

RSPO NOTIFICATION OF PROPOSED NEW PLANTING

This notification shall be on the RSPO website for 30 days as required by the RSPO procedures for new plantings (<http://www.rspo.org/?q=page/535>). It has also been posted on local on-site notice boards.

Date of notification: 26 September 2019

NAME OF GROWER	:	PT Agro Abadi Cemerlang.
SUBSIDIARY (If any)	:	Genting Plantations, Bhd.
RSPO Membership Number	:	1-0086-06-000-00 dated 14 November 2006
Location of proposed new planting		
• Plantation address	:	Village of Enggadai, Baru Lombok and Bagan Asam; Sub-Regency of Meliau; Regency of Sanggau; Province of Kalimantan Barat; Indonesia.
• Business Permit	:	Decree of Sanggau Regent No. 19 Tahun 2010 dated 09 February 2010 for area covers ± 7,500 ha and Mill with capacity 60 ton FFB/hour.
• Type of Business	:	Oil Palm Plantations.
• Size Total (ha)	:	6,612.09 ha.
• Size propose for new planting	:	1,597.00 ha.
• Contact persons	:	Dr. Faizal Amri Amran
• Email address	:	faizal.amri@genting.com
• Geographical location	:	North: PT Duta Surya Pratama and PT Sawit Desa kapuas East: PT Duta Surya Pratama South: PT Sumaterajaya Agrolestari West: PT Surya Agro Palma
• Spatial Reference (GPS Coordinates)	:	E 110° 9' 0.74" – 110° 16' 24.12" and S 0° 15' 39.47" – 0° 22' 39.70"
• Boundary map	:	See Figure 2
• Areas and time plan for new plantings	:	See Table 1 and Figure 3

