



# INDONESIA READINESS

*TO SUPPLY WORLD MARKET WITH*  
**LEGAL TIMBER FROM SUSTAINABLE  
MANAGED FORESTS**

Directorate General of Forest Utilization  
2013

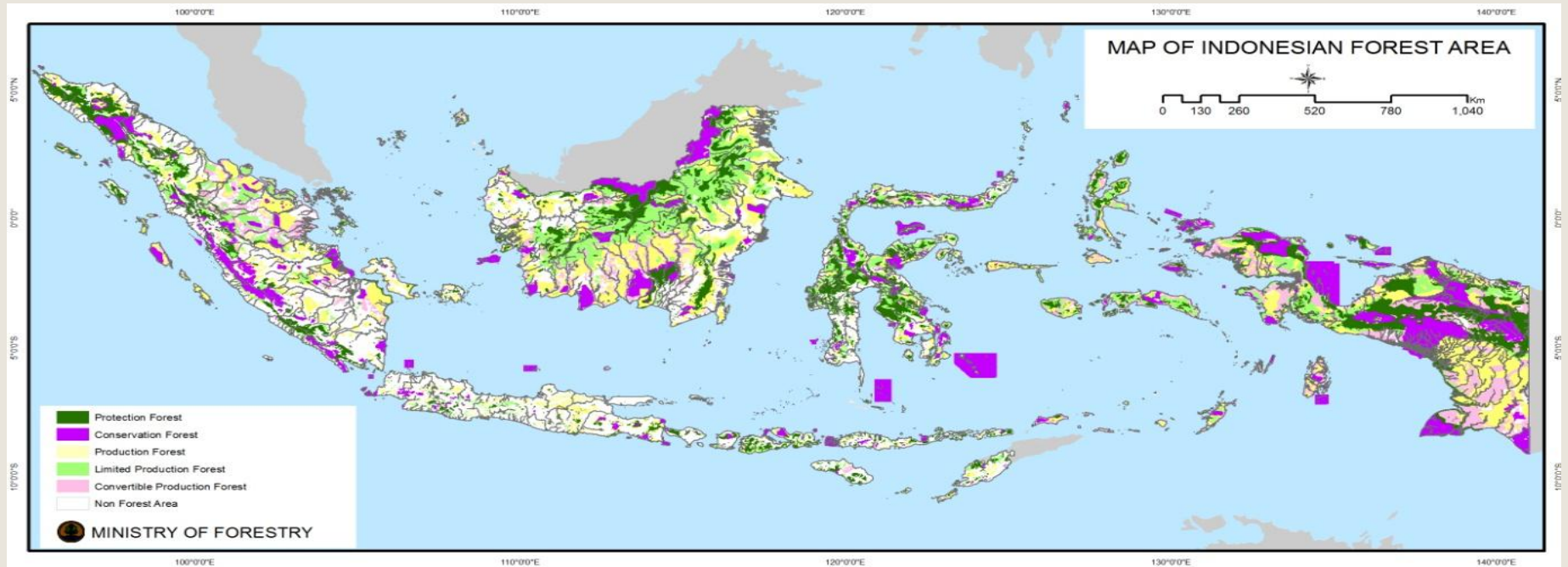
# Presentation Structure

- Why Indonesia committed to promote legal timber?
- How Indonesia meet the commitment?
- How credible is SVLK (Sistem Verifikasi Legalitas Kayu/Indonesia Timber Legality Assurance System) to provide assurance to Indonesia Timber Legality?
- How ready is consuming countries to take part in Sustaining Timber Trade?

