

RESPONSIBLE FORESTRY POLICY STATEMENT

Pesama Timber Corporation Sdn Bhd (PESAMA) is deeply committed to enhancing professionalism within forestry, and to the efficient distribution of the tropical timber products we sell. PESAMA supports those suppliers who use sustainable forest management practices, which integrate the social, economic and environmental needs.

PESAMA is committed to ensuring that all our forestry activities are conducted in a manner which will provide a safe environment for all of its employees, business partners, and the general public. It is committed to the development and implementation of environmental friendly systems of work.

The aims of the statement are to:

Meet all applicable Government Codes of Practices and Regulations and evaluate our performance against this legislation and standards.

Establish Environmental Impact Assessment (EIA) objectives and targets enable us to continually improve our environmental performance.

Reduce to a minimum any environmental impact that our operations may cause and make use of environmental friendly alternatives for use in our operations and ensure efficient use of natural resources, conserve water, energy, reduce forest waste and forest damage by using of Low Impact Logging (LIL) system such as Logfisher Harvester.

Instill among our workers the awareness of environmental requirements and regulations, particularly in safety and health of the forest workers.

Ensure that any sub-contractors employed by us are competent, so that they do not put operations at risk of a significant environmental impact and aware of our environmental requirements and apply compatible standard and procedure with our own.

RESPONSIBLE POLICY STATEMENT

The Cherul Forest Concession (CFC) not only provides environmental benefits, but also an array of renewable timber products and other uses. It has an inherent responsibility to the environment particularly to the forests and their sustainability.

As leaders in forest product industry, we fully support a responsible forest management practice which promotes sustainability in forest resources and environmental and social benefit. We are also committed to conserve and protect the High Conservation Value Forest (HCVF).

To demonstrate our commitment, we endorse the policy of promoting the sustainability of forests.

Caring about our forests to promote the sustainable forestry to meet the environmental and people needs for the future generations.

Recognize responsible forestry certification can serve as confirmation of work already being accomplished toward improved forest management. However, absence of certification does not mean there is a lack of quality forest management.

Recognize the importance of education and training in forestry, and research and development (R&D) and will cooperate with the related authority in achieving a broad commitment to wise forest use and sustainable forestry.

Conduct dialogue from time-to-time with our stakeholders and local community on environmental and forestry issues and also on our initiatives and policies.

Regularly review this statement to insure that it reflects new knowledge and other opportunities that may arise for us to exercise leadership in the sustainable forest management.