International Symposium 2010

~ Activities in Japan to Tackle Illegal Logging Issue ~

Goho-Wood

"Supplying the Legality and Sustainability Verified Wood"

11th December 2010 Tokyo, Japan

Japan Lumber Importers' Association (JLIA)

Executive Director Y. Ohashi

GREEN PROCUREMENT POLICY and GOHO-WOOD

Guideline for Verification on Legality and Sustainability

by Forestry Agency

- Definition of Legality and Sustainability
 - Legality: Harvested in Legal Manner Consistent with Procedure in the Forest Laws and Regulations
 - Sustainability: Harvested from the Forest under SFM
- Methods of Verification (Illustration)
 - 1) Forest Certification, CoC Certification System
 - 2) Verification by Private Enterprises Authorized by Relative Association
 - 3) Self Verification by Private Enterprises

"GOHO-Wood": Receive and submit the written certificate of legality (& sustainability) for each individual shipment, under separate custody.

Imports of The Legality Certified Timber

	_	(Unit: 1,000m3)								
Apr.2010~Sep.2010 (6-months)		TOTAL IMPORTED (A)	CERTIFICATE RECEIVED (B)	(B)/(A)						
	Logs	1,545	829	53.6%						
	Lumber	1,861	51	2.7%						
	Plywood	1,214	1,083	89.2%						
	Other Panel	177	10	5.6%						
	G. TOTAL	4,797	1,972	41.1%						

Apr.2009~Mar.2010 (12-months)		TOTAL IMPORTED	CERTIFICATE	(B)/(A)
		(A)	RECEIVED (B)	
	Logs	2,396	786	32.8%
	Lumber	2,827	60	2.1%
•	Plywood	2,052	1,846	90.0%
	Other Panel	233	15	6.5%
	G. TOTAL	7.508	2.707	36.1%

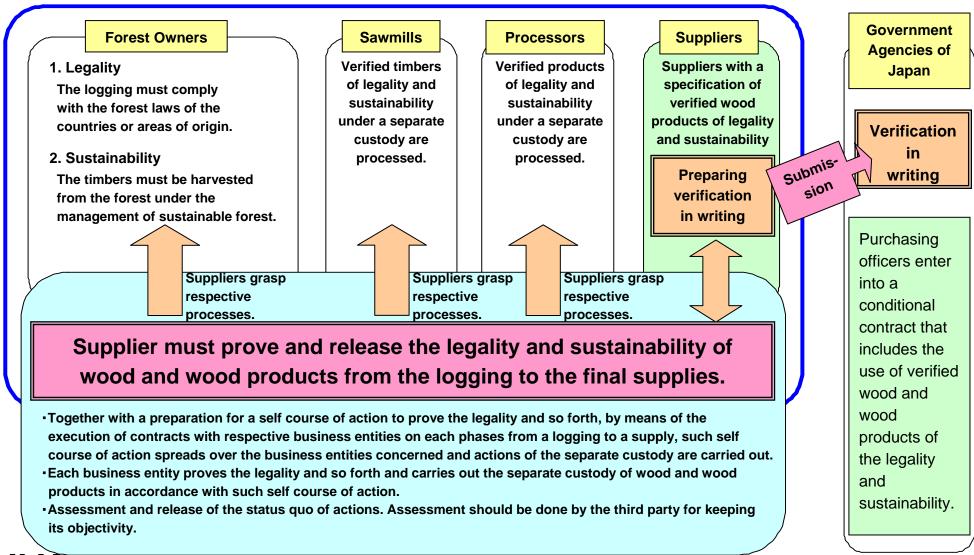
Guideline for Verification on Legality & Sustainability

Reference (3)

Self verification by private enterprises

by Forestry Agency

(Many kinds of self verifications by private enterprises can be supposed. This is one of examples.)