# Why Indonesia committed to promote legal timber?

- **Promoting Legal Timber sustain Indonesia's forests**
- **Sustainable the forest resources enable to:**
  - Support sustainable development of the country (economy, social/cultural and environmental)
  - Contribute to tackle climate change
  - Meet increasing demand for legal products from sustainable managed forests

# The Indonesian Forest Area



Source: Ministry of Forestry, 2012

More than 17,000 islands

1	Conservation Forest	21,17
2	Protection Forest	32,06
3	Limited Production Forest	22,82
4	Production Forest	33,68
5	Convertible Production Forest	20,88
	State Forest Land (million Ha)	130,61
6	Other Land Use (million Ha)	59,86
	TOTAL INDONESIAN LAND (million Ha)	190,47

# How Indonesia meet the commitment?



## ILLEGAL LOGGING AND ILLEGAL TRADE



**HARD  
APPROACH**



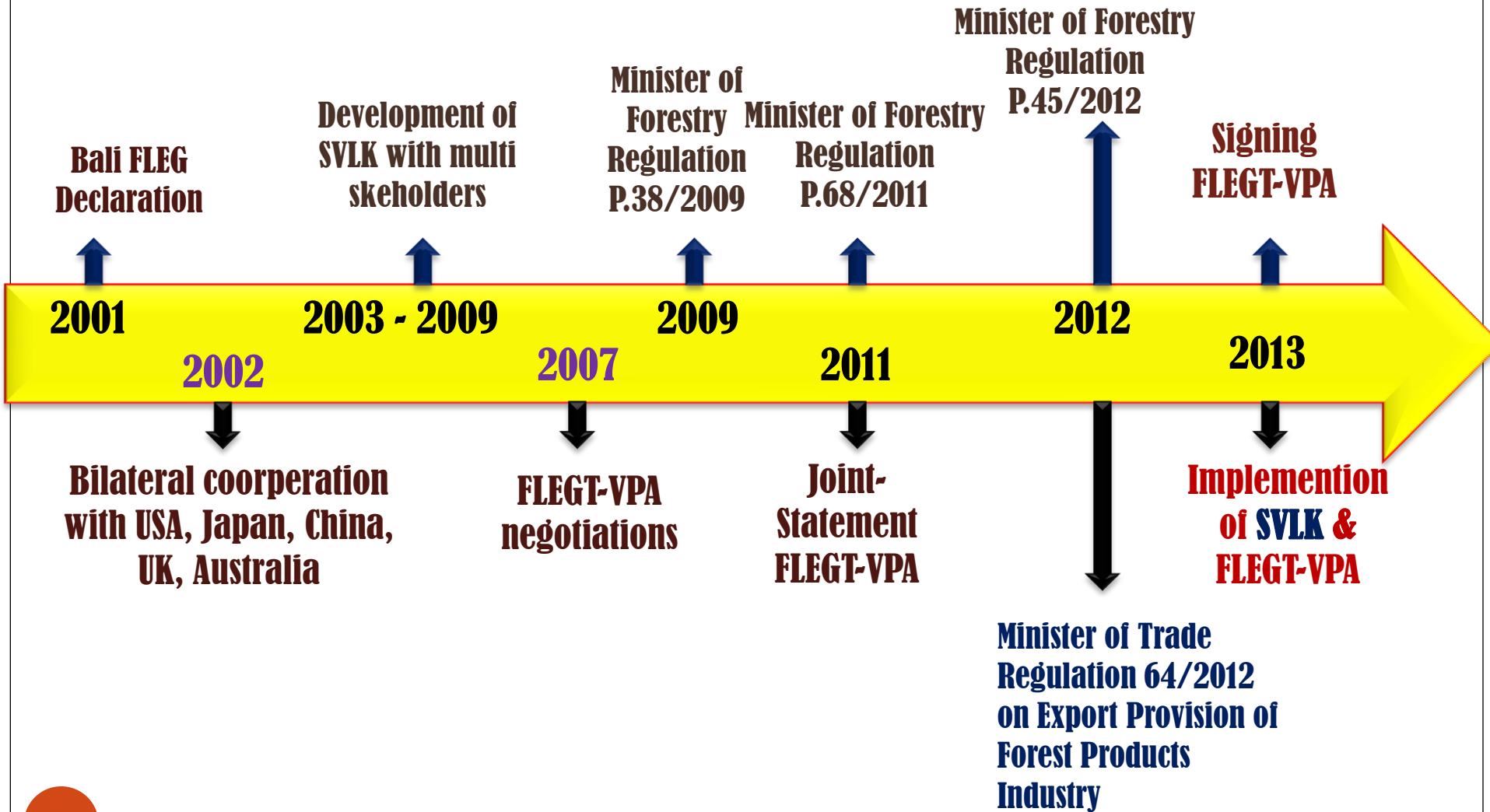
**SOFT  
APPROACH**



# Why TLAS/SVLK?

- ❑ **To** tackling 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

# SVLK DEVELOPMENT AND IMPLEMENTATION





# Roadmap of SVLK

YEAR	AGENDA
2012	Minister of Trade Regulation No. 64/2012 on Export Provision of Forest Products Industry
23 Okt 2012	Shipment Test With V – Legal Document for 11 HS Code to 9 EU State Member
	Minister of Forestry Regulation P. 45/2012 on second revision of P. 38/2012
2013	1 January 2013, Implementation of SVLK to 26 HS Code → export using V-Legal Document
	Implementation of EU Timber Regulation (March 2013)
	FLEGT – VPA Signing (September 2013?)
	Mentoring and Certification for Small Scale Industry and Privately-owned Forest → all Unit Managements are certified
2014	1 January 2014, Implementation of SVLK to 40 HS Code

# SFM Audit Bodies<sub>(accredited using ISO 17021)</sub>

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. Trustindo Prima Karya	LPPHPL-019-IDN
