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MICM Ref: R2020/10-2/IOI Pukin Grouping Annual Surveillance Assessment (ASA-01) 5 October 2012

Dear Stakeholders,

<u>Invitation to comment on RSPO Annual Surveillance Assessment (ASA-01) of IOI Corporation Berhad, Plantation Management Unit – Pukin Grouping, Rompin (Pahang) & Segamat (Johor), Malaysia</u>

IOI Corporation Berhad has commissioned Moody International Certification (Malaysia) Sdn Bhd for the assessment and certification of its Plantation Management Unit, Pukin Grouping against the requirement of the Roundtable on Sustainable Oil Palm, Principles and Criteria (RSPO P&C) and in line with the Malaysian National Interpretation (MYNI) and RSPO SCCS (2011) for Palm Oil Mill.

Moody International Certification plans to conduct the Annual Surveillance Assessment (ASA-01) of IOI Corporation Berhad Plantation Management Unit, Pukin Grouping starting from 5th and completing on 9th November 2012

In ensuring that the organization continues to meet RSPO P&C, MYNI, and RSPO SCCS for Palm Oil Mill and in obtaining the feedback, Moody International Certification (Malaysia) Sdn Bhd would like to invite interested parties to comment on the assessment of IOI Corporation Berhad Plantation Management Unit, Pukin Grouping. The certification unit are located at Rompin (Pahang) & Segamat (Johor).

In brief, IOI Corporation Berhad has been a member of RSPO since 18th May 2004 and is committed to full compliance with the RSPO P&C and full certification in all aspects of its operations. IOI Corporation Berhad owns and operates 12 palm oil mills and 77 estates (as per update on June 2012), throughout Malaysia and Indonesia. Currently, a significant number of its Plantation Management Unit (PMU) is undergoing the RSPO certifying process in accordance with its time bound plan to achieve RSPO certification for its entire PMU's at the end of year 2016.

Details of the plantation mill and estates to be assessed are as follows:

PMU: Pukin Grouping

Table 1: Address and GPS Location

Name	Address	GPS Reference		
		Latitude	Longitude	
Pukin Palm Oil Mill Mill Capacity (60 mt FFB/hr)	30km, Lebuhraya Tun Abdul Razak, Keratong, Rompin, Pahang	02° 43" 07.9" N		
Pukin Estate	30km, Lebuhraya Tun Abdul Razak, Keratong, Rompin, Pahang	02° 43" 07.9" N	102° 54" 28.7" E	
Shahzan 1 Estate	30km, Lebuhraya Tun Abdul Razak, Keratong, Rompin, Pahang	02° 47" 58.5" N	102° 50" 56.3" E	
Shahzan 2 Estate	36km, Lebuhraya Tun Abdul Razak, Keratong, Rompin, Pahang	02° 48" 59.6" N	102° 52" 26.5" E	
Segamat Estate	Km 5, Jalan Segamat Muar, 85009 Segamat, Johor	02° 29" 22.0" N	102° 52" 58.5" E	



Table 2: Estate Area Summary and FFB Production

Estate	Area Summar	FFB production	
	Total	Planted	(MT)
Pukin Estate	2,437.26	2,198.0	25,657.82
Shahzan 1 Estate	1,562.95	1,517.0	40,661.04
Shahzan 2 Estate	1,640.77	1,602.0	44,401.38
Segamat Estate	1,921.62	1,779.0	41,612.20
Total	7,562.60	7,096.0	152,332,44

Note: The FFB production figures above were the actual output submitted for current year.

Table 3: Age Profile of Planted Oil Palm

Year of Planting	Age of Palm (years)	Planted (Ha)			
		Pukin	Shahzan 1	Shahzan 2	Segamat
2007-2010	< 3 (immature)	629,0	_		
2004-2006	3-5			_	96.0
1994-2003	6-15	1,384.0	1,517.0	1,602.0	694.0
1988-1993	16-25	185.0	-	1,002.0	989.0
	Total	2,198.0	1,517.0	1,602.0	1,779.0

Table 4: Projected production quantities / volumes estimated for current year are:

Estate / Supplier	FFB Production (MT)	CPO Production (MT)	PK Production (MT)
Pukin Estate	43,030	9,942	2,035
Shahzan 1 Estate	47,030	11,075	2,248
Shahzan 2 Estate	49,670	11,600	2,375
Segamat Estate	52,500	12,242	2,541
* Other Suppliers / Sources		16,676	2,041
Leepang A Estate	52,870	11,514	3,056
Grand Total	105,370	23,756	5,597
Grana Total		(OER: 22.6 %)	(KER: 5.3%)

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Moody International Certification (Malaysia) Sdn Bhd has appointed the following team for the assessment:

Lead Assessor

o Mr. Augustine Loh (Palm Oil Mill, OHSAS, Social, Environment, HCV and Land Use)

Assessors

- o Mr. T. Mohan (Palm Oil Mill, OHSAS, Environment, Social, and Land Use)
- o Mr. Chen Fai Kok (Good Agriculture Practice, Integrated Pest Management and Social)





With regards to the forthcoming assessment at the above-stated locations, Moody International Certification (Malaysia) Sdn Bhd welcomes stakeholders to provide comments on any of the following matters related to the site for assessment:

- Environmental protection
- Employment opportunities
- Other matters relevant to the assessment
- Biodiversity conservation
- Community development

Comments received within 30 days from the date of this letter will be considered in the certification assessment. Please direct your comments to:

Mr. Augustine Loh RSPO Program Manager Moody International Certification (Malaysia) Sdn Bhd 6-L12-01, Level 12, Tower 2, Menara PGRM, No. 6 & 8, Jalan Pudu Ulu, Cheras, 56100 Kuala Lumpur, Malaysia Tel: 603 9283 9881 Fax: 603 9284 8187

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We thank you for your comments and feedback.

Yours faithfully,

Chin Miew Lim Managing Director

Moody International Certification (Malaysia) Sdn. Bhd.