BSI Management Systems Singapore Pte Ltd

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5<sup>th</sup> February 2010

www.bsi-asia.com

Dear Stakeholders

## Invitation to Comment on RSPO Certification Assessment of PT Tolan Tiga Indonesia (SIPEF Group) Oil Palm Estates and Mills in North Sumatra, Indonesia

PT Tolan Tiga Indonesia is a subsidiary of SIPEF. SIPEF is a member of RSPO and has applied to BSI Management Systems Singapore Pte Ltd for RSPO Certification of its palm oil production from two (2) mills and four (4) estates in North Sumatra, Indonesia.

SIPEF is implementing a programme to achieve RSPO Certified Sustainable Palm Oil for its oil palm operation and has submitted a time-bound plan to the RSPO Executive Board. Hargy Oil Palms ltd.(PNG) has already been audited successfully by BSI. BSI has carried out RSPO pre-assessments at each of the PT Tolan Tiga Indonesia operating locations.

BSI plans to carry out Certification Assessment of PT Tolan Tiga Indonesia (details below) commencing 15 March 2010.

Bukit Maradja Palm Oil Mill and Supply Base					
Location Address		Pamatang Syahkuda, Simalungun, Sumatra Utara, Indonesia			
GPS Location		03°04N-099°15E			
CPO Tonnage Total		35 000mt			
PK Tonnage Total		7 500mt			
Own estates FFB Tonnage		155 000mt			
Non-company Suppliers FFB Tonnage		Omt			
SIPEF estates	Mature (ha)	Immature (ha)	Total Land Use	Annual FFB	
			Certificate (ha)	Production (mt)	
Bukit Maradja Estate	2 936	190	3 178	80 000	
Kerasaan Estate	2 090	225	2 362	75 000	
TOTAL	4 996	415	5 540	155 000	

Perlabian Palm Oil Mill ar	d Supply Base				
Location Address		Kampung Raky	at, Labuhan Batu Sel	atan, Sumatra Utara,	
		Indonesia			
GPS Location		02°04N-100°04E			
CPO Tonnage Total		43 000mt			
PK Tonnage Total		11 500mt			
Own Estates FFB Tonnage		187 000mt			
Non-company Suppliers FFB Tonnage		Omt			
SIPEF Estate	Mature (ha)	Immature (ha)	Total Land Use	Annual FFB	
			Certificate (ha)	Production (mt)	
Perlabian	4 027	597	4 807	97 000	
Tolan	3 443	183	3 672	90 000	
TOTAL	7 470	780	8 479	187 000	

BSI is a leading global provider of management systems assessment and certification, with more than 60,000 certified locations and clients in over 100 countries. BSI Standards is the UK's National Standards Body. BSI Management Systems provides independent, third-party certification of management systems. BSI has a Regional Office in Singapore and an Office in Kuala Lumpur.

The BSI Audit Team assigned for the assessment of PT Tolan Tiga Indonesia is as follows: Allan Thomas Lead Assessor (Environment, OSH and GAP); Dwi Muhtaman (Environmental Impacts, Internal Stakeholders, External Stakeholders, Female Staff/Workers, Families).

In preparation for this process, stakeholders are invited to provide written input to the Assessment by commenting on any environmental or social aspect of the Management Units performance that you consider relevant.

Topics that you may wish to comment on are as follows:

- 1. Environmental protection
- 2. Biodiversity conservation
- 3. Opportunities for employment
- 4. Company approach to community development
- 5. Your relationship with the company
- 6. Participation in decision making
- 7. Free, prior and informed consent
- 8. Suggestions for improvement

Comments received within 30 days from the date of this letter will be considered in the Assessment. Please include the following details in case we may need to contact you for clarification or follow-up on any issue raised.

EMAIL:	
PHONE NUMBER:	
FAX NUMBER:	

If you wish your comments to be treated confidentially or to remain anonymous, please mark your reply "IN CONFIDENCE". Please direct your comments to:

Mr Soon Leong Chia BSI Management Systems Singapore Pte Ltd 460 Alexandra Road #08-01/02 PSA Building SINGAPORE 119963

Email: soonleong.chia@bsigroup.com

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Thank you very much for your input.

Yours sincerely

Soon Leong CHIA for Managing Director

BSI Management Systems Singapore Pte Ltd

 $OR \rightarrow$ 

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