

# Mighty Earth Rapid Response Report 9

Indonesian companies:

PT Ketapang Hijau Lestari, PT Kruing Lestari Jaya, PT Sawit Mandiri Lestari, PT Berau Karetindo Lestari, PT Subur Karunia Raya, PT Harapan Rimba Jaya, PT Rayatama Jaya, PT Anekareksa International, PT Palmakharima Sekawan, PT Senabangun Aneka Pertiwi, PT Kartika Cipta Pratama, PT Persada Era Agro Kencana, and PT Temila Agro Abadi

### October 2018

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#### PT Ketapang Hijau Lestari

PT Ketapang Hijau Lestari is located in East Kalimantan province. The concession covers an area of 12,357 hectares<sup>1</sup>. (Long 115° 30' 49" E, Lat 0° 35' 38" S)



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance prep/<br>stacking lines (ha) | Time period                        |
|----------|-----------------------|-----------------------------|-------------------------------|--|------------------------------------|
| Report 9 | 250                   | -                           | -                             | -                                      | July 25 -<br>September 22,<br>2018 |

Satellite imagery (see below) shows that between July 25 and September 22, 2018, a total of 250 hectares of forest were cleared in the PT Ketapang Hijau Lestari concession. (Imagery © 2018 Planet Labs Inc).





Date: Jul 25, 2018 A



Date: Jul 25, 2018 B





Date: Sep 22, 2018 B







### **Ownership Information**

#### Group: Fangiono Agro Plantation group

PT Ketapang Hijau Lestari is part of the Fangiono Agro Plantation group, which is owned by Prinsep Management Limited (95%), located in the British Virgin Islands, and PT Fangiono Perkasasejati (5%)<sup>2</sup>.

| Identity              | Ownership | Position     |
|-----------------------|-----------|--------------|
| Jheiksein Simanjuntak | -         | Commissioner |
| Donny                 | -         | Director     |

# **Supply Chain Information**

Traders:

| Supply chain links:               | ADM | Bunge LC | First<br>Resources | Musim Mas | Wilmar |
|-----------------------------------|-----|----------|--------------------|-----------|--------|
| PT Ketapang Hijau<br>Lestari      |     |          |                    |           |        |
| Fangiono Agro<br>Plantation group | х   | х        | Х                  | х         | х      |

Consumer Brands:

| Supply<br>chain links:                  | General<br>Mills | Mars | Mondelez         | Nestlé                   | PepsiCo | P&G | Reckitt<br>Benckiser | Unilever |
|---|------------------|------|------------------|--------------------------|---------|-----|----------------------|----------|
| PT<br>Ketapang<br>Hijau Lestari         |                  |      |                  |                          |         |     |                      |          |
| Fangiono<br>Agro<br>Plantation<br>group | х                | х    | X (via<br>Bunge) | X (via<br>ADM,<br>Bunge) | х       | х   | х                    | х        |



### PT Kruing Lestari Jaya

PT Kruing Lestari Jaya is located in East Kalimantan province. The concession covers an area of 9,013 hectares<sup>3</sup>. (Long 115° 35' 19" E, Lat 0° 36' 50" S)



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance prep/<br>stacking lines (ha) | Time period                        |
|----------|-----------------------|-----------------------------|-------------------------------|--|------------------------------------|
| Report 9 | 184                   | -                           | -                             | -                                      | July 25 -<br>September 22,<br>2018 |

Satellite imagery (see below) shows that between July 25 and September 22, 2018, a total of 184 hectares of forest were cleared in the PT Kruing Lestari Jaya concession. (Imagery © 2018 Planet Labs Inc).





Date: Jul 25, 2018



Date: Sep 22, 2018



#### **Ownership Information**

#### Group: Tsani Hutani Abadi Group

PT Kruing Lestari Jaya is a subsidiary of Tsani Hutani Abadi, ultimately owned by Centrino Investment Ltd, registered in Labuan Island (Malaysia). The Tsani Hutani Abadi Group also owns two other plantation companies in Kutai Barat, PT Rayatama Jaya and PT Harapan Rimba Jaya. Mulyawan Tjandra is Tsani Hutani Abadi's President Director, who is an ex-Executive Director of Indo Agri Resources.

| Identity                  | Ownership | Position               |
|---------------------------|-----------|------------------------|
| Theresia Triasih Djunaidi | -         | Commissioner           |
| Gunawan Kosasih           | -         | Director               |
| Rubbyanto                 | -         | President commissioner |
| Mulyawan Tjandra          | -         | President director     |
| Tatang Firdaus            | -         | Director               |

