

RSPO – SUPPLY CHAIN CERTIFICATION AUDIT

PT INTI INDOSAWIT SUBUR UKUI 1 KERNEL CRUSHING PLANT (KCP)
PELALAWAN DISTRICT, RIAU PROVINCE INDONESIA

1. Company Details			
RSPO Membership Number	1-0022-06-000-00	Date	6 th February 2006
Company Name	PT Inti Indosawit Subur - Ukui		
Address	Head Office: Jalan MH. Thamrin No.31, Jakarta 10230 – INDONESIA Site location: Ukui Village, Ukui Sub-district, Pelalawan Regency, Riau Province – INDONESIA		
Parent Company/Subsidiary (if applicable)	PT Inti Indosawit Subur		
Contact Name	Mrs. Asrini Subrata		
Website	www.asianagri.co.id	E-mail	asrini_subrata@asianagri.com
Telephone	+62 21 230 1119	Facsimile	+62 21 230 1120
Location of Certification Unit			
Name	Location	GPS	
		Easting	Northing
Ukui 1 Kernel Crushing Plant	Ukui Village, Ukui Sub-District, Pelalawan Regency, Riau Province, Indonesia	102° 05' 33" E	00° 13' 34" S
Mill Capacity	90tonnes/hour		

2. Certification Body			
Company Name	PT. BSI Group Indonesia		
Certificate No.	No. RSPO- ACC– 019, dated: 31 st October 2014 (Date of Expiry: 30 th October 2019)		
Address	Menara Bidakara 2 17th Floor, Unit 5 Jl. Jend. Gatot Subroto Kav. 71-73 Komplek Bidakara, Pancoran Jakarta Selatan 12870 - Indonesia		
Contact Person	Senniah Appalasy		
Website	www.bsigroup.com	E-mail	senniah.appalasy@bsigroup.com
Telephone	Tel: +62 21 8379 3174 - 77	Facsimile	Fax: +62 21 8379 3287

3. Summary of Assessment
<p>BSI has conducted RSPO Supply Chain Certification assessment of PT Inti Indosawit Subur – Ukui 1 Kernel Crushing Plant. The Ukui 1 Kernel Crushing Plant is located within Ukui 1 Palm Oil Mill.</p> <p>It is noted that the kernel crushing plant sourced the raw material (palm kernel) directly and only from RSPO-certified Ukui 1 Palm Oil Mill. Ukui 1 Palm Oil Mill has been certified against RSPO P&C 2013 and RSPO Supply Chain Certification Standard for CPO Mills Module D: Identity Preserved.</p> <p>BSI conducted the assessment process against the requirement of RSPO Supply Chain Certification Standard: 21 November 2014. The palm kernel from Ukui 1 Palm Oil Mill stored on dedicated kernel silo before processed into palm kernel oil and palm kernel expeller. All aspects of the standard have been implemented and recorded. The certification unit demonstrated traceability and record keeping, as well as keeping the products 100% segregated. BSI recommends the certification of PT Inti Indosawit Subur – Ukui 1 Kernel Crushing Plant as a producer of RSPO certified sustainable palm kernel oil and palm kernel expeller.</p>

4. Certification Detail			
Certificate Number	SPO 635438	Date	11/05/2015
		Start date	11/05/2015
		End date	11/05/2020
Scope of Certification	The scope of certification is Processing of Palm Kernel into Palm Kernel Oil and Palm Kernel Expeller at Ukui 1 Kernel Crushing Plant. The supply base is Ukui 1 Palm Oil Mill.		
Other Certifications			
Certificate Number	Standard(s)	Certificate Issued by	Expiry Date
-	None	-	-

