/Huk-EK.SDA/2018 dated on 20 February 2018 regarding determination of prospective members of partnership participants between PT KMA and KTU with total member of 266 persons.
6. Business permit (plantation business permit) for oil palm plantation based on OSS platform dated on 3 December 2018.
7. Head of Investment and Integrated One Stop Service Agency Decree in Kotawaringin Timur District No.04/DPMPSTP/IUP/III/2020 dated on 30 March 2020 regarding Plantation Business Permit (IUP-B) of Koperasi Tunjung Untung.
8. Minister of Environmental & Forestry Decree No.SK.875/MENLHK/SETJEN/PLA.2/10/2021 dated on 6 October 2021 regarding approval of the release of forest areas which can be conversion for developing oil palm plantation with total area of ± 167 Ha.
9. Minister of Environmental and Forest Decree No. SK.271/MENLHK/SETJEN/PLA.2/3/2023 dated on 28 March 2023 regarding determination of the boundary of the release area of production forest area which can be conversion amount of 166.39 Ha
10. Agreement of partnership between PT KMA and KTU No.102.121/SPK.KKPA/KMA/IX/2023 dated on September 14, 2023 regarding development of oil palm plantation with the scheme of credit of primary cooperative for member (KKPA) against total of areas is 470 Ha for 246 persons/cooperative members.

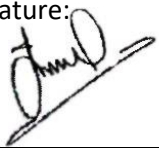
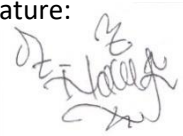
Koperasi Tunjung Untung (KTU) has carried out Environmental Impact Assessment (EIA/UKL-UPL), the High Conservation Value (HCV) assesment, Social Impact Assessment (SIA), Land Use Change Analysis (LUCA), Soil and Topography Study, Carbon Stock and Greenhouse Gas Assessment (GHG) for new plantings. The summary of each assessment has displayed on NPP summary of assessment report. Whereas, integration management plan each assessment has shown on NPP Integration management plan.

During NPP verification that there are some notes as below :

1. KTU has included on the scope of RSPO certificate under PT KMA since 16 February 2024 with total areas of 373.66 Ha based on RSPO certificate no. CU-RSPO-861329.
2. Stakeholders (traditional leader, formil leader, cooperative member and communities especially land owner who do not want to be compensated by the cooperative) have positive perspective against the cooperative management and PT KMA.
3. NPP areas consist of land has compensated by cooperative and has not been compensated by cooperative because various reasons as example is land owner still not agree with amount of compensation, still as a source of income, savings for their child's future, etc.
4. Any signs as HCV boundary in field
5. The result of identifying people/party entitled to compensation is in place or available
6. Based on interview that stakeholder has understood the compensation mechanism and have the right to say "agree or not agree" to operations planned on their lands and land conflict is not present in the NPP areas
7. The document of compensation and payment was available
8. The NPP area declared is within the completed or verified EIA, SIA, HCV & HCS assesment, LUCA, Soil & topography study and GHG assesment.

### **Conclusion**

The GGC auditor were present with the managment team of PT KMA and KTU on that time to verify the findings of the desk study and held further discussions on the review and verification conducted. It is opinion

of auditor that all assessment documents and integrated management plan are comprehensive, professional and complied to RSPO requirements (principle, criterion and indicator).		
<b>Acknowledgement by RSPO Member</b>	Cooperative of Tunjung Untung of Scheme smallholder from PT Karya Makmur Abadi acknowledges that this NPP submission had been conducted in accordance with the New Planting Procedure year 2021. All assessments had been carried out accordingly and without any prejudice. PT Karya Makmur Abadi will ensure all legal requirements are continuously met pre, during and post development of this NPP area.	
<b>Confirmation by Certification Body</b>	The work recorded in this NPP submission by PT Karya Makmur Abadi on behalf Cooperative of Tunjung Untung at this Mentaya Hulu Sub District, Kotawaringin Timur District, Central Kalimantan Province, Indonesia has been verified by GGC and has been carried out in accordance with the requirement of the RSPO New Planting Procedure year 2021 for the time being in force and in that respect that this area is considered satisfactory for development of new plantings.	
<b>Signatures</b>	RSPO Members	Certification Body
	Name of Person Responsible: Kanapathi Rao Al A Natchana	Name of Lead Auditor : Hendra Fachrurozy
	Designation: President Director	Designation: Lead Auditor
	Signature: 	Signature: 
	Date : 31 July 2024	Date : 31 July 2024