

SUSTAINABILITY PALM OIL POLICY PT BAKRIE SUMATERA PLANTATIONS Tbk

PURPOSE :

PT. Bakrie Sumatera Plantations, Tbk understands the importance of maintaining sustainable environmental as an integral part of business management activities. On the basis of this idea, we together with all stakeholders in other plantation industries fully support the environmentally sustainable development program initiated by the government with emphasis on protecting forests, peatlands and human rights and local community.

To drive sustainable Palm Oil market transformation, we designed policies aimed to build upon Principles & Criteria based on Indonesian Sustainability Palm Oil (ISPO) dan Roundtable Sustainability Palm Oil (RSPO) standard, as well as adhere to all relevant national and international laws and conventions. Company committed to driving the ISPO and RSPO forward and have committed to requirements that go beyond the current ISPO and RSPO Principles & Criteria. The Sustainability Palm Oil Policy as follows :

1. NO DEFORESTATION

- a. No development on High Carbon Stock (HCS) forests ¹
- b. No development on High Conservation Value (HCV) areas
- c. No burning in new planting, replanting and other development.
- d. Reduce Green House Gas emissions in All Operational practices.

2. NO PEAT

- a. No new development on peat irrespective of depth
- b. Best management practices for existing plantations on peat.

3. NO EXPLOITATION

- a. Respect Human Rights.
- b. Respect and recognise the rights of all workers including contract, temporary and migrant workers.
- c. Facilitate the inclusion of smallholders into the supply chain.
- d. Respect the rights of indigenous and local communities to give or withhold their Free, Prior and Informed Consent (FPIC)
- e. Resolve all complaints, grievances and conflicts through open, transparent and consultatives processes.
- f. Limit pesticide use in order to protect workers, local communities and the environment from exposure to hazardous chemicals.

¹ as defined by the methodology determined by the HCS Approach Steering Group (The HCS Approach V2 Toolkit) or whatever becomes recognised as the industry standard in the future

**SUSTAINABILITY PALM OIL POLICY
PT BAKRIE SUMATERA PLANTATIONS Tbk**

4. TRANSPARANCY

- a. Encourage suppliers and their third parties to be transparent about their supply chains
- b. Report to Company any breaches of the Sustainability Sourcing Policy

Jakarta, May 1, 2018



Bayu Irianto
President Director