



## **MINISTRY OF FORESTRY OF INDONESIA**

**INDONESIA IS READY TO SUPPLY LEGAL TIMBER TO THE WORLD MARKET**

**Updating SVLK**

**Interactive Market Dialogue**

Joint Presentations by:

**Dr. Dwi Sudharto, Mr. Achmad Edi Nugroho, and Mrs. Mariana Lubis,  
Tokyo, October 29<sup>th</sup>, 2013**



# Presentation Structure

## **THE POLICY (Dr. Dwi Sudharto)**

- Why is Indonesia committed to promote legal timber?
- How does Indonesia meet the commitment?
- How did Indonesia develop its SVLK?

## **THE SYSTEM (Mr. Achmad Edi Nugroho)**

- How credible is SVLK to provide assurance to Indonesia Timber Legality?

## **THE PROGRESS AND LICENSING (Mrs. Marianna Lubis)**

- How is the progress ?

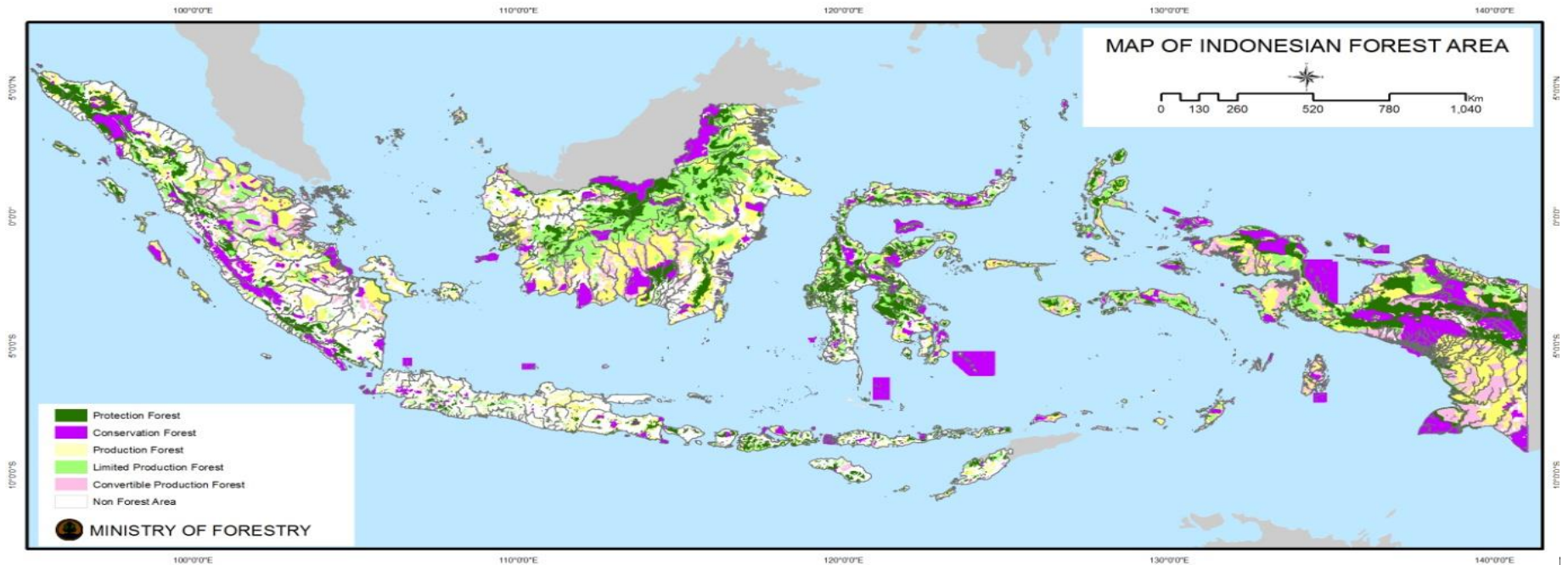
## **CLOSURE (Dr. Dwi Sudharto)**

- What's Next?

# Why is Indonesia committed to promote legal timber?

- **Promoting legal timber sustain Indonesia's forests**
- **Sustainability of the forest resources enables to:**
  - Support sustainable development of the country (economics, social/cultural and environmental)
  - Contribute to tackle climate change
  - Meet increasing demand for legal products from sustainable managed forests
  - Alleviate poverty

# The Indonesian Forest








as of December 2012 designation

More than 17,000 islands

181.157 million ha land area

134.430 mi ha of forest land

(70% of landmass)

Function		Areas (Mi. Ha)
	Conservation Forests	27.19
	Protection Forests	30.54
	Production Forests	30.81
	Limited Production Forests	27.97
	Convertible Production Forests	17,92
<b>Total</b>		<b>134.43</b>

