

Particulars

| | | | |
|------------------------------------|---------------------------------|-------------------------|--------------------|
| Organisation Name | Permata Hijau Group | | |
| Corporate Website Address | www.permatagroup.com | | |
| Primary Activity or Product | Processor and/or Trader | | |
| Related Company(ies) | Company | Primary Activity | RSPO Member |
| | PT. NUBIKA JAYA | Processor and/or Trader | No |
| | PT. NAGAMAS PALMOIL LESTARI | Processor and/or Trader | No |
| | PT. PELITA AGUNG AGRINDUSTRI | Processor and/or Trader | No |
| | PT. PERMATA HIJAU PALM OLEO | Processor and/or Trader | No |
| Country Operations | Indonesia | | |
| Membership Number | 2-0043-06-000-00 | | |
| Membership Type | Ordinary Members | | |
| Membership Category | Palm Oil Processors and Traders | | |

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
- Biofuel producer
- Animal feed supplier

Other:

--

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 handled in the year (Tonnes)

--

1.3.1 Total volume of Crude Palm Oil (CPO) handled in the year

900000.00

1.3.2 Total volume of Palm Kernel Oil (PKO) handled in the year

180000.00

1.3.3 Total volume of other Palm Oil Derivatives and Fractions handled in the year

100000.00

1.3.4 Total volume of all palm oil and palm oil derived products handled in the year

1180000.00

1.4 Volume handled 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 handled in the year that is RSPO-certified (Tonnes) |
|-------|--|----------------------------|-----------------------------|---|
| 1.4.1 | Book & Claim | | | |
| 1.4.2 | Mass Balance | | | |
| 1.4.3 | Segregated | | | |
| 1.4.4 | Identity Preserved | | | |
| 1.4.5 | Total volume of Oil Palm handled that is RSPO-certified: | | | |

1.5 Do you plan to ask your suppliers if the palm oil supplied comes from growers who disclose their GHG emissions within the RSPO P&C 5.6 & 7.8?

Yes

Do you plan to ask your suppliers if the palm oil supplied comes from growers who disclose their GHG emissions within the RSPO P&C 5.6 & 7.8?

--

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

2015

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.

Permata Hijau Group interim milestones is to provide fully sustainable Palm Oil products by the year 2020 which includes fully certified factories under RSPO policies. Permata Hijau Group will then also further expand to certify their own plantation to fulfil all the RSPO criteria to achieve 100% RSPO certification which would benefit the company's mission and also commercial target. Our annual targets is to fulfil minimum 30 percent in the 2018 and stretch out to 100% by the year 2020.

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

2022

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

Permata Hijau Group target to handle/supply 100% RSPO certified products by the year 2022 by way of fully certified upstream in this case Plantation including own plantation and also small stake holders plantation.

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

The way to promote is by informing our customers the benefits of RSPO, also explain to them what is the purpose of sustainable products which is effected to the World Palm Oil Segment. Educating the smallholders about the importance of RSPO as well as guiding them to support the RSPO programs.

GHG Emissions

3.1 Do you publicly report the GHG emissions of your operations?

No

Please upload related report:

--

Add link to website

--

Please explain why:

The company has CDM project on all of its factory to capture the methane from the sludge oil to be use for power generation. All feedstock that used in the factory is from plantation without any poor farming practice according to Indonesia environmental requirement.

3.2 Does your company have a public commitment to only purchase palm oil from suppliers that disclose their GHG emissions?

No

Please upload related report:

--

Add link to website

--

Please explain why:

--

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

Several actions required is firstly by becoming a fully certified group plantation followed by fully certified processing and manufacturing of palm oil products. In addition to that we will also move toward acquiring cpo which are fully certified to be used by our manufacturing or processing house.

Reasons for Non-Disclosure of Information

5.1 If you have not disclosed any of the above information please indicate the reasons why

Confidential

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:

■ None

Water, land, energy and carbon footprints

--

Land Use Rights

--

Ethical conduct and human rights

--

Labour rights

--

Stakeholder engagement

--

6.2 Where relevant, what prevents you from trading/processing only CSPO?

As most of the local company plantation and farmers is still not aware or concern about RSPO certification, it is almost impossible to obtain FFB with certification. Most of the plantation that do have certification usually also have their own industry, therefore for processing company with limited plantation to get certified FFB is the most challenging.

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?

No

- Please explain why:

--

- Please specify:

--

- Do you have plans to immediately cover the gap using Book & Claim?

No

- How and when do you plan to immediately cover the gap using Book & Claim?

--

- Please explain why:

--

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?

The obstacles we encountered are mostly due to the fact that smallholders are still unfamiliar with the RSPO and therefore neglect to know the importance of sustainability. The effort to mitigate this is to promote the benefits of CSPO product by way of educating and more socializing with these local smallholders to achieve our annual targets.

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

--

Cost Effective:

No

Robust:

No

Simpler to Comply to:

similar

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)

Permata Hijau Group will invest in educating other stakeholders, to inform and enlighten them about the importance of RSPO as well as guiding them to support the RSPO programs.

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

Not available