Figure 1. Location Map of PT Agro Abadi Cemerlang

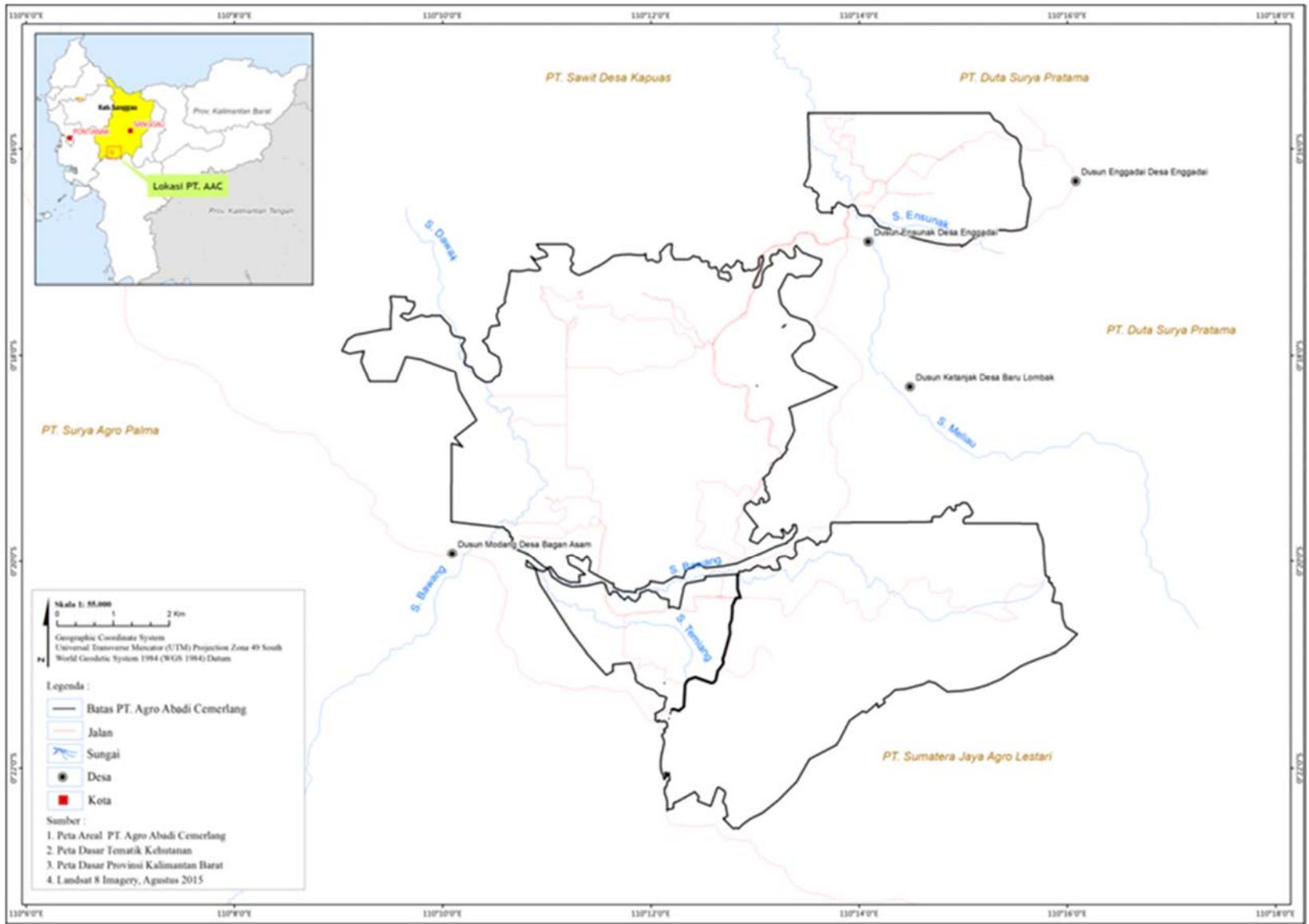


Figure 2. Concession