Sime Darby Plantation Sdn Bhd

Particulars

| Organisation Name | Sime Darby Plantation Sdn Bhd | | | | |
|-----------------------------|--|----------------------------|----------------|--|--|
| Corporate Website Address | http://www.simedarbyplantation.com/ | | | | |
| Primary Activity or Product | Oil Palm Growers | | | | |
| Related Company(ies) | Company | Primary Activity | RSPO Member | | |
| | Sime Darby Austral Sdn Bhd | Processor and/or Trader | No | | |
| | Sime Darby Plantation Sdn Bhd - Jomalina Refinery | Processor and/or Trader | No | | |
| | Sime Darby Kempas Sdn Bhd | Processor and/or Trader | No | | |
| | Morakot Industries Public Company Limited | Processor and/or Trader | Yes | | |
| | Sime Darby Hudson & Knight (Pty) Ltd | Processor and/or Trader | No | | |
| | Sime Darby Unimills B.V. | Processor and/or Trader | Yes | | |
| | Sime Darby Biodiesel Sdn Bhd | Processor and/or Trader | No | | |
| | Sime Darby Plantation Sdn Bhd - NURI Refinery | Processor and/or Trader | No | | |
| | Sime Darby Edible Products Ltd | Manufacturer | No | | |
| | Golden Hope - Nha Be Edibles Oil Co. Ltd | Processor and/or Trader | No | | |
| Country Operations | Indonesia, Liberia, Malaysia | | | | |
| Membership Number | 1-0008-04-000-00 | | | | |
| Membership Type | Ordinary Members | | | | |
| Membership Category | Oil Palm Growers | | | | |

Oil Palm Growers

Operational Profile

| 1.1 | Please | state | vour | main | activities | as a | palm o | il arowe |
|-----|---------------|-------|------|------|------------|------|--------|----------|
| | | | | | | | | |

■ Palm oil grower & miller

Operations and Certification Progress

2.1.1 Total landbank licensed / owned

860454.00

2.1.2 Total landbank for oil palm cultivation

525290.00

2.1.3 Total land managed for conservation that is set aside

32000.00

2.2.1 Mature area

455556.00

2.2.2 Immature area

69734.00

2.2.3 Total area of estate plantations - planted

525290.00

2.3.1 Area certified

678256.00

2.3.2 Number of estates/Management Units

56

2.3.3 Number of estates/Management Units certified

54

2.4.1 Indonesia - Please indicate which province(s)

- Aceh
- Jambi
- Kalimantan Barat
- Kalimantan Selatan
- Kalimantan Tengah
- Riau
- Sulawesi Tengah
- Sumatera Selatan

| 2.4.2 Malaysia - please indicate which state(s) |
|--|
| |
| ■ Johor |
| ■ Kedah |
| ■ Malacca ■ Negori Sembilan |
| ■ Negeri Sembilan ■ Pahang |
| ■ Perak |
| ■ Sabah |
| ■ Sarawak |
| ■ Selangor |
| 2.4.3 Other - please indicate which country(ies) |
| Liberia |
| 2.5.1 Do you have smallholders as part of your supply base? |
| Yes |
| 2.5.2 Schemed |
| ■ schemed |
| 2.6.1 Area planted in this reporting period |
| 2010.00 |
| 2.6.2 Have New Planting Procedures notifications been submitted to the RSPO for plantings this year? |
| No |
| 2.7.1 Do you source for FFB from third parties i.e. FFB that is not sourced from your own plantation(s), scheme smallholders or contracted outgrowers? |
| 2.8.1 Number of Palm Oil Mills operated |
| 59.00 |
| 2.8.2 Number of Palm Oil Mills certified |
| 57.00 |
| 2.8.3 Number of Palm Kernel crushers and/or Palm Kernel mills operated |
| 2.00 |
| 2.8.4 Number of Palm Kernel crushers and/or Palm Kernel mills certified |
| 2.00 |
| 2.9 Total annual Crude Palm Oil production capacity |

2300810.00

522129.00

234958.00

2.9 Total annual Palm Kernel production capacity

2.9 Total annual Palm Kernel Oil production capacity

2.9 Total annual FFB processing capacity

10523534.00

- 3.1 Which supply chain options do you sell RSPO-certified palm oil products through?
 - Book & Claim
 - Mass Balance
 - Segregrated