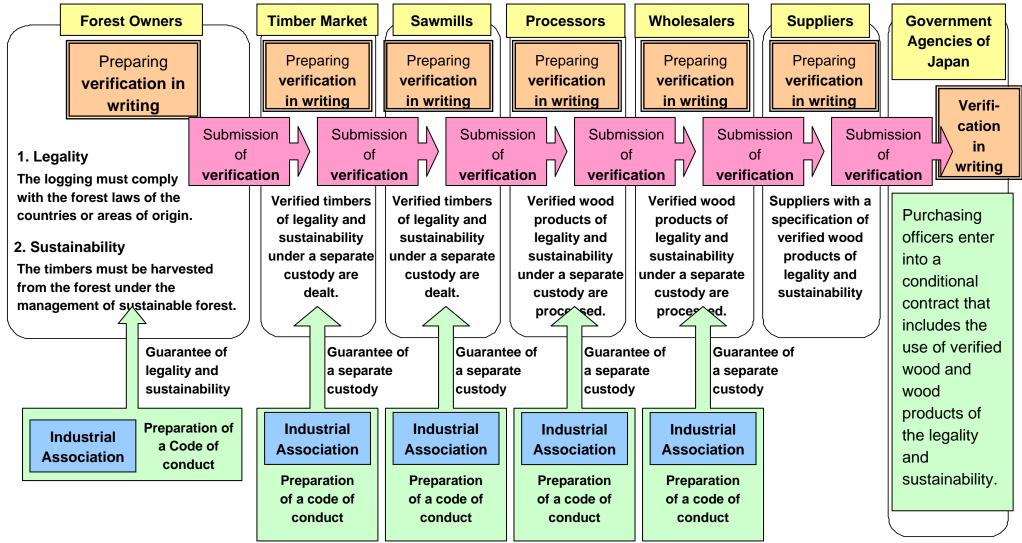


Guideline for Verification on Legality & Sustainability

Reference (2)

Verification by private enterprises authorized by relative organizations

by Forestry Agency



Verifying the Legality

- 1) Verifying the legality by **Export Permits** endorsed by the government under the chain of custody system
 - < Example > CANADA (for Logs only), MALAYSIA, INDONESIA (New TLAS is implemented)
- 2) Members authorized by the association verify the legality (& sustainability) in writing
 - < Overseas Association >
 - American Hardwood Export Council (U.S.A.)
 - DALEXPORTLES Association (FE Russia)
 - Quebec Wood Export Bureau (Canada)

Guideline for Verification on Legality & Sustainability

Reference (1)

Verification by Forest Certification and CoC Certification System

by Forestry Agency

Forest Owners

Acquisition of Forest Certification

Verification by the acquisition of Forest Certification

Verification by the legality and sustainability domestically and internationally

Timber Market Sawmills

Processors

Verification by

Processor's

acquisition of

CoC

Certification

Wholesalers

Suppliers

Government Agencies of **Japan**

Verification writing

Acquisition of CoC Certification separately Verification by

> wholesaler's acquisition of

CoC Certification

Separate custody of verified and non-verified

Supplies with a specification of verified wood products

> Purchasing officers enter into a

conditional contract that includes the use of verified wood and

wood products of the legality

and

sustainability.

Verification by Verification by timber market's sawmill's acquisition of acquisition of

CoC

Certification

Separate custody

Verification is a method

similar to attaching

labels onto products, in

accordance with the

standard of respective

certification systems.

of verified and

non-verified

timbers

CoC Certification

> Separate custody of verified and non-verified timbers

Separate custody of verified and non-verified wood products.

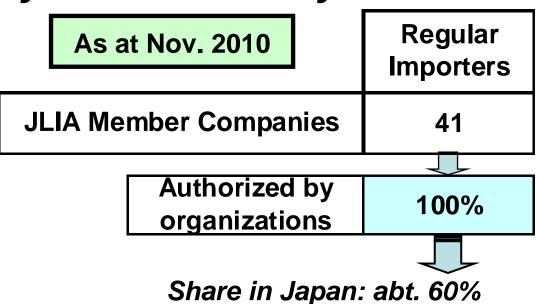
wood products.

- < Main Certification Systems of Exporting countries >
- Europe (FSC & PEFC)
- -America (FSC, U.S.A.: SFI, Canada: SFI & CSA, South-America: FSC)
- •South Asia (FSC, Malaysia: MTCC, Indonesia: LEI)
- •Oceania(Australia:FSC & PEFC, New Zealand:FSC)
- Africa (FSC)
- Japan (SGEC & FSC)



JLIA Members & CoC Certificate Holders





CoC Certificate
Holders
FSC PEFC
23 23
91% 80%

Presumed share among JLIA members (in terms of M3)

Acquisition of		before 2006	2007	2008	2009	2010	
CoC Certificate (JLIA Members)	FSC:	4	6	3	5	5	(Total 23)
(JLIA Wembers)	PEFC:	7	3	1	7	5	(Total 23)