Map of PT Agro Abadi Cemerlang

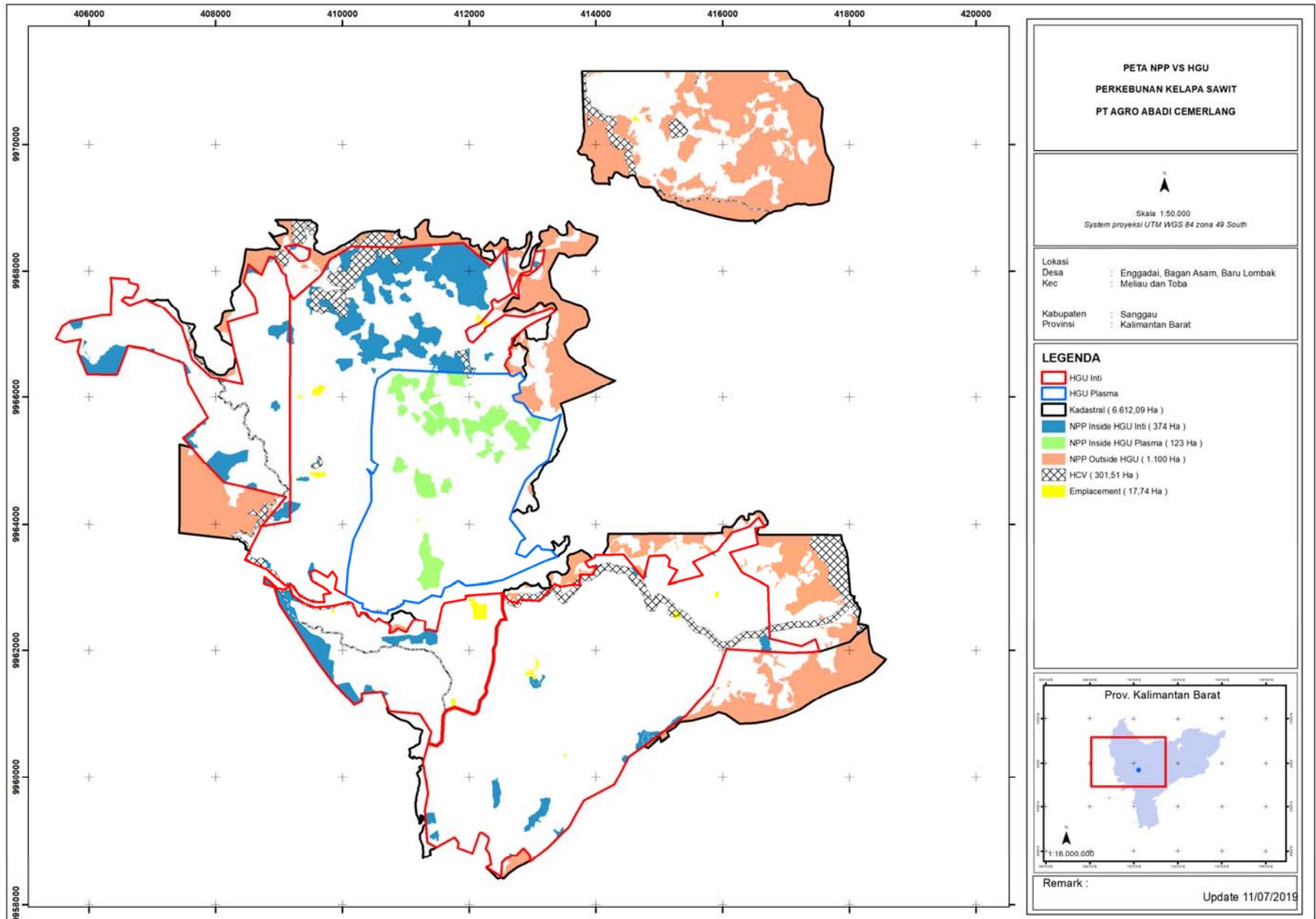
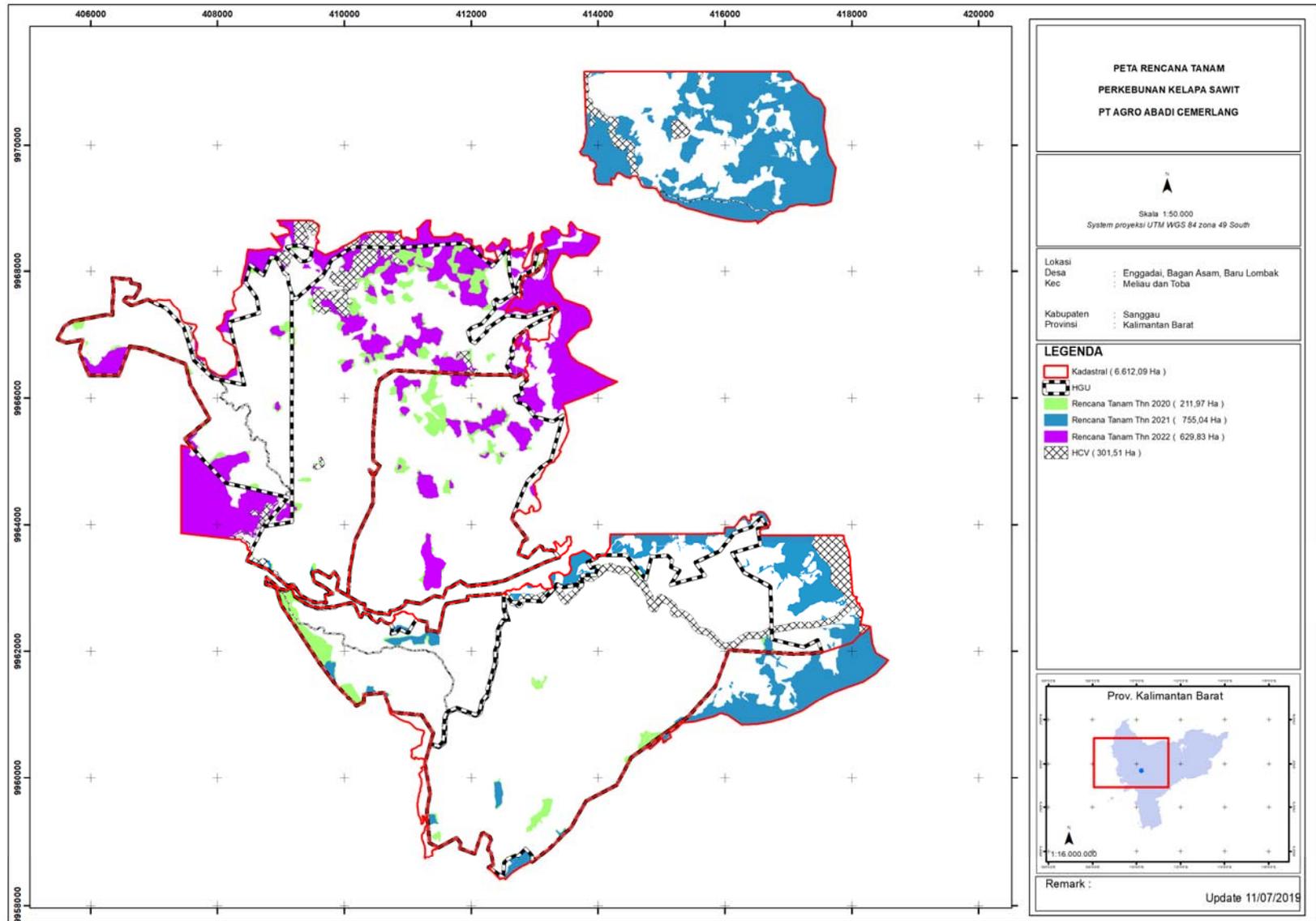