5. Report Background		
Author		
Lead Auditor	Pratama Sedayu	
Certifier	Aryo Gustomo	
Previous audits		
<p>Ukui 1 Kernel Crushing Plant was previously certified as part of PT Inti Indosawit Subur – Ukui Group, against RSPO P&C requirement. In order to comply with new RSPO Supply Chain Certification Standard 2014, PT BSI Group Indonesia carried out RSPO Supply Chain Certification Assessment in 2015.</p> <p>Based on previous assessment result, there was no con-conformance issued related to Ukui 1 Kernel Crushing Plant.</p>		
Audit Agenda		
Date	Time	Description
17/04/2015	10.00 – 10.30	Opening Meeting
	10.30 – 12.00	Review of onsite operations (Kernel Silo and Kernel Crushing Plant, PKO tank)
	12.00 – 14.00	Break
	14.00 – 17.00	Document review: Procedures for Supply Chain
18/04/2015	08.00 – 12.00	Document review and record verification
	12.00 – 14.00	Break
	14.00 – 15.00	Continue document review and collecting outstanding information
	15.00 – 16.00	Report preparation
	16.00 – 16.30	Closing Meeting
Main site / document inspected	Overview of Palm Kernel processing in KCP	
	Supply chain procedures	
	Record of PK Incoming	
	Record of PKO and PKE produced	
	Delivery Order of PKO	
	Invoice and export documents	
Name and Affiliation of managements consulted	Khaiyar Ilham	PC Ukui 1 POM/KCP
	Suwardi	Manager Ukui 1 POM/KCP
	Riki B.I	Assisstant Ukui 1 POM/KCP
	Ronny M.S	Administration Staff Ukui 1 POM/KCP
	Putu GYA	RO

6. Scope	
Scope of Certification	The scope of certification is Processing of Palm Kernel into Palm Kernel Oil and Palm Kernel Expeller at Ukui 1 Kernel Crushing Plant. The supply base is Ukui 1 Palm Oil Mill. The supply chain model used by Ukui 1 Kernel Crushing Plant is Identity Preserved.
Standard Applicable to this Assessment	
PT Inti Indosawit Subur – Ukui 1 Kernel Crushing Plant is implementing RSPO Supply Chain Certification Standard: 21 November 2014. The supply chain model used by Ukui 1 Kernel Crushing Plant is Identity Preserved.	

7. Assessment Finding:			
Description of Operation's Management System			
<p>Ukui 1 Kernel Crushing Plant (KCP) is located within Ukui 1 Palm Oil Mill (POM). Basically Ukui 1 KCP and Ukui 1 POM are under same management structure. The responsible person in charge to the supply chain system is Mill Manager and General Manager.</p> <p>The supply chain system has been implemented, since previously Ukui 1 KCP was certified against and under RSPO P&C standard and RSPO SCCS Requirement for CPO Mills. The implementation of supply chain system started from palm kernel silo. Palm kernel only received from Ukui 1 POM and stored in kernel silo. The processing of palm kernel into palm kernel oil and palm kernel expeller recorded into dedicated documentation system.</p> <p>PKO product is stored in a dedicated tank to maintain 100% identity preserved status.</p>			
	Requirement	Evidence	Compliance
GENERAL SUPPLY CHAIN REQUIREMENT			
Criterion 5.1. Applicability of the General Chain of Custody Requirements for the Supply Chain			
5.1.1	The General Chain of Custody requirements of the RSPO Supply Chain Standard shall apply to any organization throughout the supply chain that takes legal ownership and physically handles RSPO Certified Sustainable oil palm products at a location under the control of the organization including outsourced contractors. After the end product manufacturer there is no further requirement for certification.	<i>The General Chain of Custody requirements of the RSPO Supply Chain Standard is applicable for Ukui 1 Kernel Crushing Plant, since the certification unit physically process RSPO Certified palm kernel into palm kernel oil.</i>	Yes
5.1.2	Traders and distributors require a licence obtained from RSPO to sell RSPO certified product but do not themselves require certification. When selling RSPO certified product a licensed trader and/or distributor must pass on the certification number of the product manufacturer and the applicable supply chain model.	<i>Ukui 1 Kernel Crushing Plant is not a trader or distributors. This clause is not applicable for the certification unit.</i>	N/A
5.1.3	Either the operator at site level or its parent company seeking certification shall be a member of the RSPO and shall register on the RSPO IT platform.	<i>Ukui 1 Kernel Crushing Plant is part of PT Inti Indosawit Subur, which is a registered member of RSPO since 2006.</i>	Yes
5.1.4	Processing aids do not need to be included	<i>Ukui 1 Kernel Crushing Plant does not</i>	Yes

