PT MUTUAGUNG LESTARI

PUBLIC ANNOUNCEMENT

Date: 07 December 2021

Notification of RSPO Initial Certification Pagar Merbau POM PT Perkebunan Nusantara II subsidiary of PT Perkebunan Nusantara III (RSPO Membership 1-0030-06-000-00, 13 December 2006)

Dear Stakeholders,

PT Perkebunan Nusantara II has applied to Mutuagung Lestari and will conduct Initial Certification at Pagar Merbau POM and its supply based, located at Pagar Merbau III Village, Pagar Merbau Sub-District, Deli Serdang District, Sumatera Utara Province, Indonesia the requirement of Indonesia National Interpretation of the RSPO Principles and Criteria for the Production of Sustainable Palm Oil 2018 (INANI 2020).

Pagar Merbau POM has successfully been registered in the PalmTrace IT platform with member RSPO_PO1000004944. The organization is a member of RSPO and has been taking an active role in the RSPO certification processes and planned to achieve RSPO Sustainable Palm Oil requirement for all of its production. Mutuagung Lestari has arranged to conduct the assessment to the organization which operating 1 (one) palm oil mill and 1 (one) estate on 24 to 28 January 2022.

Information on production data of Mill and estates to be assessed are as follows:

<table>
<thead>
<tr>
<th>Name of Mill</th>
<th>Location</th>
<th>GPS Reference</th>
<th>Mill Capacity (Tonnes/hour)</th>
<th>Annual Volume</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pagar Merbau</td>
<td>Pagar Merbau III Village, Pagar Merbau Sub-District, Deli Serdang District, Sumatera Utara Province, Indonesia</td>
<td>N 03° 31' 32.17&quot; E 98° 53' 52.26&quot;</td>
<td>30</td>
<td>7,132.56 1,274.84</td>
</tr>
</tbody>
</table>

* Sources: Data Production from January 2021 to December 2021

<table>
<thead>
<tr>
<th>Name of Estate</th>
<th>Location</th>
<th>GPS Reference</th>
<th>Total Areal (Ha)</th>
<th>Planted Area (Ha)</th>
<th>FFB Production (tonnes/year)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tanjung Garbus</td>
<td>Tanjung Garbus I Village, Lubuk Pakam Sub-District, Deli Serdang District, Sumatera Utara Province, Indonesia</td>
<td>N 03° 31' 30.15&quot; E 98° 52' 31.67&quot;</td>
<td>4,657.29</td>
<td>4,067.65</td>
<td>37,452.88</td>
</tr>
<tr>
<td></td>
<td><strong>Total</strong></td>
<td></td>
<td><strong>4,657.29</strong></td>
<td><strong>4,067.65</strong></td>
<td><strong>37,452.88</strong></td>
</tr>
</tbody>
</table>

* Sources: Data Production from January 2021 to December 2021

PT Perkebunan Nusantara II has obtained approval from Minister of Justice of the Republic of Indonesia through Decree No. C2-8330-HT.01.01.TH.96 dated August 8, 1996 and has been announced in Tambahan Berita Negara Republik Indonesia No. 81 dated October 8, 1996. Location of PT Perkebunan Nusantara II at Jl. Raya Medan – Tanjung Morawa Km. 16 Tanjung Morawa Sub-District, Deli Serdang Regency, Sumatra Utara Province, Indonesia. PT Perkebunan Nusantara II has 3 Districts, namely Rayon Utara, Semusim, and Rayon Selatan with total of 12 palm oil plantations, 5 sugarcane plantations, 3 palm oil mills and 2 sugar factories.

PT Perkebunan Nusantara II unit of Pagar Merbau has not carried out any development or clearing of new land since 1997.

PT Mutuagung Lestari, is also known Mutu Certification International (MUTU), and has started as inspection, laboratory, and Certification body since 1990. As a private national company and supported with highly committed professionals, MUTU has gained recognition nationally and internationally. Since June 2003, MUTU has received recognition from the Ministry of Agriculture, Forestry, and Fishery of Japan (MAFF) as registered overseas certification body (ROCB). MUTU certify and mark products with Japan agriculture standard (JAS) covering Indonesia, Myanmar, Cambodia, Malaysia, Vietnam, Timor Leste, Philippines, Papua New Guinea and China. MUTU is the first ROCB in Asia. National Accreditation Committee has accredited MUTU as Quality Management System certification body (ISO 9001:2015) and Environmental Management System certification body (ISO 14001:2015). Indonesia Ecolabelling Institute (LEI) has also accredited MUTU as Sustainable Forest Management.
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System certification body, Certification Body of Indonesian Sustainable Palm Oil (ISPO), Since March 2014, MUTU has been accredited by ASI (Accreditation Services International) as a RSPO certification body.

The auditor team for the certification assessment from PT Mutuagung Lestari, consist of:

<table>
<thead>
<tr>
<th>Audit Team</th>
<th>Role/Area of Requirement</th>
<th>Qualification and Experience</th>
</tr>
</thead>
<tbody>
<tr>
<td>Satria Adi Putra</td>
<td>Worker Welfare, Occupational Health and Safety</td>
<td>Indonesian citizen, Diploma III majoring in Palm Oil Plantation. Have experience of work more than six years on private oil palm plantations in Indonesia. Training have been followed including Occupational Health and Safety Expert, Orang Utan and Wildlife Management, ISPO Auditor Training, ISCC Auditor, IHT Potential Mapping and Conflict Resolution in Production Forests, OHSAS 18001, SA 8000, RSPO Lead Training, Lead Auditor Training for ISO 9001, ISO 14001, ISO 17021, ISO 17065, ISO 19011, ISO 22000. He has been conducted audit on ISPO and RSPO scheme since year of 2017.</td>
</tr>
</tbody>
</table>

PT Mutuagung Lestari invites stakeholders to provide comments (if any) on any of the following matters related to the site for assessment:

a. Environmental protection within the estate or mill including use of pesticide and waste management.
b. Biodiversity within the estate and mill
c. Contribution for local development and opportunities for employment
d. Provision of housing, sanitation, facility and education support
e. Other issues related with the assessment

Comments accepted within 30 days from the date of this latter will be considered in the certification assessment. Please include the following details in case we may need to contact for your clarification on any issued raised.
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Name: ____________________
Address: ____________________
Telephone: ____________________
Fax: ____________________

If you wish your comments to be treated confidentiality or remain anonymous, please mark your reply ‘CONFIDENTIAL’. Please send your comments to:

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web : www.mutucertification.com

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Management Representative
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pml@ptpn2.com
web : ptn2.com

Thank you for your comments and feedback.

Yours faithfully,

Irham Budiman
Director
PT Mutuagung Lestari