**How does Indonesia meet  
the commitment?**





# ILLEGAL LOGGING AND ILLEGAL TRADE



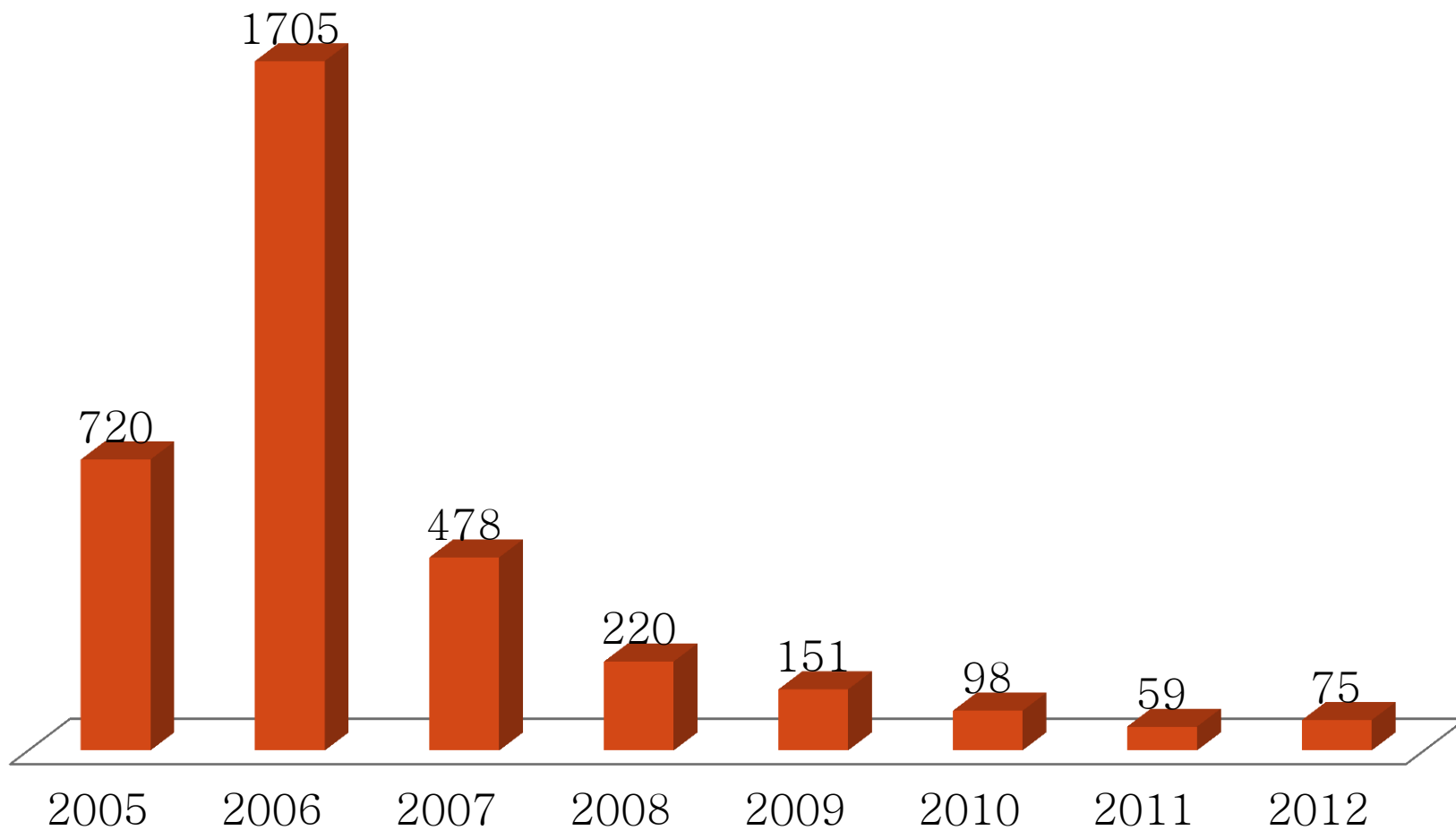
**HARD  
APPROACH**



**SOFT  
APPROACH**

# Illegal Logging Cases (2005 – 2012)

**HARD  
APPROACH**



Sumber: Dit. PHH (2013)

# Why TLAS/SVLK?

- ❑ **To** tackle illegal logging and associate trade → promote legal wood trade.
- ❑ **To** support sustainable economic development.
- ❑ **To conserve** uniquely mega-biodiversity in Indonesia and address climate change (REDD+)
- ❑ **To support** poverty eradication