# **Supply Chain Information**

Traders:

| Supply chain links:                          | ADM | Bunge LC | Cargill | Fuji Oil | Louis<br>Dreyfus |
|--|-----|----------|---------|----------|------------------|
| PT Kruing Lestari Jaya (Sungai<br>Perak POM) | х   | х        | х       | х        | х                |
| Tsani Hutani Abadi                           | х   | х        | х       | х        | х                |

Consumer Brands:

| Supply chain links:                          | General<br>Mills | Hershey | Mars | Mondelez              | Nestlé                           | PepsiCo | Unilever |
|--|------------------|---------|------|-----------------------|----------------------------------|---------|----------|
| PT Kruing Lestari Jaya<br>(Sungai Perak POM) | х                | х       | х    | X (via<br>Bunge, IOI) | X (via Fuji<br>Oil, Bunge<br>LC) | х       | х        |
| Tsani Hutani Abadi                           | х                | х       | х    | X (via<br>Bunge, IOI) | X (via Fuji<br>Oil, Bunge<br>LC) | Х       | x        |



### PT Sawit Mandiri Lestari

PT Sawit Mandiri Lestari is located in Lamandau Regency, Central Kalimantan. The concession covers an area of 19,635 hectares<sup>4</sup>.

(Long 111°10′42.9"E, Lat 1°52′57.3"S)



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest clearance (ha) | Clearance<br>prep/ stacking<br>lines (ha) | Time period  |
|----------|-----------------------|-----------------------------|----------------------------|---|--|
| Report 3 | 5,600                 | -                           | -                          | -   | March 8, 2016 – December<br>12, 2017   |
| Report 7 | 761                   | -                           | -                          | -   | May 22 – August 2, 2018<br>(Area A) and May 22 –<br>August 13, 2018 (Area B)                     |
| Report 8 | 630                   | -                           | -                          | -   | August 2 – September 14,<br>2018 (Areas A & B) and<br>August 13 – September 14,<br>2018 (Area C) |
| Report 9 | 111                   | -                           | -                          | -   | September 14 – October<br>10, 2018   |

Satellite imagery (see below) shows that between September 14 and October 10, 2018, a total of 111 hectares of forest were cleared in PT Sawit Mandiri Lestari concession. (Imagery © 2018 Planet Labs Inc).





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Date: Sep 14, 2018



Date: Oct 10, 2018



#### **Ownership Information**

#### Group: PT Metro Lestari Jaya

Up until December 2015, PT Sawit Mandiri Lestari was a subsidiary of Sawit Sumbermas Sarana (SSMS), part of the Citra Borneo Indah Group. PT Sawit Mandiri Lestari is now owned by Rinawati (60%) and Hamidi Mukhdar Said (40%) through PT Metro Lestari Jaya<sup>5</sup>.

| Identity            | Ownership | Position     |
|---------------------|-----------|--------------|
| Rinawati            | 60%       | -            |
| Hamidi Mukhdar Said | 40%       | -            |
| Afrian Fanani       | -         | Director     |
| Dona Malindo        | -         | Commissioner |

### **Supply Chain Information**

No supply chain information available.



#### PT Berau Karetindo Lestari

PT Berau Karetindo Lestari is located in East Kalimantan, Berau district. Based on the 2016 IUP permit, the concession covers an area of 7,141 hectares<sup>6</sup>. (Long 115° 35' 19" E, Lat 0° 36' 50" S)



#### **Peat development**

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>prep/ stacking<br>lines (ha) | Time period                     |
|----------|-----------------------|-----------------------------|-------------------------------|---|---------------------------------|
| Report 2 | 1,490                 | -                           | -                             | -   | January 2016 –<br>November 2017 |
| Report 6 | 122                   | -                           | -                             | -   | April 17 – July 6, 2018         |
| Report 9 | 147                   | -                           | -                             | -   | July 6 – October 14,<br>2018    |

Satellite imagery (see below) shows that between July 6 and October 14, 2018, a total of 147 hectares of forest were cleared in the PT Berau Karetindo Lestari concession. (Imagery © 2018 Planet Labs Inc).





Date: Jul 6, 2018



Date: Oct 14, 2018



#### **Ownership Information**

#### Family ownership : Korompis family

PT Berau Karetindo Lestari is ultimately owned by the Korompis family and by Peak Capital Pte Ltd, a Singapore-based holding company owned by Flamire Holdings Limited (registered in the British Virgin Islands). PT Berau Karetindo Lestari Commissioner Daniel Wewengkang Korompis and Director Didi Ferdinand Korompis are listed in the 'Panama Papers' for their registered assets in the British Virgin Islands.<sup>7</sup>

| Identity                   | Ownership | Position              |
|----------------------------|-----------|-----------------------|
| Daniel Wewengkang Korompis | 0.005%    | Commissioner          |
| Didi Ferdinand Korompis    | -         | Director              |
| Dirga Melanie Korompis     | -         | President Director    |
| Naik Henokh Parmenas       | -         | Director              |
| Ferdinand Aryanto          | -         | President Commisioner |

# Supply Chain Information

No supply chain information available.

