



Fiber Procurement Policy

APP is committed to purchasing only legal wood fiber for pulp-making operations from sustainably-managed forestry sources, which conserve areas of outstanding habitat and operate in harmony with local communities. To implement this commitment, APP will:

- Ensure that wood suppliers maintain compliance with all relevant regional, national and international regulations for sustainable forestry and land use management;
- Ensure that a multi-stage environmental assessment process is conducted prior to plantation development. The environmental assessment process will meet or exceed the standard required by national law;
- Ensure that wood is properly checked and verified as to legal origin and chain of custody before it enters the mill;
- Maintain systems and procedures to reasonably ensure that wood coming from illegal sources shall be rejected before it enters the mill;
- Expect that wood suppliers comply with relevant universal human rights regulations;
- Expect that wood suppliers undertake community relations programs based upon participatory assessment and planning principles, involving all relevant stakeholders;
- Ensure that wood suppliers who are found in breach of relevant legal requirements and the provisions of the policy shall be immediately warned and, for repeated violations, have their contracts terminated.

For its imported pulp consumption, APP is committed to purchasing only legal and environmentally sound pulp, which has been produced from sustainably-managed forestry sources and achieved relevant environmental certifications. To implement this commitment, APP will ensure that the pulp is properly checked and verified as to legal origin and chain of custody before it enters the mill.

Jakarta, 2004

APP

Sinarmas Pulp and Paper Products

Last Updated: January 2007