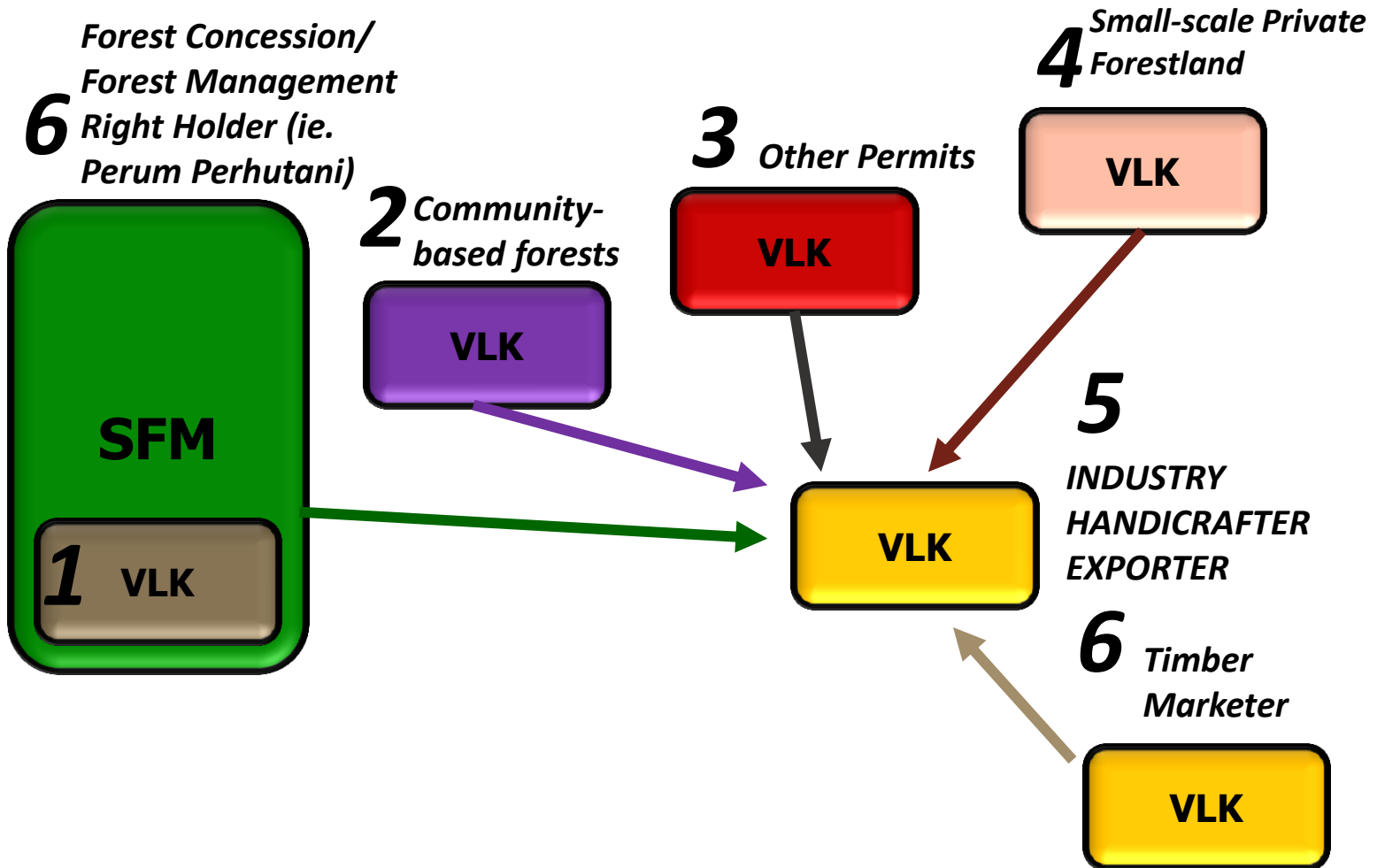
# **Principles of SVLK**

**Good Governance**

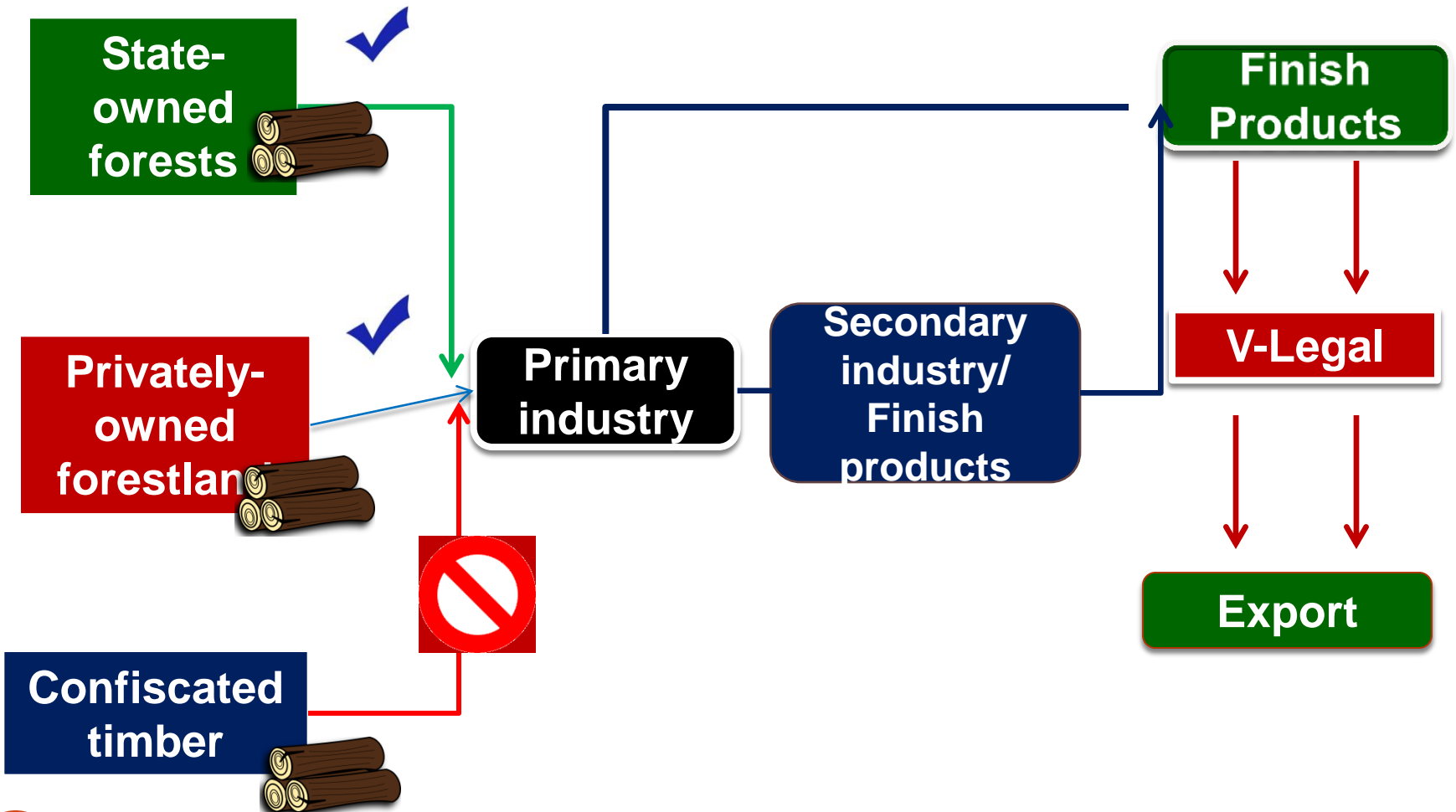
**Representativeness**

**Transparency (Credibility)**

# Objects of SVLK



# Scope of SVLK



**How credible is SVLK to  
provide assurance to  
Indonesia Timber  
Legality?**

# Institutional of SVLK

## KAN/NAC

- accreditation body, independent
- based on ISO 17011 (International Accreditation - PAC, IAF, APLAC, ILAC)

## NGO/CSO

- independent forest monitoring (IFM)
- 23-09-2010, JPIK (IFM Network) was established consisting 29 NGOs, perform monitoring public service in forestry sector.