	within an organization's scope of certification.	<i>include any processing aid into organization's scope of certification.</i>	
Criterion 5.2. Supply Chain Model			
5.2.1	The site can only use the same supply chain model as its supplier or go to a less strict system. Declassification/downgrading can only be done in the following order: Identity Preserved -> Segregated -> Mass Balance.	<i>The raw material used by Ukui 1 Kernel Crushing Plant; which is palm kernel, is supplied only from Ukui 1 Palm Oil Mill. Ukui 1 Palm Oil Mill is certified against RSPO P&C 2013 and RSPO SCCS Requirements for CPO Mill Module D: Identity Preserved. Ukui 1 Kernel Crushing Plant is implementing RSPO SCCS Module A: Identity Preserved.</i>	Yes
Criterion 5.3. Documented Procedures			
5.3.1	The site shall have written procedures and/or work instructions to ensure the implementation of all elements of the applicable supply chain model specified. This shall include at minimum the following:		
	Complete and up to date procedures covering the implementation of all the elements of the supply chain model requirements.	<i>Ukui 1 KCP demonstrates Standard Operating Procedures – Traceability AA-MPM-OP-1400.17.R4. The procedures cover traceability of CPKO from receiving and shipping of CPKO as well as Daily production report KCP production. The procedure also regulates the internal audit by environmental and sustainability head. Traceability records are to be kept for 0 years.</i> <i>Standard Operating Procedure – Book Keeping AA-MPM-OP-1400.18-R4. The procedure explains method to check only certified product received. The book keeping identity preserved print on quarterly basis. Head of Environmental and Sustainability will inform to certification body in the case of projected overproduction.</i>	Yes
	Complete and up to date records and reports that demonstrate compliance with the supply chain model requirements (including training records).	<i>Update RSPO SCCS records and reports as RSPO SCCS required, such as: incoming PK record, PKO and PKE produced, Delivery note, Stock balancing, etc. Record seen: Laporan Harian Produksi (Daily Production Record) dated 11-16th April 2015. Sample taken: On 14th April 2015 Ukui 1 KCP received 17,000kg of PK from Ukui 1 POM. Projected budget for Certified PKO</i>	Yes

		<p><i>extraction rate is at 44% while for PKE is at 56.5%.</i></p> <p><i>On 16th April 2015, Ukui 1 KCP received 86,650kg of PK on silo No.1. The CPKO production is 17,450kg, with PKE production 22,750kg. The actual extraction rate for PKO is 44.04% and extraction rate for PKE is 57.42%, with FFA 1.21%. Stock of CPKO in bulk storage tank is 46,120kg, stock in process 9,930kg, total 56,050kg.</i></p> <p><i>There has been no delivery of CPKO. But Ukui 1 KCP is able to demonstrate templates for weighbridge ticket and delivery order, indicating all minimum information as per RSPO SCCS requirement.</i></p> <p><i>Training record sighted for implementation of Identity Preserved and Traceability, dated 1st April 2015, attended by production supervisor, weighbridge operators, dispatch operators and administrative controller.</i></p>	
	<p>Identification of the role of the person having overall responsibility for and authority over the implementation of these requirements and compliance with all applicable requirements. This person shall be able to demonstrate awareness of the organization's procedures for the implementation of this standard.</p>	<p><i>The responsible person in charge to the supply chain system is Mill Manager and General Manager.</i></p>	<p>Yes</p>
5.4. Purchasing and goods in			
<p>5.4.1</p>	<p>The receiving site shall ensure that purchases of RSPO certified palm oil and oil palm products are in compliance with the following:</p> <p>The site shall have documentation that demonstrates that purchases are made to the material category agreed with their supplier (IP, SG, MB) (e.g. specified in purchase orders, contracts, material specifications).</p> <p>The site receiving RSPO certified oil palm products shall ensure that the products are verified as being RSPO certified. For sites that are required to announce and confirm trades in the RSPO IT platform, this shall</p>	<p><i>There is no purchase of raw material. The KCP was receiving Palm Kernel directly from Ukui 1 Palm Oil Mill (KCP is located in mill) only, all incoming raw material FFB in Ukui 1 mill is certified with IP module based on new RSPO SCCS Standard 2014.</i></p> <p><i>The KCP was receiving Palm Kernel directly from Ukui 1 Palm Oil Mill (KCP is located in mill) only. Where all incoming raw material FFB in Ukui 1 Mill is certified.</i></p>	<p>Yes</p> <p>Yes</p>

