Sarawak Oil Palms Plantation Owners Association

MSPO Certification Progress

Presented by: Galau Melayong
Date: 27th January 2018
Venue: Waterfront Hotel, Kuching
Outlines of the Presentation

• Introduction to Certification
• Why Get Certified
• Commitments
• Purpose of Certification
• Improvement gained from Sustainability Certification through
• Certified Area as of December 2017
Introduction - Getting Certified

• Certification is one of the many tools that a Company used in an incremental, step-wise fashion along with other forms of public, private, regulatory, and voluntary systems to achieve the best results.

• Certification systems can provide a credible way to implement, evaluate, and communicate the progress of our commitments towards sustainability.

• Becoming certified is a choice made by individual Company for market recognition and reward, third party assessment of our performance, a roadmap for improvement, or a strategy for managing risk.
Getting Certified - Third Party Verification

The general benefits of external audits include:

- **Increasing stakeholder confidence** in the quality of corporate social and environmental controls, planning, and performance.
- Providing senior management with **an independent verification and analysis of the strengths and deficiencies of the sustainability program**.
- Providing additional confidence to avoid potential hazards and violations.
SOPPOA Commitment

• In 2010, the Sustainability and Certification Committee under direct purview of the Chairman, was established to support, oversee and enhance the Association's Sustainability and Certification endeavour.

• Since then, SOPPOA, through the Committee has been actively involved in the drafting, discussions, public comments on the present MSPO Principles and Criteria, until it was launched in 2013.

• And we are still very active in the present MSPO Supply Chain P&C.
Purpose of Certification

• Driven by market mechanism in compliance with customer demand.

• Certified Companies have tangible immediate benefits, however, in long term, it is about demonstrating good & responsible corporate citizen and getting market share.
Improvement through Certification

Enhancement in Documentation, in-depth contents that incorporate welfare, safety and environment (e.g. Energy Optimization, Continuous Improvement Plan, Contractor Engagement, Legal Regulations, etc.)

Increase in Company profits, recognition of products (e.g. FFB, CPO, RBDPO, etc.)

Minimizing the environmental pollution, identifying High Conservation Area (HCV), preservation and rehabilitation

Improving the livelihood of all employees and surrounding communities
MSPO Certification (December 2017)

Total Certified Area under Plantations & Organised Smallholders
513,989.03 ha

TOTAL CERTIFIED AREA = 518,793.96 ha

https://www.mpocc.org.my/mspo-figures-faqs
Summary of SOPPOA MSPO Certified Hectarages December 2017

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<th>Year</th>
<th>SOPB</th>
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<th>Keresa / PBB</th>
<th>Rinwood</th>
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<tr>
<td>POM and its Supplying Estates</td>
<td>4 POM + 30,0553.47 Hectares</td>
<td>2 POMs + 20,088 Hectares</td>
<td>Keresa 1 POMs + 6005 Hectares</td>
<td>2 POMs + 23,843.76 Hectares</td>
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<td>PBB 1 POM + 7920.49 Hectares</td>
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Total Hectares = 101,689.45
Words of Advice from an Old American Indian Chief

‘Only when the last tree has died and the last river been poisoned and the last fish been caught will we realise we cannot eat money’
THANK YOU!