#### PT Subur Karunia Raya

PT Subur Karunia Raya is located in Papua Province, Teluk Bintuni district. Based on the 2015 IUP permit, the concession covers an area of 40,883 hectares<sup>8</sup>. (Long 133° 00' 32″ E, Lat 1° 52' 50″ S)



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>Development<br>(ha) | Peat forest<br>clearance (ha) | Clearance prep/<br>stacking lines (ha) | Time period                   |
|----------|-----------------------|-----------------------------|-------------------------------|--|-------------------------------|
| Report 6 | 129                   | -                           | -                             | 125                                    | May 2 – June 22,<br>2018      |
| Report 9 | 356                   | -                           | -                             | -                                      | June 22 –<br>October 10, 2018 |

Satellite imagery (see below) shows that for the period between June 22 and October 10, 2018, a total of 356 hectares of forest were cleared in the PT Subur Karunia Raya concession. (Imagery © 2018 Planet Labs Inc).





Date: June 22, 2018



Date: Oct 10, 2018



#### **Ownership Information**

#### Family ownership – Tuan Junus Sutiono and Tuan Watson Dharma

PT Subur Karunia Raya is 99.6% owned by PT Mulia Abadi Lestari, controlled by Tuan Junus Sutiono and Tuan Watson Dharma. PT Mulia Abadi Lestari owns 29.1% shares in PT Duta Rendra Mulya, a plantation company majority owned by Anthoni Salim (CEO and President of the Salim Group).

| Identity           | Ownership | Position     |
|--------------------|-----------|--------------|
| Tuan Junus Sutiono | 67%       | -            |
| Tuan Watson Dharma | 33%       | -            |
| Junus Sutiono      | -         | Commissioner |
| Dedi Mulyadi       | -         | Director     |

### **Supply Chain Information**

No supply chain information available.



#### PT Harapan Rimba Jaya

PT Harapan Rimba Jaya is located in East Kalimantan, Kutai Barat district. Based on the 2016 IUP permit, the concession covers an area of 11,717 hectares<sup>9</sup>. (Long 115° 33' 34″ E, Lat 0° 37' 50″ S).



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                     |
|----------|-----------------------|-----------------------------|-------------------------------|--|---------------------------------|
| Report 2 | 707                   | -                           | -                             | -  | March – November,<br>2017       |
| Report 5 | 82                    | -                           | -                             | -  | April 29 – June 22,<br>2018     |
| Report 9 | 89                    | -                           | -                             | -  | July 25 – September<br>22, 2018 |

Satellite imagery (see below) shows that between July 25 to September 22, 2018, a total of 89 hectares of forest were cleared in the PT Harapan Rimba Jaya concession. (Imagery © 2018 Planet Labs Inc).



<sup>9</sup> Dinas Perkebunan Kaltim Tahun 2016

Date: July 25, 2018 A



Date: July 25, 2018 B

Date: Sep 22, 2018 A



Date: Sep 22, 2018 B







#### **Ownership Information**

#### Group: Tsani Hutani Abadi group

PT Harapan Rimba Jaya and PT Rayatama Jaya (also featured in this report) are both subsidiaries of Tsani Hutani Abadi Group, ultimately owned by Centrino Investment Ltd, registered in Labuan Island (Malaysia). The Tsani Hutani Abadi Group also owns another plantation company in Kutai Barat, PT Kruing Lestari Jaya. Mulyawan Tjandra is Tsani Hutani Abadi's President Director, who is ex-Executive Director of Indo Agri Resources.

| Identity                  | Ownership | Position               |
|---------------------------|-----------|------------------------|
| Theresia Triasih Djunaidi | -         | Commissioner           |
| Gunawan Kosasih           | -         | Director               |
| Rubbyanto                 | -         | President commissioner |
| Mulyawan Tjandra          | -         | President director     |
| Tatang Firdaus            | -         | Director               |

### **Supply Chain Information**

Traders:

| Supply chain links:   | ADM | Bunge LC | Cargill | Fuji Oil | Louis<br>Dreyfus |
|-----------------------|-----|----------|---------|----------|------------------|
| PT Harapan Rimba Jaya |     |          |         |          |                  |
| Tsani Hutani Abadi    | Х   | х        | Х       | Х        | х                |

