

MINUTES OF MEETING

RSPO Supply Chain Traceability Working Group (SCT WG)

12th Meeting (Virtual Mode)

Date and time: 28th March 2023 at 9:00am – 10:30am CET.

Agenda

1. Opening remarks and antitrust statement
2. Approval of Agenda
3. Approval of previous minutes SCT WG Meeting
4. Updates RSPO Secretariat
5. Open action points
6. Action point from Previous Meeting
7. AOB

Members Attendance:

Name	Organisation	Group Representation	Attendance
Robbert Kessels	Sipef	Grower	Yes
Daphne Hameeteman	Wilmar Europe	P&T	Yes
Sietse Buisman	Cargill	P&T	Yes
Helen Scholey	Shell	P&T	No
Rina Rahayu	IOI Group	P&T	Yes
Angga Prathama Putra	WWF	eNGO	No
Michel Riemersma	Solidaridad NL	Social NGO	No
Aitor Gamen	Coty Inc	CGM	No
Magdalena Pinczakowska	IKEA	Retailers	No
Mark Wong	Sime Darby Oils	Grower	No

RSPO Secretariat Attendance:

Name	Position
Inke Van Der Sluijs	Director, Market Transformation
Aryo Gustomo	Deputy Director of Compliance
Muhammad Shazaley Abdullah	Head of Certification
Ruzita Abd Gani	Supply Chain Manager
Divya Bajpai	Assurance Manager, Europe
Shivnayan Agarwal	Acting Manager Market Transformation, India (Observer)
Mohd Shafiqul Syaznil	Data Analyst Executive

1. Opening remarks and Antitrust statement

Meeting started with welcoming the members who were present to the 12th meeting of the SCT WG and reminded all members of the RSPO antitrust statement.

2. Agenda

The Agenda for the 12th SCT WG Meeting was approved by the members.

3. Approval of previous minutes SCT WG meeting

The minutes of the 11th meeting were approved without any amendment and comments.

4. Update RSPO Secretariat

SCT WG were updated on the following upcoming events:

- RSPO Inter-American Conference from 30-31 May 2023 in Miami
- CB Interpretation Forum for P&C and SCC from 30 May - 1 June 2023 in Miami
- SPOD-EU is confirmed for 14 June 2023, in Frankfurt, Germany
- RT2023: week of 20 November Jakarta, Indonesia

5. Action Item from Previous Meeting:

Action Item 1: Mass Balance Accounting

Discussion: Members were informed that decision on Mass Balance Accounting which was supposed to be taken by ASC has now passed to SSC. SSC meeting is planned for 5th April. If members are selling the RSPO Certified material as conventional then they have to deduct that stock in Palm Trace. It was requested that SCT WG members should be invited to SSC meeting.

Action Item 2: Factsheet on 1:1 conversion rule

Discussion : If an MB certified facility buys SG material then the system automatically converts SG to MB and so the MB certified facility cannot use 1:1 conversion rule. Only we need to add this clarification in the factsheet and show an example. Question was raised if 1:1 Rule is allowed for SG CSPK to convert MB CSPKO and any derivatives of CSPKO. RSPO Secretariat clarified that first CSPK needs to be processed to CSPKO and then only can be converted to its derivative as per clause C.5.3 if the facility has the processing right. But members have the interpretation of the rule that SG CSPK can convert to MB CSPKO or its derivatives and this is allowed. Clarification was made 1:1 is like 1000 MT of CSPK can be converted to 1000 MT to CSPK Stearin. The rules need to be followed which are in the standard. It was discussed that Palmtrace allows the conversion of SG CSPK to MB CSPK Stearin. RSPO Secretariat explains that conversion is allowed at Palm Kernel products which means Kernel process so after crushing we get CSPKO and CSPKE and then conversion starts. But members do not agree to it. It was concluded that we should publish the graph on a website with explanation and then discuss this topic with the Oleo Task Force for change of rule. We need to clarify the understanding of RSPO Secretariat and Members as it is not aligned. Recommendation was that once the Oleo Task force agreed on the draft paper then it should be brought to SCT WG for approval.

Action Item 2: one member of the SCT WG will create new graphs to clarify what is currently allowed in the Supply Chain Certification standard and align with the other Processors and Traders in the SCT WG after which it will be shared with the RSPO secretariat.

6. AOB

The meeting was adjourned at 10.30 am CET and it was mentioned that the next meeting should be planned in June 2023.