Promoting the Use of WOOD for the Public Buildings

01 Oct. 2010

07 Jan. 2010

WOOD is defined as Domestic-Wood and Others

○まっている。

築物については可能な

象となる公共建築 日に公布され

きた過去の考え方を抜

言している

そして同法は9

去築と利共るり本はた 物い用建、木的、同8

要が発生すると見込まれている。その木材需要の中心は地域材だろうが、 父びそうだ。

それ以外の木

法)が、きょう1日、施行される。同法案によって11年度は75万~80万立方尉の木材雲

川だけ守るというもの

進法案を次期国会に最重要法案として提出する方針を公表した。

心方自治体の庁舎等の公共建築物を積極的に木造・木質化する、

亦松広隆農林水産大臣は、5日の記者会見で、

木材需要を作り出すために学校校舎の

公共建築物木材利用品 提出される法案は、

材利用を義務化するものではなく、

基本方針を明らかにして事実上縛りをかける。

赤松大臣は「今ある うな、 しての森林の役割をさ と振興させていけるよ 木材産業をもつ て50~60年経って、 提出準備中である

次期国会に最重要法案として提出 認証 اللافر

The government notified that the Wood Products to be used for public buildings shall require Legality (and sustainability) Certification.

Japanese Industry shifting to ECO / Green-Products

Asahi Wood-Tec

2年2月16日 火曜日

Madhad

Panasonic Group

Misawa Homes



Asahi Wood-Tec:
Announced to achieve
100% ECO-FLOOR
by March 2012.

Using not only FSC-CoC certified plywood from Indonesia and Falcata plywood,

but also PEFC-CoC certified plywood from Malaysia & poplar/ Eucalyptus/ Kamerere plywood as well.

Panasonic Group "GUIDELINE"

(made in cooperation with WWF Japan)

No.1 Category: (First Priority)
FSC certified, or otherwise certified
by other forest certification
system.

And, the reused timber like PB.

No.2 Category: (Conformable)

Legality of the harvest verified, or company certification under association authorization.

No.3 Category: (to be eliminated)
Legality not confirmed.

Panasonic Denko aims 100% of eco- friendly materials for wooden floor within the year 2011, which is now abt. 30% only.

Misawa Homes "GUIDELINE"

In 2010: Identifying fully the **Supply Source**.

In 2011: Confirming fully the **forest license/ cutting permit.**

In 2014: Increase the use of timber certified by Forest Certification

System up to 70%.

Also check the
appropriateness of Forest
Management and the
Traceability, making use of
WWF Japan's
"Responsible Purchasing
Checklist".



JLIA Members acquiring CoC certificate

平成22年1月16日 取得を働きかけ、 CとPEFCのCOC認証を同時取得した。

ジメントシ 環境マネ つと考えており、 認証機関はSGS 050



今月から合板、製材品、MDFなど供給

認証の鎖をつなげていく方針

得見込みだったが

早急に社内準備を整

具や窓枠等)

いるものの、国内市場に年の主流商品に育っているものの、国内市場には年々関心が高まって

日本国内でともに認証

は合板や単板、繊維板、

げる。ただし、認証

認証材市場の拡大のため、

今月から合板や製材品、木質ボ

内外産製品の供給元や流通川中以降にも

50140 01を全営 ステムのI は、MGM—PEF

今回取得した認証番 得したととで、 取っていきたい」 を含む)で取得した。 COC(認証の連鎖)を全国103営業所課(ジャパ 建材(フロア等)を対象に、 世界2大森林管理(FM)認証 同社はとのほど、

PEFC森林認証

木質ボー

「現時点では森林認

lえない

SIGN は高まっ

など環境

は業界に

的に行

四103

日本合板商業組合の団 月末ま

に強化す 方が、大 1000 年間取り PEF

方於。材製品 また

JLIA members are acquiring CoC Certificate to promote "GOHO-Wood" in Japan.

部証制度である ん、PEFCが ことを呼びかけ うットを育成し 日本木材輸入協会欧州木材団体との対話も

シア、米・加に加え欧州木材推進機構(EWI)日本窓口と接触、 国を挙げた木材利用拡大に対応、合法材証明材の輸入・販 会員相互の情報交換を進める一方、

まり、木材需要量が伸 | 拡大に気

販促を図る

に、今後は自社のPE 用)のパッケージ梱包

COC許可番号

390万

据えた輸入を目指し、

JLIA announced to place emphasis on importing / supplying GOHO-Wood in Japan, in view of the policy of the government as well as private sector.

化した。顧客選替板の取り扱い

初、FSCは公司と 日付、PEFCを同22

Inquiring, Examining and Checking the Documents



Forest Management Certificate



森林認証書(FM認証書) **Forest Management Certificate**

This is to certify that

operates a

Sustainable Forestry Initiative Program

which complies with the requirements of

SFIS 2005-2009

for the following scope of registration

The Sustainable Forestry Initiative® System as it applies to the forest management activities of Isl rese acuvines include lorest management planning, silviculture, road construction and maintenance, the harvest of logs from Isla nership and delivered to company log sorting facilities and the operation of those facilities.