Table 1. The summarized of area and time-plan for new plantings

Description	Width of Area (ha)
A. Land Use	
Oil Palm Planted (2005 – 20017)	4,417.61
Others (infrastructures and mill development area)	296.13
B. Conservation	
HCV and HCS	301.51
C. Plan for Planting (ha)	
Year of Planting 2020	211.97
Year of Planting 2021	755.04
Year of Planting 2022	629.83
Total A + B + C	6,612.09

*) The area planted without NPP are subject to sanction as per RSPO Announcement

Figure 3. Planning Map of New Planting Area



STATEMENT OF ACCEPTANCE OF RESPONSIBILITY FOR NPP

That the necessary assessments have been done and completed in accordance to the NPP.

Name of Grower : PT Agro Abadi Cemerlang
Name of Person Responsible : Dr. Faizal Amri Amran
Position : Head of Sustainability
Signed :



Date : 26 September 2019

VERIFICATION STATEMENT BY CERTIFICATION BODY:

PT Abadi Agro Cemerlang (PT AAC) has proposed New Planting Procedure (NPP) area for about 1,597 ha (precisely 1,596.84 ha) where located inside PT AAC operational area that covers 6,612.09 ha. The latest hectarage figure is the NPP assessment object. Two PT Mutuagung Lestari Auditors, i.e. Mohamad Amarullah and Ardiansyah have conducting NPP desktop study together with field verification on 8 to 12 July 2019. The former Auditor has verify legal, land suitability and social aspect, while the latter has verify HCV, land use change and carbon assessment aspect. Standard assessment used are RSPO NPP Guidance 20 November 2015, RSPO P&C INA-NITF July 2016 and RSPO NPP guidance document for FPIC for auditors (RSPO-GUI-T01-022 V1.0 ENG).

PT AAC is administratively located in Village of Enggadai, Baru Lombok and Bagan Asam; Sub-Regency of Meliau; Regency of Sanggau; Province of Kalimantan Barat; Indonesia. PT AAC has implementing compliance requirements towards applicable regulations in Indonesia, as presented several documents, i.e. Company Acta, Location Permit, Business Plantation Permit (IUP), Land Title (HGU) and land compensation records. Currently PT AAC has IUP for about 7,500 Ha and HGU for an area of 4,510.98 ha. The rest of non-HGU areas was still on going process to obtain its land Title, as shows through Letter of National Land Agency (BPN) Head of Kalimantan Barat Province No. 416/6-61.200/IV/2016 dated 06 April 2016 about cadasteral apping on the field. Based on operational map and NPP map study, distribution of new planting area on HGU and Non-HGU areas (cadasteral process) were 497.00 ha and 1,100.00 ha, respectively. All area is include in IUP/ plantation business permit.