Consumer Brands:

| Supply chain links:   | General<br>Mills | Hershey | Mars | Mondelez              | Nestlé                           | PepsiCo | Unilever |
|-----------------------|------------------|---------|------|-----------------------|----------------------------------|---------|----------|
| PT Harapan Rimba Jaya |                  |         |      |                       |                                  |         |          |
| Tsani Hutani Abadi    | х                | х       | х    | X (via<br>Bunge, IOI) | X (via Fuji<br>Oil, Bunge<br>LC) | х       | х        |



### PT Rayatama Jaya (Ex. PT Rimba Karya Rayatama)

PT Rayatama Jaya is located in Kutai Barat district, East Kalimantan. Based on the 2016 IUP permit, the concession covers 3,912 hectares<sup>10</sup>. (Long 115°28'32.55"E, Lat 0°35'16.42"S)



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                    |
|----------|-----------------------|-----------------------------|-------------------------------|--|--------------------------------|
| Report 2 | 1,140                 | -                           | -                             | -  | August 2016 –<br>November 2017 |
| Report 6 | 22                    | -                           | -                             | -  | June 22 – July 16,<br>2018     |
| Report 9 | 64                    | -                           | -                             | -  | July 16 – October 16,<br>2018  |

Satellite imagery (see below) shows that between July 16 and October 16, 2018, a total of 64 hectares of forest were cleared in the PT Rimba Karya Rayatama concession. (Imagery © 2018 Planet Labs Inc).





Date: July 16, 2018

Date: Oct 16, 2018





#### **Ownership Information**

#### Group: Tsani Hutani Abadi group

PT Harapan Rimba Jaya and PT Rayatama Jaya (also featured in this report) are both subsidiaries of Tsani Hutani Abadi Group, ultimately owned by Centrino Investment Ltd, registered in Labuan Island (Malaysia). The Tsani Hutani Abadi Group also owns another plantation company in Kutai Barat, PT Kruing Lestari Jaya. Mulyawan Tjandra is Tsani Hutani Abadi's President Director, who is ex-Executive Director of Indo Agri Resources.

| Identity                  | Ownership | Position               |
|---------------------------|-----------|------------------------|
| Theresia Triasih Djunaidi | -         | Commissioner           |
| Gunawan Kosasih           | -         | Director               |
| Rubbyanto                 | -         | President commissioner |
| Mulyawan Tjandra          | -         | President director     |
| Tatang Firdaus            | -         | Director               |



# **Supply Chain Information**

Traders:

| Supply chain links: | ADM | Bunge LC | Cargill | Fuji Oil | Louis<br>Dreyfus |
|---------------------|-----|----------|---------|----------|------------------|
| PT Rayatama Jaya    |     |          |         |          |                  |
| Tsani Hutani Abadi  | х   | х        | х       | х        | х                |

Consumer Brands:

| Supply chain links: | General<br>Mills | Hershey | Mars | Mondelez              | Nestlé                           | PepsiCo | Unilever |
|---------------------|------------------|---------|------|-----------------------|----------------------------------|---------|----------|
| PT Rayatama Jaya    |                  |         |      |                       |                                  |         |          |
| Tsani Hutani Abadi  | х                | х       | х    | X (via<br>Bunge, IOI) | X (via Fuji<br>Oil, Bunge<br>LC) | х       | x        |



#### **PT Anekareksa International**

PT Anekareksa International is located in East Kalimantan Province, Kutai Barat district. The concession covers an area of 7,171 hectares<sup>11</sup>. (Long 115° 47′ 45″ E, Lat 0° 30′ 29″ S ).



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                  |
|----------|-----------------------|-----------------------------|-------------------------------|--|------------------------------|
| Report 9 | 56                    | -                           | -                             | -  | July 19 – October 3,<br>2018 |

Satellite imagery (see below) shows that between July 19 and October 3, 2018, a total of 56 hectares of forest were cleared in the PT Anekareksa International concession. (Imagery © 2018 Planet Labs Inc).





Date: Jul 19, 2018



Date: Oct 3, 2018



#### **Ownership Information**

#### Family ownership – Tuan Junus Sutiono and Tuan Dedy Mulyadi

PT Anekareksa International is owned by Mr. Junus Sutiono (40%) and Mr. Dedy Mulyadi (60%). Mr. Junus Sutiono and Dedy Mulyadi own PT Anekareksa International through PT Mulia Abadi Lestari and PT Inovasi Cemerlang. PT Mulia Abadi Lestari owns 29.1% shares in PT Duta Rendra Mulya, a plantation company majority owned by Anthoni Salim (CEO and President of the Salim Group).

| Identity          | Ownership | Position     |
|-------------------|-----------|--------------|
| Mr. Junus Sutiono | 40%       | Commissioner |
| Dedy Mulyadi      | 60%       | Director     |

## **Supply Chain Information**

No supply chain information available.