## CAB (LP&VI)

- Independent Assessment/Verification Bodies.
- Accredited by ISO 17021 & ISO/IEC Guide 65

## Business Unit Management

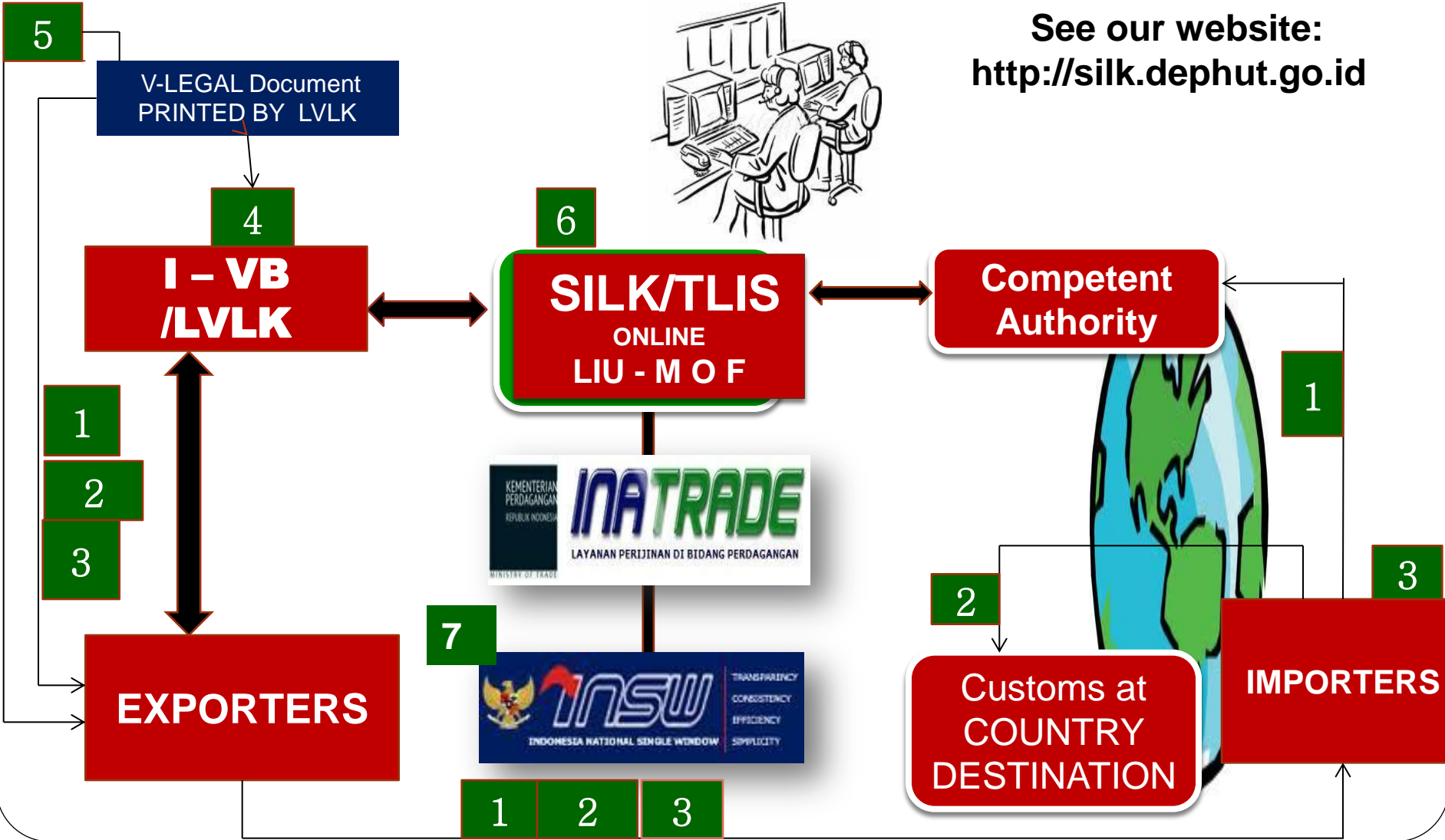
- On Farm & Off Farm

## Government

- Regulator & facilitator

# FOREST PRODUCT EXPORT MECHANISM

## ISSUANCE of V-Legal Document





# SILK ONLINE : <http://silk.dephut.go.id>

silk.dephut.go.id/index.php



SISTEM INFORMASI LEGALITAS KAYU (SILK)



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Minggu, 6 Oktober 2013

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Tentang Kami

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## » Kegiatan

2013-05-21 15:34:04 by Admin

Interzum Expo tentang SVLK - Koln, Jerman  
13-16 Mei 2013

2013-02-11 09:45:47 by Admin

Interactive Market Dialogue on Indonesian  
Legal Timber di Brussel

2013-02-05 16:15:20 by Admin

Interactive Marketing Dialogue on Indonesian  
Legal Timber di London

[Selengkapnya]

## » Berita



2013-10-04 13:48:54 by Administrator Lili

Pasar Ekspor Kayu Indonesia ke Eropa Cerah

2013-10-04 15:48:07 by Administrator Lili

## » Tabel Informasi

Rekapitulasi V-Legal

Tabel Kurs

Info	Total
Dokumen	57.887
Alasan Tidak	154



# Example of a certificate

**CERTIFICATE** 

 Certificate No. VLK 00042  
**SUCOFINDO INTERNATIONAL CERTIFICATION SERVICES**

Menyatakan bahwa  
*Certify that*

**ASOSIASI PEMILIK HUTAN RAKYAT WONOSOBO**  
Akta pendirian / *Deed of Notary*: Ny. Yenny Ika Putri Hardiyaniwati, SH  
No. 19 tanggal 07 Juni 2011

Pada Verifikasi Legalitas Kayu telah memenuhi  
*On Verification of Timber Legality is in compliance with*

Peraturan Direktur Jenderal Bina Produksi Kehutanan Nomor : P.6/VI-Set/2009 tanggal 15 Juni 2009 tentang Standard dan Pedoman Penilaian Kinerja Pengelolaan Hutan Produksi Lestari dan Verifikasi Legalitas Kayu Lampiran 5. Standard dan Pedoman Verifikasi Legalitas Kayu pada Hutan Hak.

