

12-09-2018

Dear Sir/Madam,

STAKEHOLDER CONSULTATION ON MSPO INITIAL CERTIFICATION OF KRETAM HOLDINGS BHD (TAWAU REGION)

Kretam Holdings Bhd (Tawau Region) – Silimponon Mill & Estates, is a Malaysia plantation company, has applied to TUV NORD Malaysia Sdn Bhd to carryout certification activities detailed as in below.

Contact details	<p>Kretam Holdings Bhd (Tawau Region) – Silimponon Mill & Estates Siaw Yun Kui Senior Estate Manager KM 128, Tawau Kalabakan Highway, Mukim Sg. Silimponon, 91000 Tawau. 089-502829 sem_tawau@kretam.com / gmp@kretam.com</p>
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Summary information about Applicant
<p>Kretam Holdings Bhd (Tawau Region) – Silimponon Mill & Estates is located at Tawau, Sabah with mill and two estates. The company proposes to obtain MSPO certification in October 2018 and has applied to TUV NORD (Malaysia) SDN BHD to carryout certification activities detailed as in below.</p>

The compliance assessment mention above will be conducted against the below mention standard

Applicable Standard
<ul style="list-style-type: none"> • MS 2530-3:2013 General Principles For Oil Palm Plantations And Organized Smallholders • MS 2530-4:2013 General Principles For Palm Oil Mills

The main compliance audit are scheduled on

Actual Audit Date : 15/10/2018
Date End : 18/10/2018
Total Number of days : 4 days
Number of Auditor : 3 auditors

Kilang Sawit dalam Penilaian						
Name of Palm Oil Mill	Capacity Palm Oil Mill	Location	GPS reference		Forecasted Annual output (MT)	
(POM)	MT/Hr	Address	Longitude (E)	Latitude (N)	CPO	Palm Kernel
Silimpopon Palm Oil Mill	45	KM 128, Tawau Kalabakan Highway, Mukim Sg. Silimpopon, 91000, Tawau.	" E : 117'28'38.05"	N:04"19'31.95	49,031.00	10,257.00

ASSOCIATED SUPPLY BASE OF FFB TO THE ABOVE POM TO BE INCLUDED IN THIS ASSESSMENT						
Name of estate	Location	GPS reference		Area Summary (Ha)		Annual Estimation FFB (MT)
	Address	Longitude (E)	Latitude (N)	Total Coverage Area	Planted Area	
Silimpopon 1	KM 128, Tawau Kalabakan Highway, Mukim Sg. Silimpopon, 91000, Tawau.	E: 117"27'32.88"	N:04"19'44.76"	3,934.82	2,885.74	58,638.08
Silimpopon 2	KM 128, Tawau Kalabakan Highway, Mukim Sg. Silimpopon, 91000, Tawau.	E: '117"25'28.9"	N : 04'20'58.6"	4,155.18	2,701.09	50,163.14
Total				8,090.00	5,586.83	108,801.22

Note : Planted area = Mature + Immature Area

Stakeholder consultation is one of the most important parts in certification process. Here of which, the relevant stakeholder may include but not limited to national, regional as well as local stakeholders to provide their views and opinions as to whether the applicant's certification units comply with the requirements of the applicable standard.

This letter is to invite all stakeholders to take part in this consultation procedure as you contributed to ensure positive certification decision. We ask you to raise any issues, both positive and negative, by sending a response by phone (+603-86004031/4032) , fax or by E-mail (sustainability@tuv-nord.com) to our TUV NORD Malaysia Sdn Bhd office as indicated below.

Stakeholders shall giving complaints or grievances of the management unit concerned by following TUV NORD Malaysia Sdn Bhd procedure (<https://www.tuv-nord.com/my/en/our-services/sustainability/>). All sources of any information provided will be confidential to the CB. Any disclosure of the information provided shall be carried out prior consent of the stakeholder group concerned. A copy of MSPO standard can be obtained from this link (<https://www.mpocc.org.my/>).

Please consider the below point as your guidance:

- Environmental protection.
- Biodiversity conservation.
- Opportunities for employment.
- Provision of housing, sanitation, amenities and educational support.
- Company approach to community development.
- Participation in decision making.
- Any other issue, both positive and negative that you consider may be of relevance to the assessment.
- Issues relating to other plantations owned by the company not included in this assessment.

Details on the audit team:

LEAD ASSESSOR

Muhamad Norhisham Bin Abu Hassan (Lead Auditor)
He will be leading the audit and will be auditing MSPO for Transparency, Economic and Financial Viability, Best Practices, Conservation & Biodiversity, Social, New Planting, Human Resources.

SUPPORTING ASSESSORS

Zulhairi Bin Abu Hassan	He will be auditing for Safety and Environment.
Sheron, Pui Ling Wui	She will be auditing for Social
Muhammad Khairul Anuar (trainee)	He will be auditing for Good Agriculture Practices.
Nor'adhlin Sofia Binti Razali (Observer)	She will be the observer during the audit.

Comments received within 30 days from the date of this letter will be considered in this Assessment. Please include the following information should we need to contact you for clarification on any issues raised:

Name	
Address <i>(Please include name of organization)</i>	
Email	
Mobile Contact	

Summary of Issue

We thank you for the participation and feedback.

Yours Sincerely,



Terence, Ang
Sustainability Scheme Manager