#### PT Palmakharisma Sekawan

PT Palmakharisma Sekawan is located in East Kalimantan Province, Kutai Barat district. The concession covers an area of 36,476 hectares<sup>13</sup>. (Long 115° 48' 29" E, Lat 0° 30' 50" S).



### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                     |
|----------|-----------------------|-----------------------------|-------------------------------|--|---------------------------------|
| Report 9 | 634                   | -                           | -                             | -  | July 25 – September<br>16, 2018 |

Satellite imagery (see below) shows that between July 25 and September 16, 2018, a total of 634 hectares of forest were cleared in the PT Palmakharisma Sekawan concession. (Imagery © 2018 Planet Labs Inc).





#### Date: Jul 25, 2018

Date: Sep 16, 2018





# **Ownership Information**

No ownership information available.

### **Supply Chain Information**

No supply chain information available.



#### PT Senabangun Aneka Pertiwi

PT Senabangun Aneka Pertiwi is located in East Kalimantan Province, Paser district. The concession covers an area of 20,011 hectares<sup>14</sup>. (Long 116° 14′ 04″ E, Lat 2° 14′ 13″ S).



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                     |
|----------|-----------------------|-----------------------------|-------------------------------|--|---------------------------------|
| Report 9 | 184                   | -                           | -                             | -  | July 15 – September<br>28, 2018 |

Satellite imagery (see below) shows that between July 15 and September 28, 2018, a total of 184 hectares of forest were cleared in the PT Senabangun Aneka Pertiwi concession. (Imagery © 2018 Planet Labs Inc).



Date: Jul 15, 2018



Date: Sep 28, 2018



### **Ownership Information**

#### **Group: Jhonlin group**

PT Senabangun Aneka Pertiwi is owned by PT Citra Agro Raya and Araya Agro Lestari, which are in turn owned by the daughter and son of Haji Syamsudin Andi Arsyad (Haji Isam), Liana Saputri and Jhony Saputra. Haji Isam is the ultimate owner of the Jhonlin group.<sup>15</sup>

| Identity      | Ownership | Position     |
|---------------|-----------|--------------|
| Liana Saputri | 50%       | -            |
| Jhony Saputra | 50%       | -            |
| Junaidi       | -         | Commissioner |
| Rudy Ridwan   | -         | Director     |



# **Supply Chain Information**

Traders:

| Supply chain links:         | Bunge LC | Cargill | GAR | LDC | Sime Darby |
|-----------------------------|----------|---------|-----|-----|------------|
| PT Senabangun Aneka Pertiwi |          |         |     |     |            |
| Jhonlin group               | х        | х       | х   | Х   | х          |

Consumer Brands:

No supply chain information available.



#### PT Kartika Cipta Pratama

PT Kartika Cipta Pratama is located in Boven Digoel Regency, Papua. The concession covers an area of 40,882 hectares<sup>16</sup>. (Long 140°12'31.6"E, Lat 6°20'26.6"S)



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                    |
|----------|-----------------------|-----------------------------|-------------------------------|--|--------------------------------|
| Report 5 | 322                   | -                           | -                             | -  | March 31 – May 31<br>2018      |
| Report 7 | 828                   | -                           | -                             | -  | May 30 – August 13,<br>2018    |
| Report 9 | 781                   | -                           | -                             | -  | August 13 – October 8,<br>2018 |

Satellite imagery (see below) shows that between August 13 and October 8, 2018, a total of 781 hectares of forest were cleared in the PT Kartika Cipta Pratama concession (Imagery © 2018 Planet Labs Inc.)



Date: Aug 13, 2018



Date: Oct 8, 2018



#### **Ownership Information**

#### **Group: HSA Group**

In 2012, four UAE holding companies (Prestige Holding Ltd., Malindo Investments Ltd, Crescent Investments Ltd, and Green Resources Ltd) believed to be affiliated with the Yemen-based HSA Group purchased a 80% stake in each of these four companies, located in the Boven Digoel district of West Papua, Indonesia: PT Megakarya Jaya Raya, PT Kartika Cipta Pratama, PT Graha Kencana Mulia and PT Energi Samudera Kencana. PT Megakarya Jaya Raya and PT Kartika Cipta Pratama are two concessions included in Tanah Merah project in Boven Digoel Regency. These concessions cover a combined 155,330 hectares. Since January 2014, around 5,000 hectares of forest have been cleared in PT Megakarya Jaya Raya and PT Kartika Cipta Pratama.