*Decree of Director General of Forest Production Development Number P.6/VI-Set/2009, dated 15th June 2009 on Standard and Guidelines on Performance Assessment of Sustainable Forest Management and Timber Legality Assurance Appendix 5. Standard and Guidelines on Timber Legality Assurance on Community Based Forest*

Sertifikasi ini berlaku dengan ketentuan bahwa organisasi selalu memenuhi kriteria sebagaimana ditetapkan oleh SUCOFINDO INTERNATIONAL CERTIFICATION SERVICES

*The certification is valid provided that the organization continues to meet the criteria as laid down by SUCOFINDO INTERNATIONAL CERTIFICATION SERVICES*

    
Ir. Arief Safari, MBA  
Ketua Badan Pelaksana  
*Chairman of Governing Board*

This certificate is valid from October 10<sup>th</sup>, 2011 until October 9<sup>th</sup>, 2014

Sertifikat ini harus dipergakan/diperbanyak bersamaan dengan Lampiran - 1  
*This certificate must be displayed/reproduced in conjunction with Appendix - 1*

TL.100058

# V-Legal Document



1 Issuing authority		2 Importer	
Name		Name	
Address		Address	
Authority registration number		Country of destination and ISO Code	
3 V-Legal/FLEGT licence number		4 Date of expiry	
5 Country of export		7 Means of transport	
6 HS Code		8 License	
Name		ETPK Number	
Address		Tax Payer Number	
9 Commercial description of the timber products		10 HS-Heading	
11 Common and Scientific Names		12 Countries of harvest	13 ISO Codes
14 Volume (m <sup>3</sup> )	15 Net Weight (kg)	16 Number of units	
17 Distinguishing marks			
18 Signature and stamp of issuing authority			
Name			
Place and date			

- ❑ Export license document for timber products
- ❑ Valid for 26 HS-Codes since 1<sup>st</sup> January 2013, and all over 40 HS-Codes starts on January 1<sup>st</sup>, 2014 (Trade Minister Regulation No. 64/2012)
- ❑ Issued by Legality Verification Bodies
- ❑ Issued for every invoice to exporters having an official legality certificate (or through inspection for exporters who have not yet held certificate)

# **SFM Audit Bodies**(**accredited using ISO 17021**)

No.	Name	No. Accreditation
1.	PT. Ayamaru Certification	LPPHPL-001-IDN
2.	PT. Sarbi International Certification	LPPHPL-004-IDN
3.	PT. SUCOFINDO SBU (SICS)	LPPHPL-005-IDN
4.	PT. Almasentra Certification	LPPHPL-006-IDN
5.	PT. Rensa Global Trust	LPPHPL-007-IDN
6.	PT. Forescitra Sejahtera	LPPHPL-009-IDN
7.	PT. Mutuagung Lestari	LPPHPL-008-IDN
8.	PT. Nusa Bakti Mandiri	LPPHPL-010-IDN
9.	PT. Equality Indonesia	LPPHPL-013-IDN
10.	PT. Multima Krida Cipta	LPPHPL-015-IDN
11.	PT. TUV International Indonesia	LPPHPL-016-IDN
12.	PT. Global Resource Sertifikasi	LPPHPL-017-IDN
13.	PT. Transtra Permada	LPPHPL-018-IDN
14.	PT. Trustindo Prima Karya	LPPHPL-019-IDN

# Legality Verification Bodies

(Accredited using ISO/IEC Guide 65)

No.	Name	No. Accreditation
1.	PT. BRIK	LVLK-001-IDN
2.	PT. Sucofindo	LVLK-002-IDN
3.	PT. Mutuagung Lestari	LVLK-003-IDN
4.	PT. Mutu Hijau Indonesia	LVLK-004-IDN
5.	PT. TUV International Indonesia	LVLK-005-IDN
6.	PT. Equality Indonesia	LVLK-006-IDN
7.	PT. Sarbi Moerhani Lestari	LVLK-007-IDN
8.	PT. SGS Indonesia	LVLK-008-IDN
9	PT. Trastra Permada	LVLK-009-IDN
10	PT. Trustindo Prima Karya	LVLK-010-IDN
11	PT. Ayamaru Certification	LVLK-011-IDN
12	PT. PCU Indonesia	LVLK-012-IDN

**The Progress of SVLK ?**

**Tabel 1. Progress of Certification ( Oct. 29<sup>th</sup>, 2013)**

No.	Type of Certification	Certified (unit&ha)	Failed (unit&ha)	Process (unit&ha)	Total (unit&ha)
1.	SFM Certificate (Natural forest, plantation forest, forest mgmt unit)	130 (14,379,701)	41 (1,665,946)	15 (1,147,370)	186 (17,193,017)
2.	Legality Certificate (Natural forest, plantation forest)	65 (3,118,735)	0 0	0 0	65 (3,118,735)
3.	Legality Certificate in Community Forest	19 (9.729)	-	-	19 (9.729)
4.	Legality Certificate for timber-based industry	601	28	87	716

