

30th June 2018

Dear Stakeholders,

Invitation to comment on RSPO Re-certification Assessment of Hargy Oil Palms Limited in West New Britain Province, Papua New Guinea.

Hargy Oil Palms Limited, an oil palm plantation company under SIPEF Group (RSPO Membership No.1-0021-05-000-00), has appointed BSI to conduct RSPO re-certification assessment for its palm oil mill and supply base. The company located in West New Britain Province – Papua New Guinea.

BSI plans to conduct re-certification assessment of Hargy Oil Palms Limited on 1st – 10th August 2018. As for information, the RSPO P&C certificate for Hargy Oil Palm Plantation is valid from 9th April 2014 – 8th April 2019. Hargy Oil Palms Limited opted to expedite the re-certification assessment in order to begin new certification cycle period. The re-certification assessment will be conducted against RSPO Principles and Criteria PNG NI, April 2017; RSPO Certification System, June 2017; RSPO Supply Chain Certification Standard, June 2017; and RSPO Supply Chain Certification System, June 2017. The assessment will cover legal, environment, economical, workers' health and safety, and social aspects as required by RSPO P&C and RSPO SCCS for CPO Mills.

The following are the information on the certification unit:

Hargy Palm Oil Mill and Supply Base					
Mill Name	Hargy Palm Oil Mill				
Mill Capacity (tonnage/hour)	45 tonnes/hour				
Location Address	East of Biiala, West New Britain Province, Papua New Guinea				
GPS Reference (Palm Oil Mill)	151° 0' 39.464" E and 5° 18' 40.049" S				
CPO Tonnage	45,139.18 tonnes				
PK Tonnage	9,341.10 tonnes				
Own Estate FFB Tonnage	109,933.33 tonnes				
Smallholder FFB Tonnage	74,800.24 tonnes				
Barema Palm Oil Mill and Supply Base					
Mill Name	Barema Palm Oil Mill				
Mill Capacity (tonnage/hour)	45 tonnes/hour				
Location Address	30km East of Biiala, West New Britain Province, Papua New Guinea				
GPS Reference (Palm Oil Mill)	151° 8' 2.406" E and 5° 13' 8.441" S				
CPO Tonnage	63,273.81 tonnes				
PK Tonnage	12,999.67 tonnes				
Own Estate FFB Tonnage	153,091.73 tonnes				
Smallholder FFB Tonnage	104,162.06 tonnes				
Navo Palm Oil Mill and Supply Base					
Mill Name	Navo Palm Oil Mill				
Mill Capacity (tonnage/hour)	45 tonnes/hour				
Location	50km East of Biiala, West New Britain Province, Papua New Guinea				
GPS Reference (Palm Oil Mill)	151° 13' 28.029" E and 5° 5' 38.863" S				
CPO Tonnage	58,744.46 tonnes				
PK Tonnage	12,255.63 tonnes				
Own Estate FFB Tonnage	153,824.59 tonnes				
Smallholder FFB Tonnage	104,663.06 tonnes				
Estate	GPS Reference	Mature Palm (Ha)	Immature Palm (Ha)	Certified Area / Total land lease (ha)	Annual FFB Production (mt)
Hargy Estate	151° 3' 28.029" E and 5° 17' 47.769" S	4,006.39	474.95	6,811.69	134,554.99
Navo Estate	151° 13' 30.011" E and 5° 5' 38.412" S	5,233.77	0	6,486.00	178,566.98
Pandi Estate	151° 25' 27.115" E and 5° 0' 44.285" S	3,206.19	700.24	7,171.00	103,670.24
Smallholders	151° 0' 39.464" E and 5° 18' 40.049" S	12,685.00	1,426.00	14,129.00	283,683.80
Total		25,131.35	2,601.19	34,597.69	700,476.01

BSI is a leading global provider of management systems assessment and certification, with more than 60,000 certified locations and clients in over 100 countries. BSI Standards is the UK's National Standards Body. BSI Malaysia accredited to provides independent, third-party RSPO certification of management systems. BSI has a Regional Office for RSPO program in Malaysia and affiliate offices in Indonesia, Singapore, Thailand and Australia.

The BSI Audit Team assigned for the certification assessment of Hargy Oil Palms Limited is as follows:

Nicholas Cheong as Lead Auditor (Legal Aspect, Stakeholder Consultation, Social aspects, Supply Chain for CPO Mills and Smallholder audit); **Pratama Agung Sedayu** as Team member (Legal Aspect, Occupational Health and Safety, Best Management Practices for Estate and Palm Oil Mill, and Smallholder audit); **Eko Purwanto** as Team Member (Environmental management system, Occupational Health and Safety, HCV, Best Management Practices for Estate and Palm Oil Mill and Smallholder audit); **Yudwi Wisnu Rahmanto** as a Team Member (Social aspects, Worker welfare, Stakeholder Consultation, HCV, Best Management Practices for Estate and Palm Oil Mill and Smallholder audit).

In preparation for the assessment, related stakeholders are invited to provide written input to the assessment by commenting on related Hargy Oil Palms Limited's operation particularly on environment or social aspect.

Topics you may wish to comment on are as follows:

- Environmental Protection
- Biodiversity conservation
- Opportunity for employment
- Company approach to community development
- Your relationship with the company
- Participation in decision making
- Free, prior and informed consent
- Suggestion for improvement

Comment received within 30 days from the date of this letter will be considered in the Assessment. Please include the following details in case we may need to contact you for clarification or follow-up on any issue raised by you.

Name:

Address:

Email:

Phone Number:

Fax Number:

If you wish your comments to be treated confidentially or to remain anonymous, please mark your reply "IN CONFIDENCE".





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Please direct your comments to:

Scheme Manager:

Mr. Nicholas Cheong
BSI Services Malaysia Sdn Bhd
Unit 10-03, Level 10, Tower A
The Vertical Business Suites
Bangsar South, No. 8
Jalan Kerinchi, 59200 Kuala Lumpur
Fax : +603-2242 4211
Email : nicholas.cheong@bsigroup.com

AND/OR

Lead Auditor:

Mr. Nicholas Cheong
PT. BSI Group Indonesia
Talavera Office Suite 20th Floor
Jl. TB. Simapatupang, Kav. 22-26, Indonesia
Fax: +62 21 2276 8271
Email: nicholas.cheong@bsigroup.com

Auditee:

Mr. Graham King
Private Mail Bag, Kimbe
West New Britain Province,
Papua New Guinea
Email: gking@hargy.com.pg

Thank you very much for your input.

Your sincerely

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Nicholas Cheong
Scheme Manager