	include making Shipping Announcements and Shipping Confirmations on the RSPO IT platform on the level of each shipment. Refer to section 5.7.1 of this document for further guidance.		
	A check of the validity of the Supply Chain Certification of suppliers is required for all sites that are SC certified. This shall be checked via the list of RSPO Supply Chain Certified sites on the RSPO website (www.rspo.org) at least annually.	<i>Palm kernel sourced from the same mill, Ukui 1 Palm Oil Mill. The entity holds valid RSPO P&C Certificate. The certificate of PT Inti Indosawit Subur – Ukui 1 POM is valid until 29th February 2016.</i>	Yes
5.4.2	The site shall have a mechanism in place for handling non-conforming material and/or documents.	<i>Ukui 1 KCP has the mechanism to handle non-conforming material and/or document. Ukui 1 KCP demonstrated the simulation on recall of non-conforming material. In addition, company only receive and process RSPO certified PK. Company does not receive non-certified FFB material at Ukui 1 POM, therefore no non-certified PK produced.</i>	Yes
5.5. Outsourcing activities			
5.5.1	In cases where an operation seeking or holding certification outsources activities to independent third parties (e.g. subcontractors for storage, transport or other outsourced activities), the operation seeking or holding certification shall ensure that the independent third party complies with the requirements of the RSPO Supply Chain Certification Standard. This requirement should not apply to outsourced storage facilities where the management of the oil palm product(s) and instructions for tank movements are controlled by the organization (not the tank farm manager).	<i>N/A (No Outsourcing)</i>	N/A
5.5.2	Sites which include outsourcing within the scope of their RSPO Supply Chain certificate shall ensure the following	<i>N/A (No Outsourcing)</i>	N/A
	a. The site has legal ownership of all input material to be included in outsourced processes;	<i>N/A (No Outsourcing)</i>	N/A
	b. The site has an agreement or contract covering the outsourced process with each contractor through a signed and enforceable agreement with the contractor. The onus is on the site to ensure that certification bodies (CBs)	<i>N/A (No Outsourcing)</i>	N/A

	have access to the outsourcing contractor or operation if an audit is deemed necessary.		
	c. The site has a documented control system with explicit procedures for the outsourced process which is communicated to the relevant contractor.	<i>N/A (No Outsourcing)</i>	<i>N/A</i>
	d. The site seeking or holding certification shall furthermore ensure (e.g. through contractual arrangements) that independent third parties engaged provide relevant access for duly accredited CBs to their respective operations, systems, and any and all information, when this is announced in advance.	<i>N/A (No Outsourcing)</i>	<i>N/A</i>
5.5.3	The site shall record the names and contact details of all contractors used for the processing or production of RSPO certified materials.	<i>N/A (No Outsourcing)</i>	<i>N/A</i>
5.5.4	The site shall at its next audit inform its CB of the names and contact details of any new contractor used for the processing or production of RSPO certified materials.	<i>N/A (No Outsourcing)</i>	<i>N/A</i>
5.6. Sales and goods out			
5.6.1	<p>The organization shall ensure that the following minimum information for RSPO certified products is made available in document form. Information must be complete and can be presented either on a single document or across a range of documents issued for RSPO certified oil palm products (for example, delivery notes, shipping documents and specification documentation):</p> <ul style="list-style-type: none"> • The name and address of the buyer. • The name and address of the seller; • The loading or delivery date; • The date on which the documents were issued; • A description of the product, including the applicable supply chain model (Identity Preserved, Segregated or Mass Balance or the approved abbreviations); • The quantity of the products delivered; • Any related transport documentation; • Supply chain certificate number; • A unique identification number 	<p><i>KCP Ukui 1 is able to demonstrate all minimum information in document form.</i></p> <p><i>Sample taken: Weighbridge for CPKO dispatch (template) with name and address of buyer, name and address of seller, loading date, date of weighbridge ticket issuance, description of product (CPKO certified RSPO), supply chain model (Identity Preserved), quantity of product delivered, truck/transport number, supply chain certificate number, and weighbridge ticket number.</i></p> <p><i>Sample Delivery Order No.03005/DC10/14/15 (template) includes name and address of buyer, name and address of seller, date of DO issued date, description of product (Identity Preserved), quantity of products delivered, supply chain certificate number.</i></p>	<i>Yes</i>