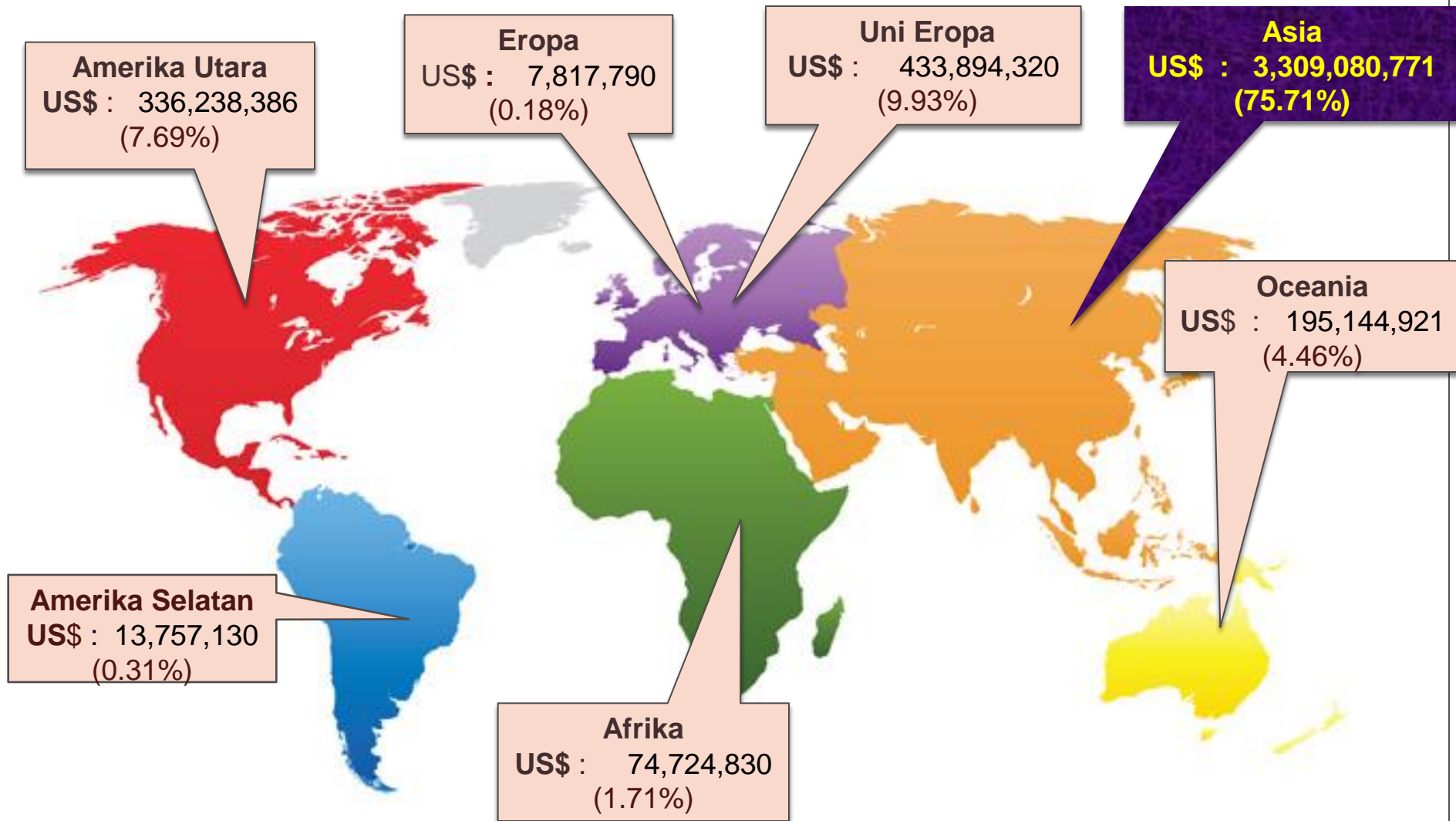
# DOCUMENTS

(as of Oct 29<sup>th</sup>, 2013: 8am)

TOTAL ISSUANCE	63,056
COUNTRY OF DESTINATION	152
DESTINED TO THE UE	27
HS CODE	40
PORT OF LOADING	69
PORT OF DISCHARGE	1,017
WEIGHT	6,433,785,684
VALUE (USD)	4,869,255,752