Social Environment Impact Assessment (SEIA) has refers to Environment Impact Assessment (ANDAL) report which carried by PT Ersaindo Persada on July 2009 and Social Impat Assessment (SIA) report which carried out by independent consultant on June 2019. The former report had approved by Head of Environment Agency of Sanggau Regency on 12 June 2009. Assessment has conducted to the affected communities through Focus Group Discussion (FGD) with representatives from Enggadai Village, Baru Lombok Village and Bagan Asam Village. PT AAC has arrange management plan which aims to reduce negative impact and to increase positive impact, prior to RSPO P&C 2016.

High Conservation Value (HCV) assessment was conducted by PT Sonokeling Akreditasi Indonesia that carried out in July 2016 to March 2017, leads by ALS Assessor No. ALS 15010SS, with scope of study was 6,612.09 ha. HCV identification has use HCV Toolkit for Indonesia 2008 and HCVRN Guidance 2017. HCV stakeholder consultation has conducted in 02 November 2016, attended by 36 representatives from government, NGO and affected villages. Date of final results has published on 14 May 2019 with total conservation area for about 301.51 ha. According to HCVRN, final report results is stated satisfactory. However, there is no HCV areas which overlapped with NPP areas. The HCV assesment has clearly recommended which areas need to be managed to maintain and enhance the full range of HCV's 1 – 6.

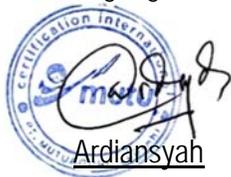
According to Soil Survey Semi Detail Report dated March 2017, it was known that about 64.85 % and 35.15 % of PT AAC were classified as suitable (S2) and marginal (S3), respectively. Soil limitation were mainly due to presence of hilly to steep slope, sandy soil texture, low fertility and low nutrient retentions. Furthermore, there was fragile area in Division 1 Block L34 Agro 1 Estate for about 0.64 % or 42.50 ha, due to very steep slope (>40 %). However, this fragile area is not included on NPP proposed area.

Carbon Stock Assessment (CSA) and Green House Gasses (GHG) emission calculation was conducted on July 2019. Assessment were conducted through preparation of map of land cover from satellite imagery and follows by estimating carbon stocks in the new development area. There is two scenario for NPP proposed area and GHG projection associate with the choice of scenarios developed. These assesment are comply with Criteria 7.8 RSPO P&C.

Land Use Change Analysis (LUCA) has conducted by GIS Expert on July 2019 using satellite immages Landsat TM 5, Landsat 8 and Sentinel 2, with resolution 30 m and 10 m for Landsat and Sentinel, respectively. according to anaylsis, it was known that there were potential remediation in PT AAC for about 154.49 ha and no compensation charge. However, this potential remediation is not included on NPP proposed area.

Free Prior Informed Consent (FPIC) process for land compensation has satisfactory conducted by PT AAC to the village communities around operational area, i.e. from Enggadai Village, Baru Lombok Village, Bagan Asam Village. FPIC process starts with stakeholder identification, formation of work group, participatory mapping, information giving process from PT AAC, negotiation process with community and decision making. FGD of FPIC process towards SIA, LUCA and CSA has delivered to representatives from three villages on 18 to 20 June 2019. Based on interview with 22 representatives from Enggadai Village, Baru Lombok Village, Bagan Asam Village, it was known that socialization and negitiation of land compensation process were conducted through participatory approach involving the respective land owners including their bordering land owners, customary elders, head of village and government representatives. Furthermore, there is no conflict related to land compensation process.

Signed for, on behalf of,
Mutuagung Lestari



Ardiansyah

Lead Auditor
26 September 2019

Management of PT AAC



PT. AGRO ABADI CEMERLANG

Dr. Faizal Amri Amran
Head of Sustainability
26 September 2019