ACTIVITY DOCUMENT

Submitted by the Government of Indonesia

Title Establishment of an Integrated Agarwood Cluster in Bintan Island, Indonesia

Summary

Agarwood has been explored and widely harvested from natural forest in Indonesia for decades. The economic value of agarwood has made its products being an importantly traded commodity in various forms and quality, directly to the buyers and/or through various marketing channels. The species producing agarwood are mostly from the genera *Aquilaria* and *Gyrinops*. Despite the booming economic value of the agarwood, efforts remain insignificant to ensure the production is sustainable and the genetic resources are securely kept. The excessive harvesting of natural agarwood by destructive cutting could cause loss of genetic materials, which in turn, will cause extinction of some species. The Activity, therefore, aims to ensure (i) the sustainable production of agarwood from both natural and planted forests; and (ii) the sustainable production and conservation of genetic resources, as well as to improve market transparancy of agarwood products, including the development of inoculation technology, processing and handling. The primary objective of the Activity is to accelerate the establishment of an integrated agarwood cluster in Bintan Island, Indonesia. The expected outputs are (i) the development of a design for an integrated agarwood cluster for Indonesia; and (ii) the development of a market information system for added transparency.

Executing Agency

Forestry Research and Development Agency (FORDA), Manggala WB XI fl, Jakarta, Indonesia.

Implementing Agency

Center for Conservation and Rehabilitation R&D, Forestry Research and Development Agency (FORDA), Jalan Gunung Batu, No. 5, Bogor, Indonesia.

Duration 12 months.