

## Large-scale forest certification in Indonesia

### *Why this initiative?*

Indonesia, with an estimated annual loss of forest of 1.8 million ha, is accountable for about 14% of global forest loss. It is estimated that 80% of Indonesia's carbon emissions are related to deforestation of forests and peat-lands and related land-use changes, and that Indonesia alone would be accountable for around 6% of global greenhouse gas emissions turning Indonesia into the world's fourth largest greenhouse gas emitter after the USA, EU and China.

Sustainable forest management means that harvest levels are in balance with forest re-growth, with respect to the rights of local people and keeping intact wildlife habitat. Market parties along the commodity chain need to be able to distinguish sustainably produced wood.

This calls for the need of certification of forest management. As a well-known and respected standard in the global world, The Borneo Initiative promotes FSC®-certification of forest management, expecting the forest management units to earn qualifications for Indonesia's domestic SVLK-PHPL forest management certificates in their stride.

### *Forest Certification*

The Borneo Initiative offers forest concessions a subsidy of 2-3 USD/ha. The concessionaires can use this grant to pay specific certification costs i.e. the costs of auditors, a certification coach and consultants on RIL (Reduced Impact Logging), HCV (High Conservation Value) studies or social assessments.

Support is offered to forest management units with a high potential and a good motivation for forest certification. The certificate is expected to be achieved within 2-3 years.

Currently (August 2016), The Borneo Initiative is supporting no less than 41 forest concessions with a total coverage of 3.9 million ha, all tropical rainforest. The aim is to expand coverage up to 6 million ha by 2018.

Given this coverage in terms of number of companies and hectares, The Borneo Initiative can be considered one of the largest forest certification schemes in the tropical region. This large-scale approach is possible by working as a unifying platform, creating partnerships with on-the-ground organizations like APHI, TFF, TNC, GFTN and Wana Aksara, who offer coaching and additional financial support to forest concessions.

### *Market Development*

The Borneo Initiative also supports forest companies to gain market recognition for their certification efforts. The Borneo Initiative collects the profiles of all the forest concessions and industries it supports. In association with partner organisations in these markets, these profiles are distributed to leading trading companies in the major FSC markets, EU and USA, but potentially also Japan, China and Australia. The Borneo Initiative facilitates ad-hoc information exchange and annual trade encounters.

**The Forest Certification Program**

Year	Forest concessions	Support area (ha)	FSC	FSC area (ha)
2010	13	1,394,640	0	0
2011	16	2,222,860	3	429,430
2012	32	3,492,943	7	806,370
2013	41	4,228,196	11	1,253,890
2014	40	4,172,675	14	1,402,370
2015	40	3,692,190	18	1,587,700
2016	41	3,905,115	22	2,247,671

## Forest concessions supported by The Borneo Initiative

No	Name concession	AREA (HA)	CERTIFIED AREA (HA)	Coach	PHPL	VLK	FSC CW	FSC FM/CoC
1	PT Suka Jaya Makmur	171.340	171.340	TFF	good	2013		2011
2	PT Sarmiento Parakanca Timber (Sarpatim)	216.580	216.580	TFF	good	2014		2011
3	PT Narkata Rimba	41.540	41.540	TFF	good	2012		2011
4	PT Belayan River Timber	97.500	97.500	TFF	good	2012		2012
5	PT Roda Mas Timber	69.330	69.620	TFF	average	2011		2012
6	PT Kemakmuran Berkah Timber	82.810	82.810	TNC	average	2012		2012
7	PT Dwimajaya Utama	127.300	127.300	TFT	good	2012		2012
8	PT Cloudy Bay (PNG)	148.900	148.900	TFF				2013
9	PT Indexim Utama	52.480	50.734	TFF	good	2013		2013
10	PT Ratah Timber	97.690	85.261	GFTN	good	2011		2013
11	PT Carus Indonesia	72.170	72.170	TFT	good	2013		2014
12	PT Sari Bumi Kusuma Delang	60.700	41.445	TFF	average	2013	2013	
13	PT Wanasokan Hasilindo	49.000	49.000	TFF	average	2013	2013	
<b>13</b>	<b>Certified and support agreements completed</b>	<b>1.287.340</b>	<b>1.254.200</b>					
14	PT Gema Hutani Lestari	148.450	148.450	TFF	average	2014		2013
15	PT Kandelia Alam	18.130	18.130	GFTN	average	2013		2015
16	PT Bina Ovivipari Semesta	10.100	10.100	GFTN	average	2013		2015
<b>3</b>	<b>Certified, still receiving annual audit support</b>	<b>176.680</b>	<b>176.680</b>					
17	PT Bintuni Utama Murni Wood Industries (BUMWI)	82.120	82.120	GFTN	average	2011		2015
18	PT Gunung Gajah Abadi	74.980	74.980	TNC	good	2010		2015
19	PT Bina Balantak Utama	298.710	298.710	TFF	good	2013		2016
20	PT Telaga Bhakti Persada	63.405	61.056	TFF	good	2012		2016
21	PT Wijaya Sentosa	130.755	130.755	WA	average	2014		2016
<b>5</b>	<b>Certified, preparing for first annual audit</b>	<b>649.970</b>	<b>647.621</b>					
22	PT Wapoga Mutiara Timber Unit II	169.170	169.170	TFF	average	2013	2016	
<b>1</b>	<b>Controlled wood certification achieved</b>	<b>169.170</b>	<b>169.170</b>					
23	PT Sumalindo Lestari Jaya IV	63.550		GFTN	good	2013		
24	PT Wanabhakti Persada Utama	44.402		TNC		2013		
25	PT Aditya Kirana Mandiri	42.700		TNC		2013		
26	PT ASCO Prima Nusantara	171.270		WA		2015		
27	PT Hanurata Papua Barat	234.470		TFF				
28	Sumalindo unit II	267.600		APCS	average			
29	Sumalindo Unit V	61.645		APCS	average			
30	PT Inhutani II Sei Tubu	99.100		TFF	average	2013		
31	PT Inhutani II Semamu	71.375		TFF	average	2013		
32	PT Gorontalo Citra Lestari	46.170		TFF	average			
33	PT Gema Nusantara Jaya	29.750		TFF	average			
34	PT Rizki Kacida Reana	55.150		TNC	average	2014		
35	PT Inhutani I Meraang	70.700		TNC	average	2010		
36	PT Inhutani II Malinau	29.040		TFF	average	2011		
37	PT Multi Wahana Wijaya	107.740		TFF	average	2013		
38	PT Graha Sentosa Permai	44.970		WA	good	2013		
39	PT Utama Damai Indah Timber (UDIT)	49.250		TNC		2014		
40	PT Karya Lestari	49.123		TNC		2014		
41	PT Mitra Pembangunan Global	83.950			average	2014		
<b>19</b>	<b>Certification action plan under implementation</b>	<b>1.621.955</b>	<b>0</b>					
<b>41</b>	<b>Grand total June 2016</b>	<b>3.905.115</b>	<b>2.247.671</b>					
<b>40</b>	<b>Grand total June 2016 - Indonesia</b>	<b>3.756.215</b>	<b>2.098.771</b>					

### Organisation

The Borneo Initiative is a foundation established in 2008, with offices in The Netherlands and Indonesia. Its mission is to prevent the loss of tropical forests due to deforestation and over-exploitation. The current focus is on Indonesia, but coverage may expand to Malaysia and PNG as well over time.

#### Indonesia:

E: sekretariat@theborneoinitiative.org

T: +62 21 7884 8908

#### The Netherlands:

E: info@theborneoinitiative.org

T: +31 610 665564