Up until June 5, 2018, the four plantation companies had Fouad Hayel Saeed Anam listed as their President Commissioner on their notary acts. Fouad Hayel Saeed is HSA Group's subsidiary Pacific Inter-Link's Managing Director & the Regional Director-Malaysia of the HSA Group. The documents also listed Salah Ahmed Hayel Saeed as the Commissioner of PT Energi Samudera Kencana & PT Megakarya Jaya Raya and the President Director of PT Graha Kencana Mulia & PT Kartika Cipta Pratama. Hayel Saeed is the Director of Pacific Inter-ink's refining division PT Pacific Palmindo Industri. Recent notary acts confirm that on June 5, 2018, Fouad Hayel Saeed ceased to be President Commissioner of PT Megakarya Jaya Raya and PT Kartika Cipta Pratama, and Salah Ahmed Hayel Saeed is no longer Commissioner of PT Megakarya Jaya Raya and the President Director of PT Kartika Cipta Pratama. Nakul Rastogi also disappeared from PT Kartika Cipta Pratama's notary acts.

However, June 5, 2018 notary acts show no change in PT Megakarya Jaya Raya, PT Kartika Cipta Pratama, PT Graha Kencana Mulia and PT Energi Samudera Kencana shareholders. Hence, it is assumed that these companies remain affiliated with the HSA Group. Little is known about the new directors of the two concessions, except they include some notable individuals in Indonesian politics and business. Mr. Alwi Abdurrahman Shihab, former Foreign Minister of the Indonesian government, has become the president commissioner of PT MJR. Drs. Tommy Sagiman is now the commissioner of PT KCP. He is ex-Inspector General of the police. Nata Singh Gurdev Singh became director of PT MJR in June 2018. Until April 2018, he worked for Sime Darby. Alwi Abdurrahman Shihab is Indonesian President's special envoy to the Middle East and the Organisation of Islamic Cooperation.



The HSA Group is one of the oldest business conglomerate in the Middle East, founded in 1938 by Al Haj Hayel Saeed Anam and his brothers Mohamed, Abdo and Gazern. The Group is today headed by Abdul Gabbar Hayel Saeed, its Chairman and CEO. The HSA Group is involved in the palm oil industry through its subsidiaries PT Pacific Palmindo Industri, PT Pacific Medan Industry, PT Pacific Indomas, PT Pacific Indopalm Industries, Pacific Oil & Fats Industries and Pacific Inter-Link, which are all RSPO members.<sup>17</sup>

Additional evidence shows continued family links to the PT Tulen Jayamas Timber Industries timber complex, a joint-venture project with Bumimas Raya Sdn Bhd, Pacific Inter-Link Sdn Bhd, Yakin Dijaya Sdn Bhd and Al Salam Bank Bahrain' announced by Tadmax Resources in 2012.<sup>18</sup> The PT Tulen Jayamas Timber Industries timber complex is situated within the PT Kartika Cipta Pratama concession.

Malindo Investments Ltd which holds 80% shares in PT Kartika Cipta Pratama (see above), also holds 40% of the shares in the Malaysian-based parent company of PT Tulen Jayamas Timber Industries - ie Tulen Jayamas Sdn Bhd. Mr. Salah Ahmed Hayel Saeed and Mr. Fouad Hayel Saeed Anam are directors in Tulen Jayamas Sdn Bhd, in addition to their positions in the Indonesian subsidiary (PT Tulen Jayamas Timber Industries) as of 28 April 2018.

#### Supply Chain Information

The HSA Group company, Pacific Inter-Link (PIL) used to trade with IOI and Nestlé, however both companies have suspended trade with the company due to concerns over its involvement in deforestation. Pacific Inter-Link claims to be one of the largest palm oil traders to the Middle East, Africa, Russia, Ukraine and Turkey.



<sup>17</sup> Rapid Response 7 18 See: http://disclosure.bursamalaysia.com/FileAccess/viewHtml?e=323978 and 18 See: http://disclosure.bursamalaysia.com/FileAccess/viewHtml?e=323978 and 2015/03/TADMAX-AnnualReport2012. http://tadmax.com.my/wp-content/uploads/2016/03/TADMAX-AnnualReport2012.pdf

<sup>19</sup> Pacific Inter-Link corporate brochure

### PT Persada Era Agro Kencana

PT Persada Era Agro Kencana is located in Central Kalimantan Province, Katingan district. The concession covers an area of 12,933 hectares<sup>20</sup>.

(Long 113° 17' 02" E, Lat 2° 34' 09" S).



### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                       |
|----------|-----------------------|-----------------------------|-------------------------------|--|-----------------------------------|
| Report 9 | -                     | -                           | 129                           | -  | August 27 – September<br>25, 2018 |

Satellite imagery (see below) shows that between August 27 and September 25, 2018, a total of 129 hectares of peat forest was cleared in the PT Persada Era Agro Kencana concession. (Imagery © 2018 Planet Labs Inc).