5.7. Registration of transactions			
5.7.1	<p>Supply chain actors who:</p> <ul style="list-style-type: none"> • are supply chain actors between the mill and final refinery; • take legal ownership and physically handle RSPO Certified Sustainable oil palm products; and • are part of the supply chain of RSPO Certified Sustainable oil palm products <p>must register their transaction in the RSPO IT platform at the time of physical shipment as required by the rules set by RSPO.</p>	<p><i>Based on document review, all certified PKOs shipment is announce in e-trace on "Shipping Announcement".</i></p>	Yes
5.8. Training			
5.8.1	The organization shall have a defined training plan, which is subject to on-going review and is supported by records of the training provided to staff.	<i>The company has training program for staff who are involved in RSPO SCCS. Competence and records of competence is demonstrated.</i>	Yes
5.8.2	Appropriate training shall be provided by the organization for personnel carrying out the tasks critical to the effective implementation of the supply chain certification system. Training shall be specific and relevant to the task(s) performed.	<i>Training record sighted for implementation of Identity Preserved and Traceability, dated 1st April 2015, attended by production supervisor, weighbridge operators, dispatch operators and administrative controller.</i>	Yes
5.9. Record Keeping			
5.9.1	The site shall maintain accurate, complete, up-to-date and accessible records and reports covering all aspects of these RSPO Supply Chain Certification requirements.	<i>There are records in place which are complete, up to date and accurate for all requirements from receiving PK certified from Ukui 1 Mill as well as dispatch PKO with balancing stock daily and three monthly basis.</i>	Yes
5.9.2	Retention times for all records and reports shall be a minimum of two (2) years and must comply with legal and regulatory requirements and be able to confirm the certified status of raw materials or products held in stock.	<i>The procedure requires that all records and reports related to traceability and book keeping are retained for a period of 10 years.</i>	Yes
5.9.3	The organization must keep an up to date record of the volume of RSPO certified oil palm products purchased and claimed over a specified period.	<i>Volume of incoming raw material (PK), produced PKO and PKE and dispatch PKO is available in "Laporan Harian Produksi" Daily Production Report.</i>	Yes
5.10. Conversion factors			
5.10.1	Where applicable a conversion rate must be applied to provide a reliable estimate for the amount of certified output available from the associated inputs. Organizations may determine and set their own conversion rates which must be based upon	<i>Not Applicable. Company is referring the conversion rate of PK into PKO from e-trace system.</i>	N/A

	past experience, documented and applied consistently. Guidance on conversion rates is published on the RSPO website (www.rspo.org). This is in particular relevant for derivatives of Palm Oil and Palm Kernel Oil, as used in the oleochemical and personal care industries. The guidance document for oleochemicals is available on the RSPO website (www.rspo.org).		
5.10.2	Conversion rates shall be periodically tested to ensure accuracy against actual performance or industry average if appropriate.	<i>Not Applicable. Company is referring the conversion rate of PK into PKO from e-trace system.</i>	N/A
5.11. Claims			
5.11.1	The site shall only make claims regarding the use of or support of RSPO certified oil palm products that are in compliance with the RSPO rules on communications and claims	<i>The company has not made claims outside of the RSPO rules for Communications and Claims as company only sold RSPO certified PKO – and not end product.</i>	Yes
5.12. Complaints			
5.12.1	The organization shall have in place and maintain documented procedures for collecting and resolving stakeholder complaints.	<i>KCP Ukui 1 is referring to Standard Operating Procedures AA-GL-5008.1-R1 related to Penanganan Permintaan Informasi Stakeholder.</i>	Yes
5.13. Management Review			
5.1.3.1	The organization is required to hold management reviews at planned intervals appropriate to the scale and nature of the activities undertaken	<i>Ukui 1 KCP refers to Standard Operating Procedures AA-SOP-ES-6001-R1 for Internal audit and Management review. The internal audit and management review planned once a year at minimum, considering the critical area.</i>	Yes
5.13.2	The input to management review shall include information on: <ul style="list-style-type: none"> • Results of audits • Customer feedback • Process performance and product conformity • Status of preventive and corrective actions • Follow-up actions from management reviews. • Changes that could affect the management system. • Recommendations for improvement. 	<i>Ukui 1 KCP demonstrates records of management review for the implementation of Identity Preserved system in the facility dated 17th April 2015. The records shows highlight related to result of initial audit, customer feedback, process performance (data supplied), status of corrective and preventive action, changes of supply chain system that affects management system and recommendation for improvement. Record of latest internal audit sighthet dated 11th November 2014.</i>	Yes
5.13.3	The output from the management review shall include any decisions and actions related to: <ul style="list-style-type: none"> • Improvement of the effectiveness of the 	<i>The company has improvement plan, included resources needed to follow up management review.</i>	Yes