Time-Bound Plan

4.1 Date of first RSPO estate certification (planned or achieved)

2008

4.2 Time-bound plan - Year expected to achieve 100% RSPO certification of estates

2015

4.3 What are your interim milestones towards achieving RSPO certification commitment (year and progressive CSPO%) - please state annual targets/strategies

97% of Sime Darby Plantation's upstream operations is RSPO certified as at June 2014. SDP is progressively undergoing the RSPO Certification process towards 100% RSPO certification of estates/mills by 2015. Note: Time-bound plan has shifted from 2014 (as reported last year) to 2015 due to pending social and land issues in PT MAS. RSPO Main Assessment has been conducted in July 2011, followed by a verification audit conducted by the Certification Body in early 2013, Sime Darby Plantation will proceed with the next steps of certification upon satisfactory resolution of the matter.

4.4 Timebound plan - Year expected to achieve 100% RSPO certification of associated smallholders and outgrowers

2020

4.5 What are your interim milestones towards achieving this RSPO certification commitment (year and progressive CSPO%) - please state annual targets/strategies

The time bound plan for scheme smallholder certification is from 2014 to 2020.

Total of 16,639 ha of scheme smallholders have been certified and this achievement was a year ahead of mid 2014 target.

4.6 Time-Bound plan - Year expected to achieve 100% RSPO certification of independently sourced FFB

2020

4.7 What are your interim milestones towards achieving this RSPO certification commitment (year and progressive CSPO%) - please state annual targets/strategies

Sime Darby Plantation is identifying the suppliers of independently sourced FFB and engaging them together with business partners to meet basic requirements of sustainability.

The company engages the suppliers in communicating benefits and of RSPO Certification at the same time seeking the commitment of the suppliers to embark on the RSPO Certification scheme based on a free, prior and informed consent (FPIC) basis.

The company is also developing sustainable sourcing guidelines in approaching our suppliers.

4.8 Which countries that your organization operates in do the above commitments cover?

Indonesia, Malaysia

Actions for Next Reporting Period

- 7.1 Outline actions that you will take in the coming year to advance your plans for certification
 - i) Intensifying engagement activities, facilitation and support in terms of training, consultation and assistance for schemed and independent smallholders/smallgrowers in achieving RSPO Certification.
 - ii) Commitment towards 100% RSPO Certification for all operations maintenance of system and practices as well as compliance to the standards stipulated in the new RSPO P&C 2013 and respective countries' new National Indicators..
- 7.2 Outline actions that you will take to promote CSPO along the supply chain
 - i) Creating awareness of plantation sustainability and promotion of sustainable palm oil for business partners, customers and the public.
 - ii) Active participation and contribution in events/occasions promoting the use of sustainable palm oil.

Reasons for Non-Disclosure of Information

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

Other

- Others:

Non-disclosure of information due to confidentiality reasons while some data are not known/not available.

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?
 - i) As producers, we wish to witness more uptake and obligations (encouraged by the RSPO) for the use/procurement of certified sustainable palm oil along the supply chain downstream. It will be a setback for growers/producers where excess of certified sustainable palm oil production is not being claimed as 'sustainable'.
 - ii) Limitation in engaging accredited Certification Bodies due to hiccups in the accreditation process.

| 2 How would you qualify RSPO standards as compared to other parallel standards? | | | | |
|---|--|--|--|--|
| | | | | |
| Cost Effective: | | | | |
| Yes | | | | |
| Robust: | | | | |
| Yes | | | | |
| Simpler to Comply to: | | | | |
| equal | | | | |
| | | | | |

- 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)
 - i) Being the largest producer of certified sustainable palm oil (CSPO), SDP is strongly committed towards 100% sustainable palm oil production.
 - ii) Engagement with key stakeholders on sustainability matters (e.g. SHARP for the development of smallholders).
 - iii) Leading in sustainability initiatives and engaging the supply chain on sustainability efforts (e.g active engagement with partners and customers downstream on sustainability matters).
 - iv) Availability of fully segregated supply chain within the organization.
- 4 Other information on palm oil (sustainability reports, policies, other public information):

Sime Darby Sustainability Report 2013 can be extracted through the link below; http://www.simedarby.com/upload/Sime_Darby_Sustainability_Report_2013_High_res.pdf Click here to visit the URL