#### Date: Aug 27, 2018

Date: Sep 25, 2018





#### **Ownership Information**

#### Group: Mulia Sawit group

PT Persada Era Agro Kencana is a subsidiary of Mulia Sawit group. Mulia Sawit group is owned by Kurnia Lukman Goutama, Tjio Andre Yenatha, Kevin Wusman and Sanjaya Lukman. Tjio Andra Yennatha, also known as Andre, also serves as the first Director in PT Bangun Jaya Alam Permai under the Best Plantation Group.

| Identity              | Ownership | Position |
|-----------------------|-----------|----------|
| Kurnia Lukman Goutama | -         | Director |
| Tjio Andre Yennatha   | -         | Director |
| Kevin Wusman          | -         | Director |
| Sanjaya Wusman        | -         | Director |



# **Supply Chain Information**

Traders:

| Supply chain links:         | ADM | Apical | Bunge LC | Fuji Oil | Musim Mas |
|-----------------------------|-----|--------|----------|----------|-----------|
| PT Persada Era Agro Kencana |     |        |          |          |           |
| Mulia Sawit group           | Х   | х      | х        | Х        | х         |

Consumer Brands:

| Supply chain links:            | General<br>Mills | Mars | Mondelez          | Nestlé           | PepsiCo | P&G | PZ<br>Cussons | Unilever |
|--------------------------------|------------------|------|-------------------|------------------|---------|-----|---------------|----------|
| PT Persada Era<br>Agro Kencana |                  |      |                   |                  |         |     |               |          |
| Mulia Sawit group              | х                | х    | X (via<br>Apical) | X (via<br>Bunge) | х       | х   | х             | х        |



#### PT Temila Agro Abadi

PT Temila Agro Abadi is located in West Kalimantan Province, Landak district. The concession covers an area of 8,201 hectares<sup>21</sup>. (Long 109° 37' 20" E, Lat 0° 02' 48" N).



#### Deforestation

| Report   | Deforestation<br>(ha) | Peat<br>development<br>(ha) | Peat forest<br>clearance (ha) | Clearance<br>Prep/Stacking<br>lines (ha) | Time Period                       |
|----------|-----------------------|-----------------------------|-------------------------------|--|-----------------------------------|
| Report 9 | -                     | 84                          | -                             | -  | August 19 – September<br>23, 2018 |

Satellite imagery (see below) shows that between August 19 and September 23, 2018, a total of 84 hectares of peat was burnt on the PT Temila Agro Abadi concession. (Imagery © 2018 Planet Labs Inc). It is unclear at this time whether the three separate areas that were burnt, were intentionally burnt with the purpose of developing oil palm plantations. Traders sourcing from Felda Global Ventures should investigate this issue, as the use of fire in plantation development is illegal under Indonesian law.





Date: Aug 19, 2018

Date: Sep 23, 2018





#### **Ownership Information**

#### **Group: Felda Global Ventures Holding Bhd**

PT Temila Agro Abadi (PT TAA) is a subsidiary of Felda Global Ventures Holding Bhd (FGV). The business core of FGV is concentrated in Malaysia and Indonesia. Datuk Wira Azhar Abdul Hamid is Chairman, Non-Independent Non-Executive Director of FGV. He also known serve as Chairman MSM Malaysia Holdings Berhad<sup>22</sup>.

| Identity                     | Ownership | Position   |
|------------------------------|-----------|--|
| Datuk Wira Azhar Abdul Hamid | -         | Chairman, Non-Independent Non-Executive<br>Director                            |
| Dato' Zakaria Arshad         | -         | Group President/Chief Executive Officer,<br>Non-Independent Executive Director |
| Datuk Siti Zauyah Md Desa    | -         | Non-Independent Non-Executive Director   |
| Dato' Sri Abu Bakar Harun    | -         | Non-Independent Non-Executive Director   |
| Dato' Ab Ghani Mohd Ali      | -         | Non-Independent Non-Executive Director   |



# **Supply Chain Information**

Traders:

| Supply chain<br>links:                  | AAK | ADM | BLC | Cargill | Fuji<br>Oil | IOI | Louis<br>Dreyfus | Musim<br>Mas | Olam | Sime<br>Darby | Wilmar |
|---|-----|-----|-----|---------|-------------|-----|------------------|--------------|------|---------------|--------|
| PT Temila Agro<br>Abadi                 |     |     |     |         |             |     |                  |              |      |               |        |
| Felda Global<br>Ventures Holding<br>Bhd | x   | x   | х   | х       | х           | х   | х                | х            | х    | х             | x      |