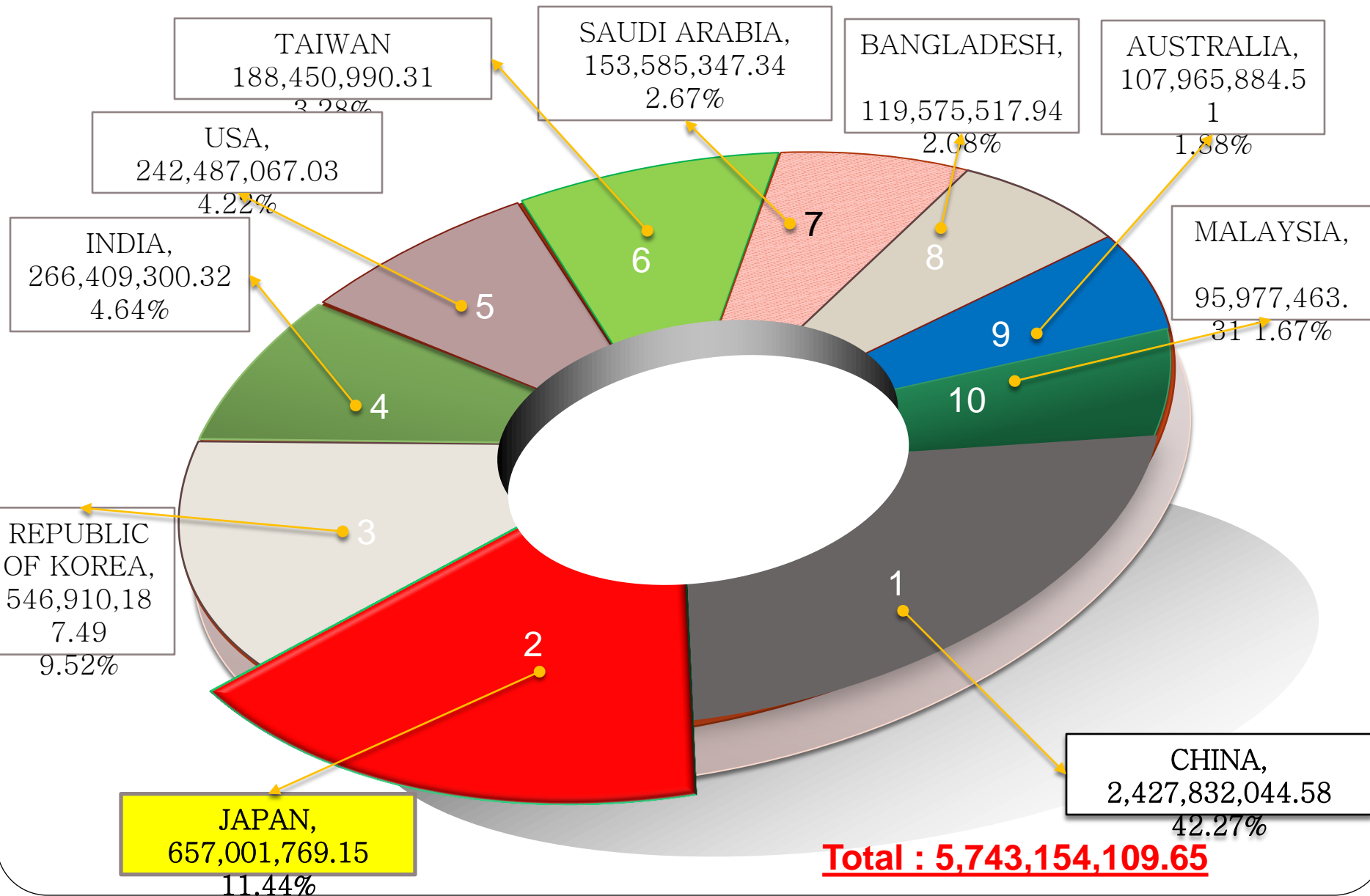


# Value of Export per Region (USD) ( January – September 2013)

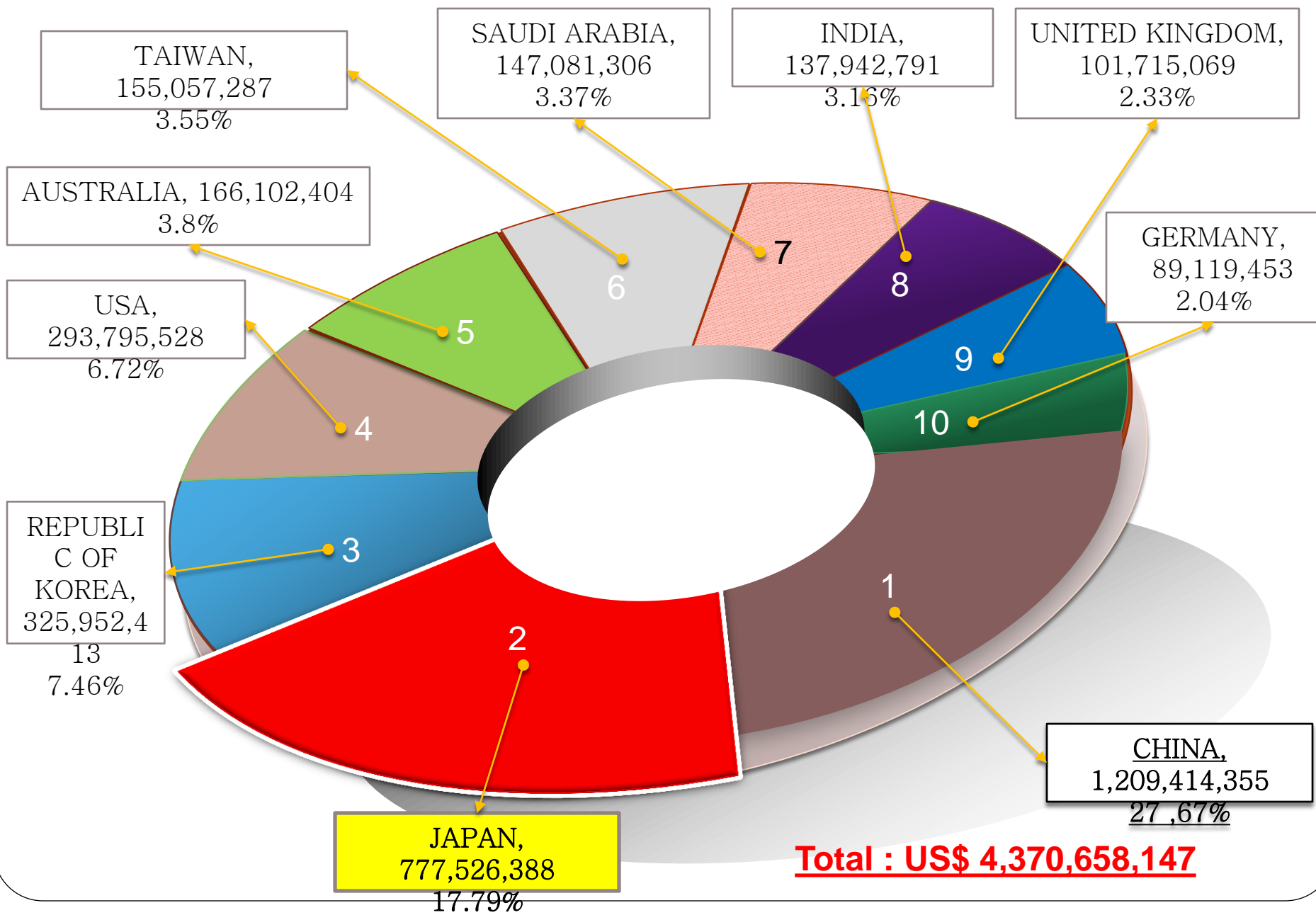


**Total : US\$ 4,370,658,147**

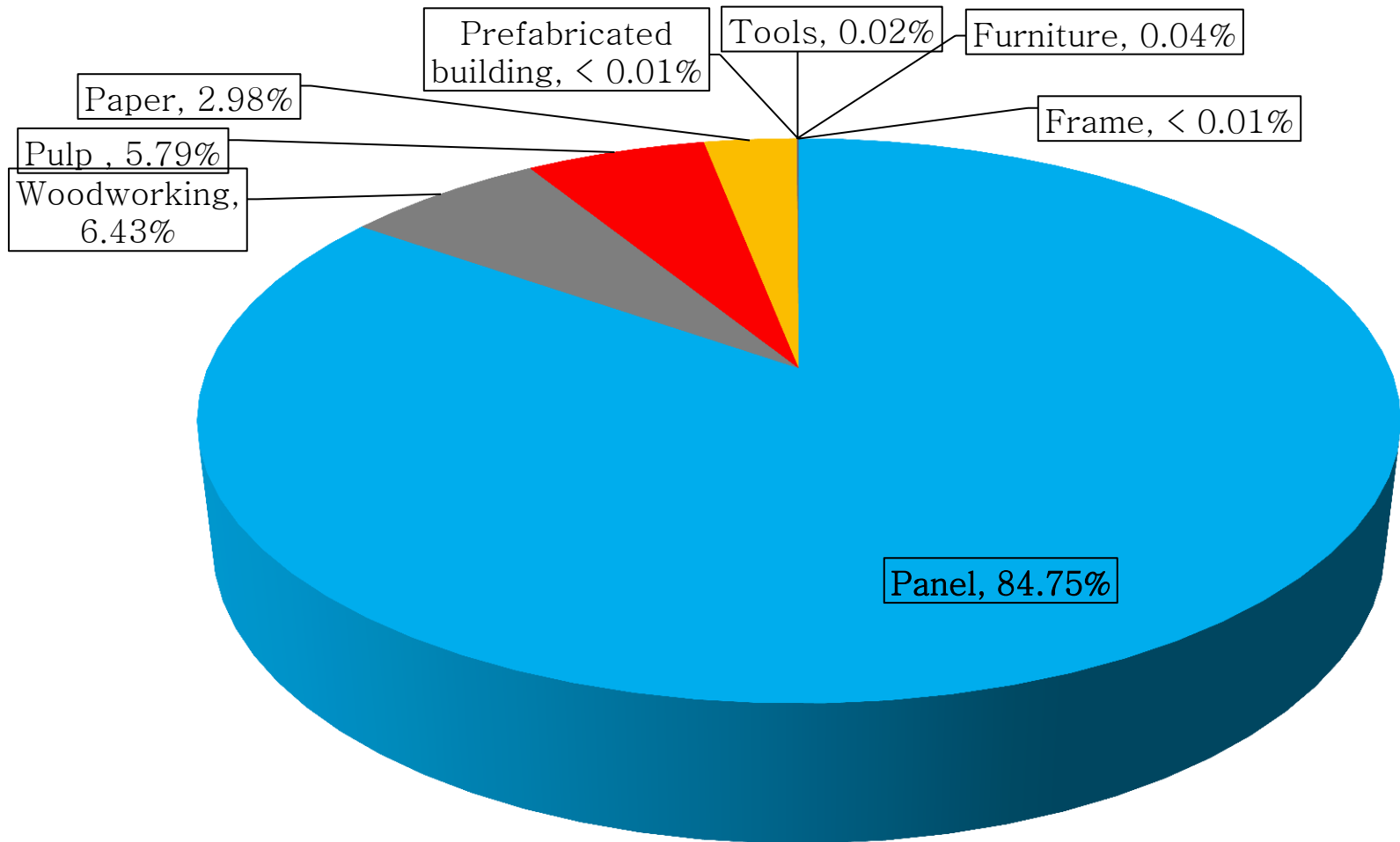
# 10 Biggest Export Destination by Weight (Kg): Jan– Sep 2013



Sept 2013



# % Product type of export to Japan by value (US\$) : Jan- Sep 2013



Total Value : USD  
777,526,388



## WHAT NEXT AND EXPECTATIONS:

- SVLK is a credible system that provides assurance to the legality of imported timber. We trust SVLK will lead our country to attain a sustainable legal timber supply.
- We need market recognition and acceptance of SVLK certified timber, plus V-Legal (export license) document
- We will continue to promote and negotiate SVLK system that complies with the importing countries timber trade law. Hence, will minimize trade obstacles to both exporting and importing countries.
- Major markets to adopt regulation to avoid the entrance of illegally harvested timber products to their countries.
- Considering Japan as a major importer country pay a great concern on the issue of illegal timber, Indonesia expects to discuss and negotiate trade instrument.
- Together both countries can lead the world to the new era of legal timber trade.

# Closing Message

If you are concerned about

- Deforestation
- Climate change
- Combating illegal logging
- Stopping the trade in illegal timber

Please buy legal timber



*Thank You*

INDONESIAN WOOD = LEGAL  
WOOD