Certificate No:

CERT-0017511

012735

File No: Issue Date:

October 27, 2008

Original Certification Date: February 24, 2003

Current Certification Date:

February 24, 2006

Certificate Expiry Date:

February 23, 2011

President, QMI-SAI Canada Limited

Alex Ezrakhovich

General Manager, SAI Global Certification Services Pty Ltd









CoC Certificate



This is to confirm that KPMG Performance Registrar Inc. has examined the procedures of

CoC認証書 CoC Certificate

and determined that the Company maintains chain of custody and sales tracking systems which form a reasonable basis for: (1) tracking the source of wood fibre processed by these facilities, and (2) ensuring that the output from these facilities, which is claimed to be "PEFC-certified", will not exceed the amount of wood fibre coming into these facilities from PEFC certified woodlands operations*.

The Company's Chain of Custody system conforms in all material respects to the requirements of PEFC Annex 4: Chain of Custody of Forest Based Products – Requirements.

This Chain of Custody System certification applies to the following operations:

The production and sale of fir and hemlock lumber from the

This chain of custody certification is given subject to the terms and conditions governing the use of this certificate as described in the agreement between KPMG Performance Registrar Inc. and the holder thereof. Chain of custody certification does not assure the regulatory compliance or continued conformance with the applicable standards by the certified woodlands operations from which wood fibre is obtained. *PEFC certified woodlands operations are those which are certified under one or more of the following standards: the CSA Z809 Sustainable Forest Management standard or the Sustainable Forestry Initiative (SFI*) standard.

Certificate No.

1469.16

Issue Date: Expiry Date: September 28, 2007 September 27, 2010







Michael L. Alexander, RPF, CEA(SFM)

President

KPMG Performance Registrar Inc. Vancouver, B.C., Canada V7Y 1K3

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and determined that the Company maintains chain of custody and sales tracking systems which form a reasonable basis for: (1) tracking the source of wood fibre processed by these facilities, and

"Certificate of Legality" is required for each individual shipment.

Shipping documents become the Certificate of Legality (and Sustainability),

on condition that the documents state

- (1) the Legality is certified (CoC certified), with
- (2) registered number (CoC Certificate number)

Verification by FM & CoC certification system



LOT 04FSC 2225 PCS

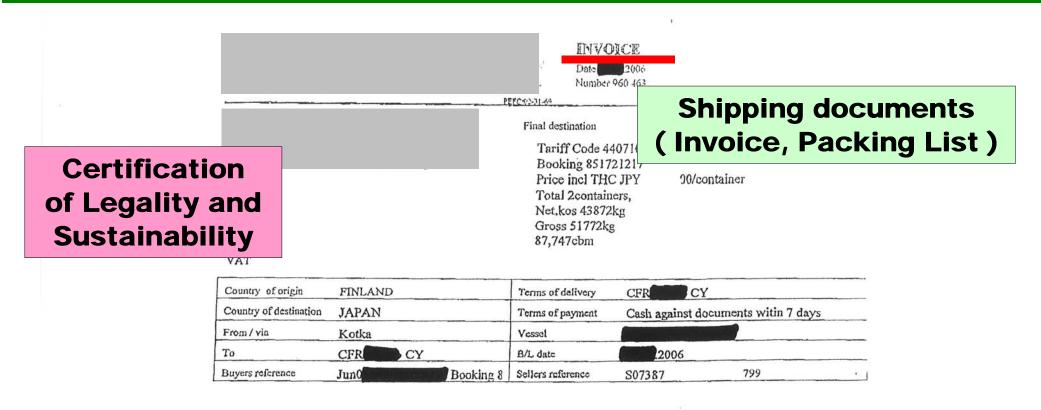
FSC-CoC Certified

RADIATA PINE LOGS J GRADE 3.9M FSC CERTIFICATE NO. SW-COC-00195■ "FSC PURE"



Documentary Credit No.	Intended Shipment Month JUL - 2009	Total 603.385	USD (State Currency)