14.	PT. Transmada	LPPHPL-018-IDN

# Legality Verification Bodies

(Accredited using ISO/IEC Guide 65)

No.	N a m e	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. Trustindo Prima Karya	LVLK-010-IDN
10	PT. Transmada	LVLK-009-IDN
11	PT. Ayamaru	New LVLK

# Certification Progress (up to 28 December 2012)

No.	Certification	Passed (unit&ha)	Failed (unit&ha)	On Process (unit&ha)	Total (unit&ha)
1.	SFM	77 (9.970.346)	7 (443.746)	4 (534.799)	88 (10.948.891 )
2.	FOREST LEGALITY VERIFICATION	13 (856.783)	3 (143.475)	21 (1.330.289)	37 (2,330,547)
3.	COMMUNITY FOREST	14 (7.688)	-	-	14 (7.668)
4.	INDUSTRY LEGALITY VERIFICATION	301	14	115	430

# Certification Facilitation for private-owned forest and small scale industry

Mandated by DG of BUK letter

- No. S.575/VI-BPPHH/2012 and
- No. S.577/VI-BPPHH/2012 on 25 July 2012.
- Mentoring prior to certification.
- Group Certification.
- Source of funding: State Budget (APBN), partners.

# Support from Other Ministries/Related Institution

Institution	Support
Foreign Affairs	Precede VPA signing and ratification.
Trade	Permendag 64/2012 regulate the obligation of using V-Legal Document for 26 HS Code in 2013 and 40 HS Code in 2014 for forest product export .
Customs	Carry out export regulation.
Police, Judiciary, other Law Enforcement	Provide legal and business certainty.
State Secretary	Facilitate ratification.
Forestry	Manage permit holder and simplify permit process.
Home Affairs	Encourage governor and regent to manage forestry unit and simplify permit process.
Corporation and Medium/Small Scale Industry	Encourage organization of private-owned forest
Industry	Manage Industrial Business Permit/Permanent Business Permit and simplify permit process.
Procurement Policies	Encourage government using TL certified goods.