	management system and its processes • Resource needs.		
MODULE A. IDENTITY PRESERVED			
A.2. Supply Chain Requirement			
A.2.1	The site must ensure that the RSPO IP oil palm product is kept physically isolated from all other palm oil sources and is uniquely identifiable to a single RSPO certified mill and its certified supply base.	<i>All incoming PK only from RSPO certified palm oil mill, Ukui 1 POM. The PK The CPKO is stored in dedicated tank No.1.</i>	Yes
A.3. Processing			
A.3.1	The site shall assure and verify through documented procedures and record keeping that the RSPO certified oil palm product is kept separate from non-certified material and material from other certified mills, including during transport and storage.	<i>All PK comes from certified mills. There is no non-certified material being used in the process. Verification against Laporan Harian Produksi shows that KCP is only receiving and processing PK from Ukui 1 POM, which is certified with Identity Preserved supply chain system.</i>	Yes
A.3.2	The objective is for 100% identity preserved (IP) material to be reached.	<i>All PK comes from certified mills. There is no non-certified material being used in the process. PKO product is stored in a dedicated tank.</i>	Yes
MODULE B. SEGREGATION			
B.2. Supply Chain Requirements			
B.2.1	The Segregation approach requires that the RSPO certified oil palm products from certified estates/plantations is kept separate from material from non-RSPO certified estates/plantations at every stage of production, processing, refining and manufacturing throughout the supply chain. This model does allow for the mixing of RSPO certified palm oil and its derivatives from various sources. Therefore the physical oil delivered to the end user will not be fully traceable to the specific mill and its supply base.	<i>Not Applicable</i>	N/A
B.3. Processing			
B.3.1	The site shall assure and verify through clear procedures and record keeping that the RSPO certified oil palm product is kept segregated from non-certified material including during transport and storage.	<i>Not Applicable</i>	N/A
B.3.2	The objective is for 100% segregated material to be reached	<i>Not Applicable</i>	N/A
MODULE C – MASS BALANCE			
C.2. Supply Chain Requirements			
C.2.1	The basis of the supply chain requirements for Mass Balance will consist of reconciliation between the quantity of RSPO	<i>Not Applicable</i>	N/A

	material bought and the quantity of RSPO material sold. This includes control of purchases and sales of RSPO certified palm oil and its derivatives which will be independently verified. There are no requirements for separate storing or controls in the production process.		
C.3. Processing			
C.3.1	The site shall ensure that the quantity of physical RSPO mass balance material inputs and outputs (volume or weight) at the physical site are monitored.	<i>Not Applicable</i>	<i>N/A</i>
C.3.2	The site shall ensure that the output of RSPO mass balance material supplied to customers from the physical site does not exceed the input of RSPO certified material received at the physical site, using either a continuous accounting system or a fixed inventory period.	<i>Not Applicable</i>	<i>N/A</i>
C.4. Continuous accounting system			
C.4.1	Where a continuous accounting system is in operation, the organization shall ensure that the quantity of physical RSPO mass balance material inputs and outputs at the physical site are monitored on a real-time basis.	<i>Not Applicable</i>	<i>N/A</i>
C.4.2	Where a continuous accounting system is in operation, the organization shall ensure that the material accounting system is never overdrawn. Only RSPO data which has been recorded in the material accounting system shall be allocated to outputs supplied by the organization.	<i>Not Applicable</i>	<i>N/A</i>
C.5. Fixed inventory period			
C.5.1	Where a fixed inventory period is in operation, the organization shall ensure that the quantity of RSPO mass balance material inputs and outputs (volume or weight) are balanced within a fixed inventory period which does not exceed 3 (three) months.	<i>Not Applicable</i>	<i>N/A</i>
C.5.2	Where a fixed inventory period is in operation, the organization may overdraw data when there is evidence that RSPO mass balance purchases for delivery within the inventory period cover the RSPO output quantity supplied.	<i>Not Applicable</i>	<i>N/A</i>
C.5.3	Where a fixed inventory period is in operation, unused credits can be carried over and recorded in the material	<i>Not Applicable</i>	<i>N/A</i>