Consumer Brands:

| Supply chain<br>links:                  | Ferrero | General<br>Mills | Hershey | Nestlé   | Mars | Mondelez       | PepsiCo | P&G | Reckitt<br>Benckiser | Unilever |
|---|---------|------------------|---------|--|------|----------------|---------|-----|----------------------|----------|
| PT Temila Agro<br>Abadi                 |         |                  |         |  |      |                |         |     |                      |          |
| Felda Global<br>Ventures Holding<br>Bhd | х       | x                | х       | X (via<br>AAK,<br>ADM,<br>Bunge,<br>Fuji Oil,<br>Wilmar) | х    | X (via<br>AAK) | х       | x   | х                    | х        |



#### Sources for supply chain information:

Supply chain information included in Rapid Response reports is based on the following publicly disclosed sources. Mighty Earth encourages companies to send updated versions of mill disclosures as soon as they become available and any decision to terminate supplies with a given company listed in those mill disclosures; please send to rapidresponse@mightyearth.org.

| Companies                      | Source  | Link                             | Date   |
|--------------------------------|---|----------------------------------|--------|
| AAK                            | Mill disclosure   | bit.ly/2uRN6KL                   | May-18 |
| ADM                            | Mill disclosure   | bit.ly/2wuPNIm                   | Jun-18 |
| Apical                         | Mill disclosure Marunda-Mulia Sawit Agro Lestari                                  | bit.ly/2PbJeiY                   | Jun-18 |
| Bunge/Bunge Loders<br>Croklaan | Mill disclosure   | bit.ly/2Cp1kHI                   | Sep-18 |
| Cargill                        | Mill disclosure   | bit.ly/2NZ0N5k                   | Jun-18 |
| Ferrero                        | Mill disclosure   | bit.ly/2CTUmvh                   | Jun-18 |
| First Resources                | Mill disclosure   | bit.ly/2yYnpcG                   | Sep-18 |
| Fuji Oil                       | Mill disclosure   | bit.ly/2AcVtFN                   | Jun-18 |
| GAR                            | Mill disclosure Tarjun -Kruing Lestari Jaya                                       |                                  | 1 10   |
|                                | Mill disclosure Tarahan - Kruing Lestari Jaya                                     | -bit.ly/2DjQ2Xi                  | Jun-18 |
| General Mills                  | Mill disclosure   | bit.ly/2PH3G8t                   |        |
| Hershey                        | Mill disclosure   | bit.ly/2MRmcsz                   | Dec-17 |
| IOI                            | Mill disclosure IOI Pan Century, IOI Oleochemicals Prai<br>Full Mill List – Felda | bit.ly/2JSP2HD<br>bit.ly/2pY32bs | Jun-18 |
| KLK                            | Dashboard   | bit.ly/2EJrg3x                   |        |
| _ouis Dreyfus                  | Mill disclosure   | bit.ly/2DIDGOf                   | Dec-17 |
| Mars                           | Mill disclosure   | bit.ly/2KBcYDT                   | Feb-18 |
| Mondelez                       | Mill disclosure   | bit.ly/20h8voJ                   | Mar-18 |
| Musim Mas                      | Mill disclosure   | bit.ly/203LbNS                   | Jun-18 |
| Vestlé                         | Mill disclosure   | bit.ly/2AbVHgh                   | Feb-18 |
| Olam                           | Mill disclosure   | bit.ly/2yOu6xR                   | Jun-18 |
| Pacific Inter-Link/HSA         | Dashboard   | bit.ly/2SI5UvT                   | Sep-18 |
| PepsiCo                        | Mill disclosure   | bit.ly/2NLzGad                   | 2017   |
| 2&G                            | Mill disclosure   | bit.ly/20n28TL                   |        |
| PZ Cussons                     | Mill disclosure   | bit.ly/2MxQjds                   | Mar-18 |
| Reckitt Benckiser              | Mill disclosure   | bit.ly/2LopMyw                   | 2017   |
| Sime Darby                     | Mill disclosure SDB PTGHN - Adisurya Cipta Lestari,<br>Batulicin Agro Sentosa     | bit.ly/2R07fGX                   | Mar-18 |
|                                | Mill disclosure SDB UNIMILLS - Felda Global Ventures                              | bit.ly/2P7laO9                   | Mar-18 |
| Jnilever                       | Mill disclosure   | bit.ly/2pswGp9                   | 2017   |
| Wilmar                         | Mill disclosure WINA Gresik - Fangiono Agro Plantation                            | bit.ly/20FGxmw                   | Mar-18 |
|                                | Mill disclosure WINI Balikpapan - Fangiono Agro<br>Plantation                     | bit.ly/2NNvW7u                   | Mar-18 |
|                                | MNS Bitung -Fangiono Agro Plantation  | bit.ly/20Gtlxy                   | Mar-18 |
|                                | Mill disclosure BEO_L2, LDEO_L2: Felda Global Venture                             | bit.ly/2CQ6NIo<br>bit.ly/2R0e23t | Mar-18 |