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



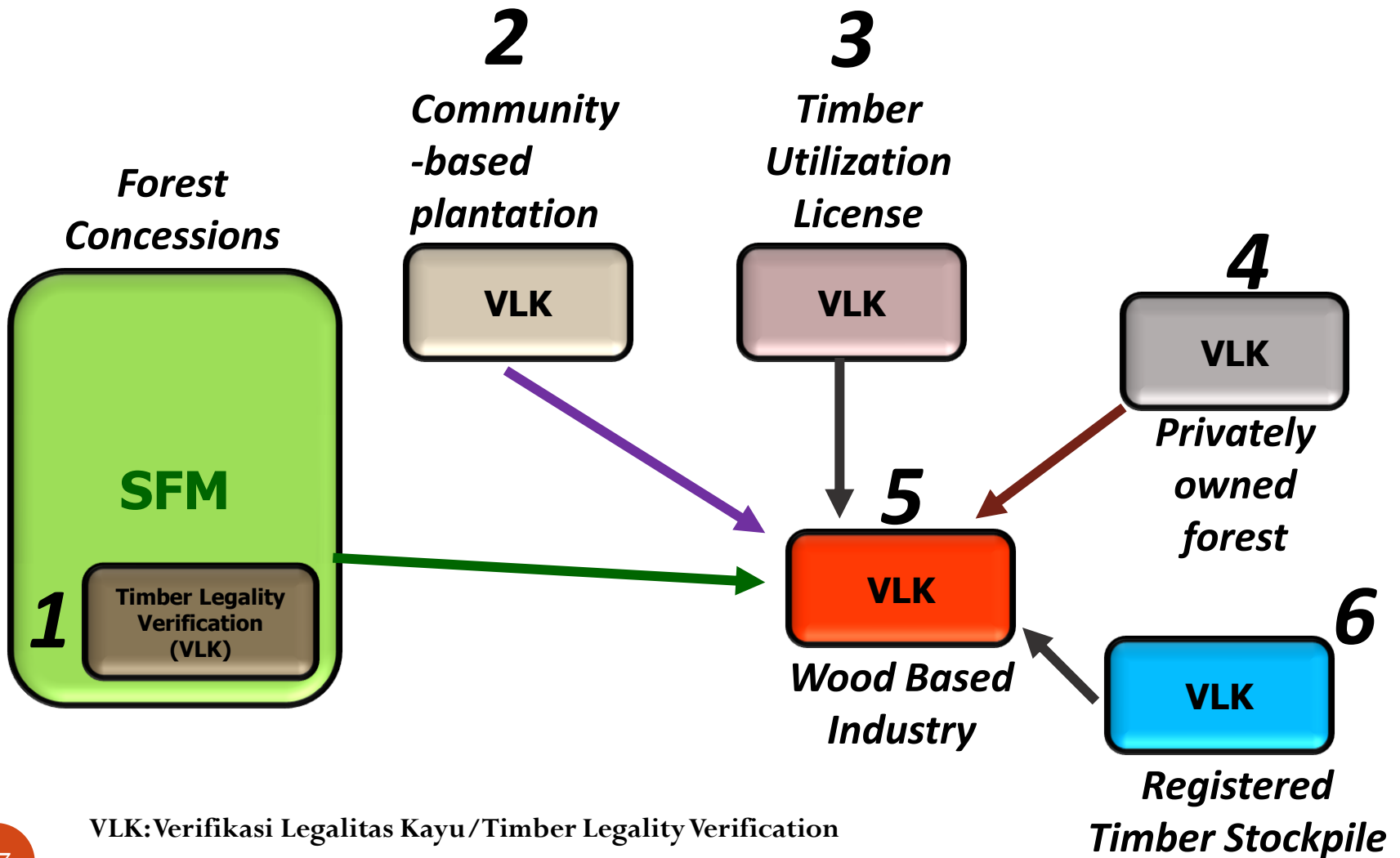
# Principles of SVLK

Good Governance

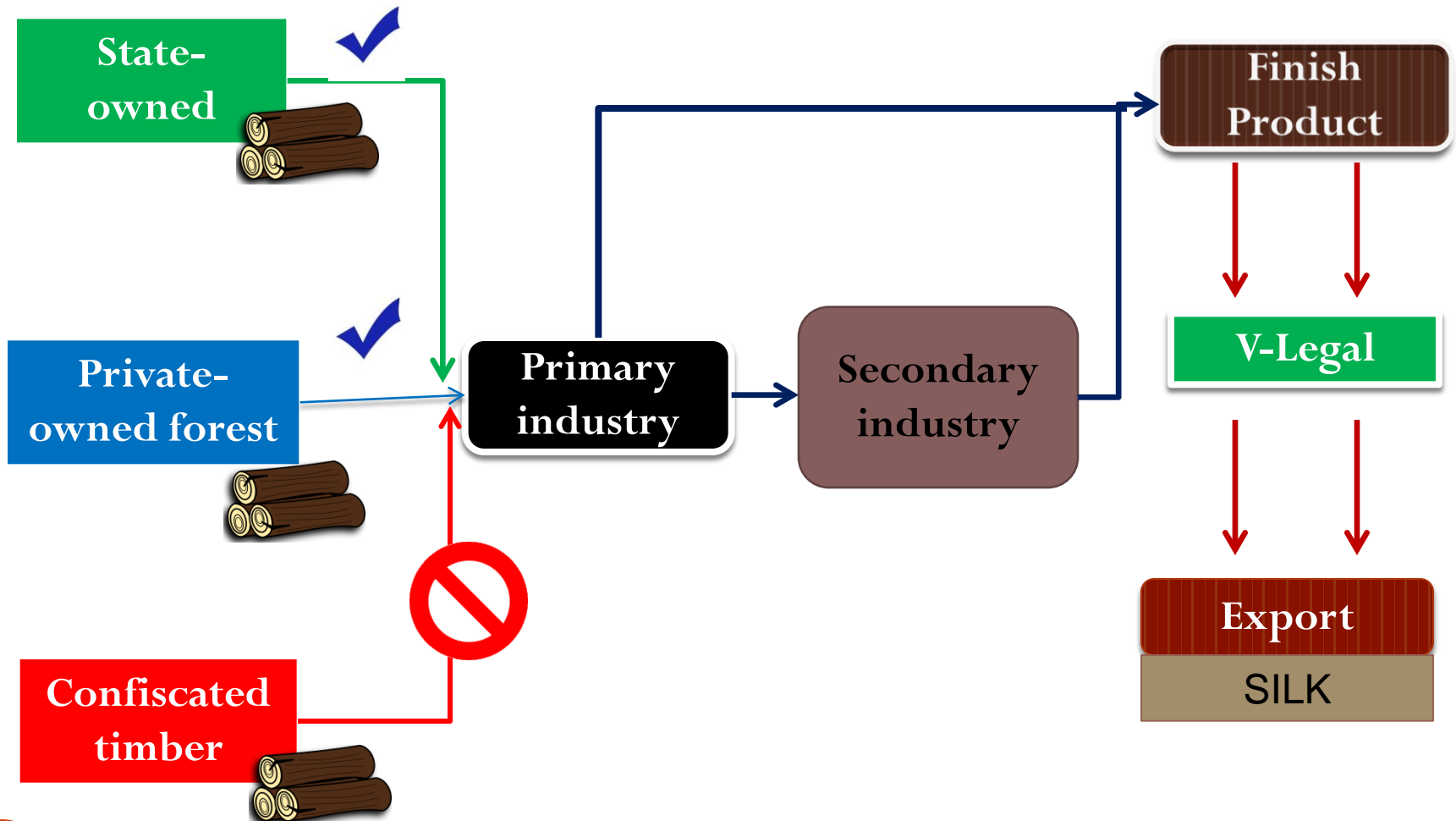
Representativeness

Transparency (Credibility)

# Object of SVLK



# Scope of SVLK



SILK: Sistem Informasi Legalitas Kayu/Timber Legality Information System

# Timber listed on CITES

- To export timber products, which timber is listed on Appendix of CITES, exporter has to enclose CITES Document.
- CITES Document is one of the verifier in Timber Legality certification process.