	accounting system for the following inventory period.		
C.5.4	Where a fixed inventory period is in operation, the organization shall ensure that the material accounting system is not overdrawn at the time of the inventory. Only RSPO data which has been recorded in the material accounting system within the inventory period (including data carried over from the previous period as per C.5.3) shall be allocated to outputs supplied within the inventory period.	<i>Not Applicable</i>	<i>N/A</i>
C.6. Conversion ratio			
C.6.1	All volumes of palm oil fractions and derivatives that are delivered are deducted from the material accounting system according to conversion ratios as set out by RSPO (see section 5.10), with the exception of the option detailed in C.6.3.	<i>Not Applicable</i>	<i>N/A</i>
C.6.2	Refining losses are neglected for the sake of simplicity in the Mass Balance system.	<i>Not Applicable</i>	<i>N/A</i>
C.6.3	Sites can purchase a certain volume or weight of identity preserved or segregated sustainable palm and palm kernel products and use it to match the sales of equal volumes of palm product derivatives that then carry a Mass Balance claim without requiring a physical or chemical link between the acquired segregated product and the derivative that is sold under mass balance.	<i>Not Applicable</i>	<i>N/A</i>
C.6.4	Segregated to Mass Balance Supply Chain Model Yield Scheme	<i>Not Applicable</i>	<i>N/A</i>
C.7. Yield Schemes			
C.7.1	Mass Balance Supply Chain Model Yield Scheme: The values shown in the Mass Balance Supply Chain Model below are fixed and cannot be modified. Organizations may use their own actual yields provided these can be justified during the audit.	<i>Not Applicable</i>	<i>N/A</i>
C.7.2	Palm Kernel Mass Balance Yield Scheme: To calculate how much Mass Balance sustainable products they can sell or claim, companies that purchase Mass Balance sustainable palm kernel products may use their own actual yields provided these can be justified during the audit	<i>Not Applicable</i>	<i>N/A</i>

Record of Raw Material Received 2014

Supplier	RSPO Certificate Number	Product	Volume (MT) *
PT Inti Indosawit Subur – Ukui Group	SPO 565807	Palm Kernel	18,033

**PK received as Mass Balance*

Record of Oil Palm Product Sold 2014

Buyer	RSPO Certificate Number*	Product	Volume (MT)**
BASF	SPO 565807	Palm Kernel Oil	600

**The KCP was using P&C certificate number*

*** PKO sold through eTrace as Mass Balance*

8. Detail of Finding:

No Non conformity was noted during previous assessment and no non conformity was raised during this assessment.

8.1 Previous Assessment Finding

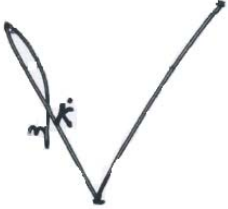

NC No.	
Ref. NC. No	
Scope	
Detail	
Requirements	
Objective Evidence	
Action	
Closed?	

8.2 Previous Assessment Finding

NC No.	
Ref. NC. No	
Scope	
Detail	
Requirements	
Objective Evidence	
Action	
Closed?	

9. Status of Non Conformities:

Reference	Category	Issued	Closed
-	-	-	-

10. Formal Signing-off of Audit Finding	
Name: Welly Pardede	Name: Pratama Agung Sedayu
Company name: PT Inti Indosawit Subur – Ukui	Company name: PT. BSI Group Indonesia
Title: Director	Title: Lead Auditor
Date: 20 April 2015	Date: 18 th April 2015
Signature: 	Signature: 

Appendix "A"
RSPO SCCS Certificate Details

PT Inti Indosawit Subur - Ukui

Ukui 1 Kernel Crushing Plant,
Ukui 1 Palm Oil Mill,
Ukui Village, Ukui Sub-District, Pelalawan Regency, Riau Province,
Indonesia

Certificate Number : SPO 635438
Date of Certificate : 11/05/2015
End of certificate : 10/05/2020

Applicable Standard:

RSPO Supply Chain Certification Standard 2014 - Module A: Identity Preserved

UKUI 1 KERNEL CRUSHING PLANT AND SUPPLY BASE	
Location Address	Ukui Village, Ukui Sub-District, Pelalawan Regency, Riau Province, Indonesia
GPS Location	102° 05' 33" E - 00° 13' 34" S
PKO Tonnage Total	9,711 MT
PKE Tonnage total	12,359 MT
Own PK Tonnage	22,070 MT

Projection of Raw Material Received

Supplier	RSPO Certificate Number	Product	Volume (MT)
PT Inti Indosawit Subur – Ukui Group	SPO 565807	Palm Kernel	22,070

**PK received as Identity Preserved*

Projection of Oil Palm Product Sold

Buyer	RSPO Certificate Number	Product	Volume (MT)
-	SPO 635438	Palm Kernel Oil	9,711
-	SPO 635438	Palm Kernel Expeller	12,359