Verification by FM & CoC certification system

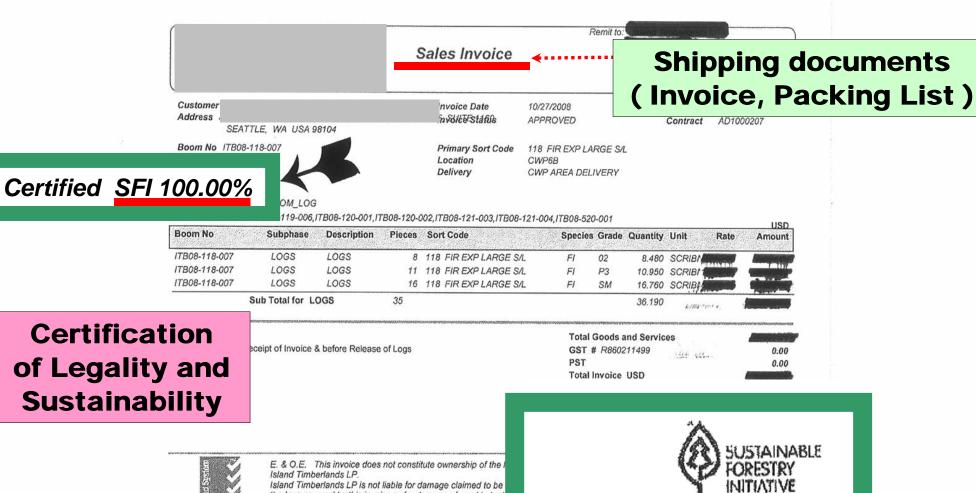




PEFC-CoC Certified

In accordance with the PEFC (Pan European Forest Certification) scheme, and the Mill Chain of Custody registration number PEFC/02-31-69 SMS 1003-1 SFSLR2582-03 91% or more of the wood goods originate and harvested from PEFC certified forest. 12 months rolling average.

Verification by FM & CoC certification system





the logs covered by this invoice or for damage of any kind relor damage to, and all liability for the logs shall pass to the buy All action for compensation or adjustment due to loss, scale of whatsoever to be commenced within 30 days from the invoice

10/27/2008 9:34:10 AM



Major Timber Imports in JAPAN

Estimation by JILA

Building Standard Law Amended Law Amended Law Amended Law Amended								2 /						
	Year	2004	2005	2006	2007	%	2008	%	2009	%	2 0 1 0 Jan~Oct	%	2 0 1 0 Total	%
	SOUTH-SEA	1,612	1,366	1,372	1,021	-25.6	728	-28.7	423	-41.9	447	+38.4	561	+32.7
	N. AMERICA	3,731	3,384	3,240	3,020	-6.8	2,638	-12.6	2,468	-6.5	2,470	+18.6	3,019	+22.3
	RUSSIA	5,922	4,694	4,942	3,986	-19.3	1,888	-52.6	650	-65.6	404	-29.0	468	-28.1
	NEW ZEALAND	1,081	913	848	808	-4.7	869	+7.6	533	-38.7	611	+36.1	747	+40.1
LO	GS TOTAL	12,428	10,391	10,423	8,861	-15.0	6,148	-30.6	4,091	-33.5	3,943	+14.7	4,807	+17.5
	SOUTH-SEA	586	543	516	450	-12.8	643	+43.1	537	-16.5	480	+6.9	568	+5.7
	N. AMERICA	3,979	3,308	3,427	2,724	-20.5	2,929	+7.5	2,272	-22.5	2,290	+22.8	2,684	+18.2
	RUSSIA	861	965	987	954	-3.3	666	-30.1	679	+1.8	533	-7.7	609	-10.3
	NEW ZEALAND	170	127	172	119	-30.5	138	+15.7	84	-39.2	90	+31.4	106	+25.8
	CHILLE	348	310	305	343	+12.6	321	-6.5	161	-49.9	170	+34.1	223	+38.6
	EUROPE	2,968	2,894	3,045	2,654	-12.9	2,009	-24.3	2,036	+1.3	1,851	+6.0	2,273	+11.6
LU	MBER TOTAL	8,912	8,147	8,451	7,244	-14.3	6,708	-7.4	5,769	-14.0	5,414	+12.0	6,462	+12.0
	PLYWOOD	4,941	4,570	4,881	4,008	-17.9	3,560	-11.2	2,844	-20.1	2,638	+12.1	3,114	+9.5
	G-LAM	611	671	806	642	-20.3	404	-37.1	457	+13.0	461	+22.9	565	+23.7
	G. TOTAL	26,892	23,779	24,561	20,755	-15.5	16,820	-19.0	13,160	-21.8	12,456	+13.3	14,948	+13.6

Promoting the Use of "GOHO-Wood"

To <u>create and expand wood demand</u> is most important, and we insist on promoting the use of wood, <u>including the imported timber as well as the domestic wood.</u>

To promote the Wood and Wood Products in Japan, we will import GOHO-Wood, the <u>Legality Verified Timber</u> and <u>FM/CoC-Certified Timber</u>.

Thank you for your kind attention !!!