# 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 327 NGOs, perform monitoring public service in forestry sector.

LP&VI

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

Business Unit  
Management

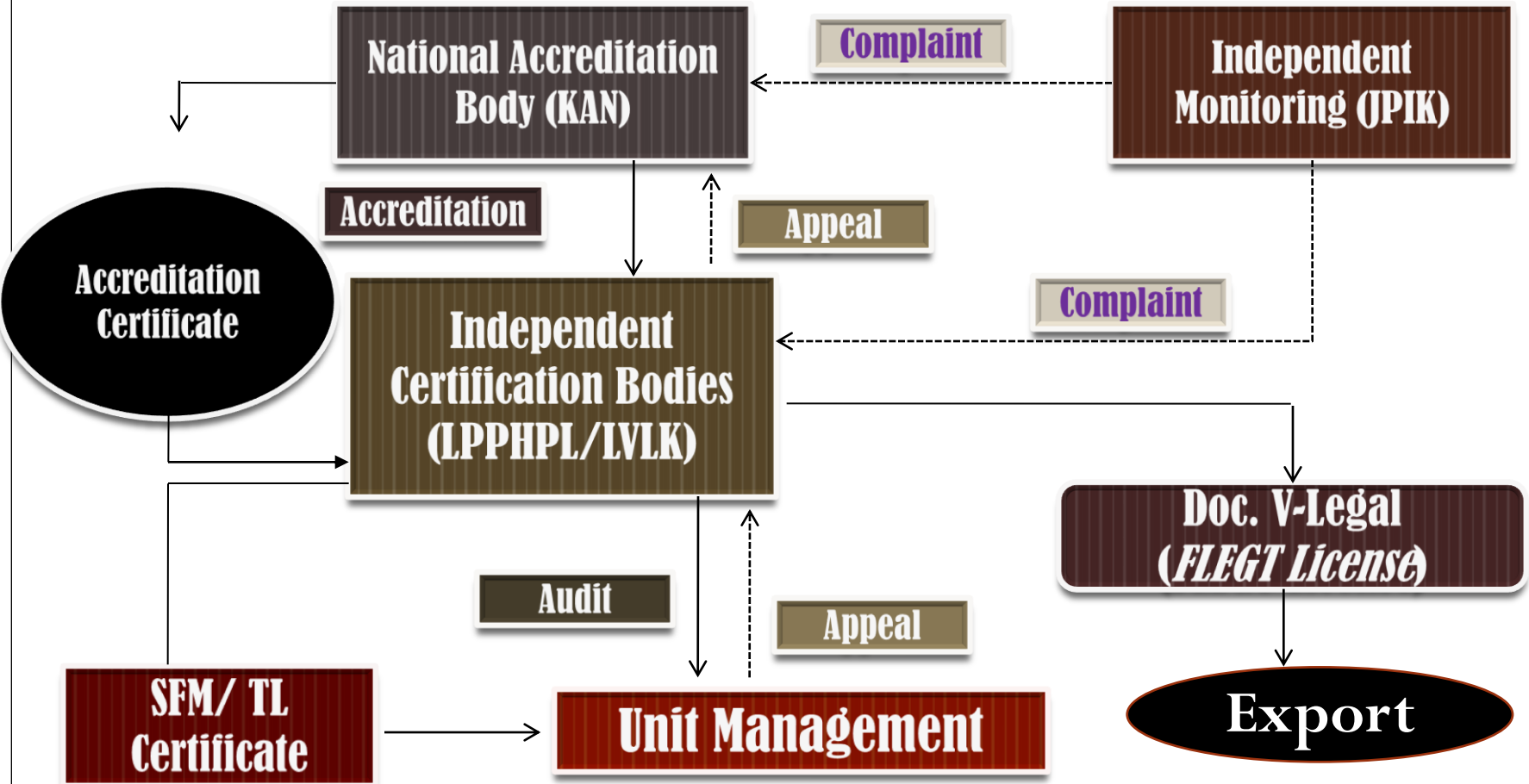
- Timber Legality Certified

Government

- Regulator & facilitator

# SVLK SCHEME

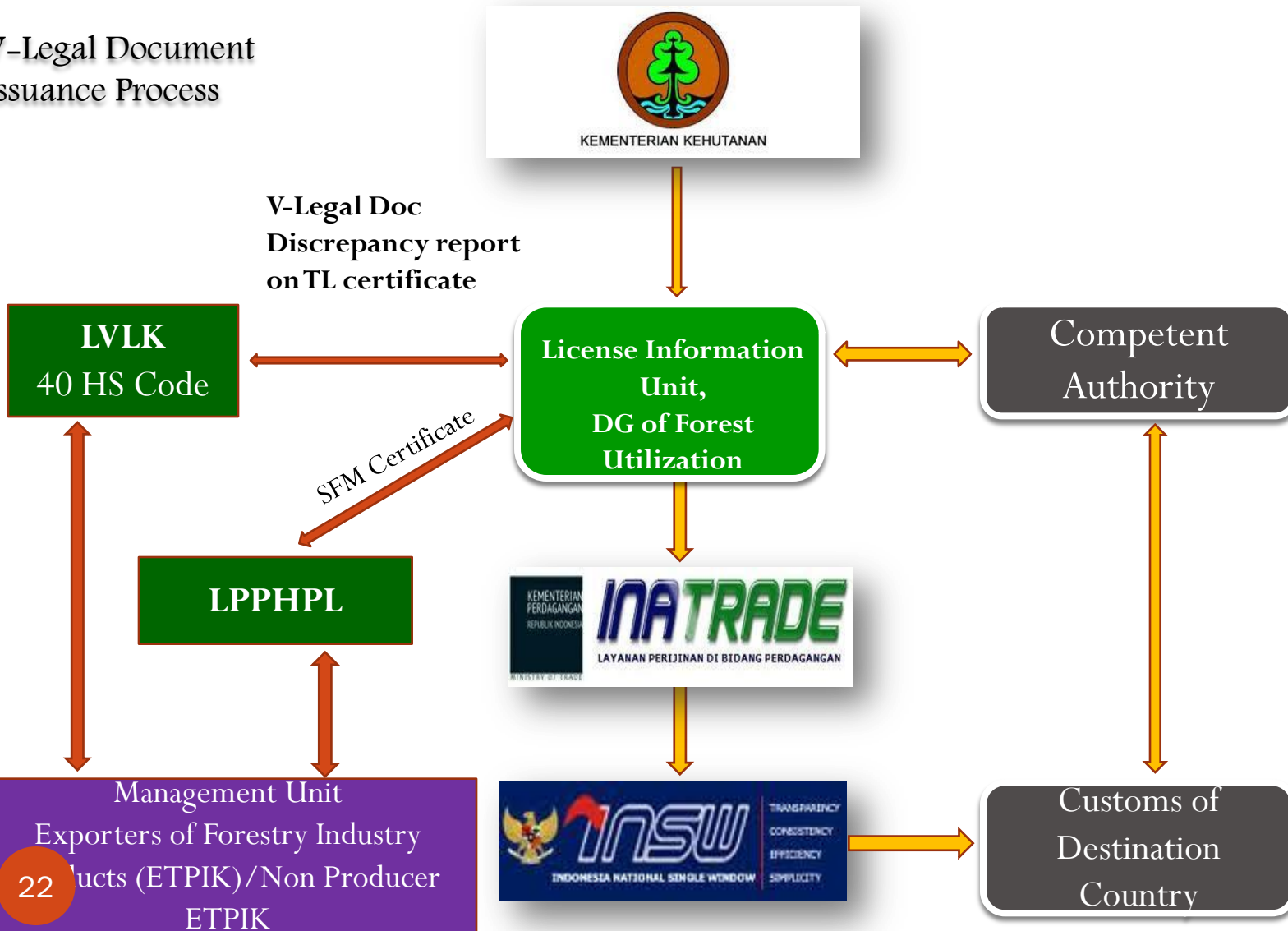
## Ministry of Forestry (Regulator)



# Validation of Timber Product Export by LVLK

V-Legal Document  
Issuance Process

V-Legal Doc  
Discrepancy report  
on TL certificate





# How ready is consuming countries to take part in Sustaining Timber Trade?

- US – demonstrates support in promoting legal timber through Lacey Act
- EU – has established FLEGT-VPA and will put EUTR into force in March 2013.
- Australia – has introduced Illegal Logging Bill (implementation November 2014)
- Japan – has introduced GoHo-Wood that could be synergized with SVLK
- Other hopefully will follow up soon



Thank You.....

