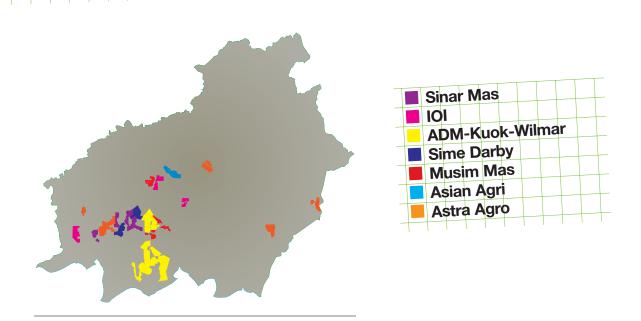
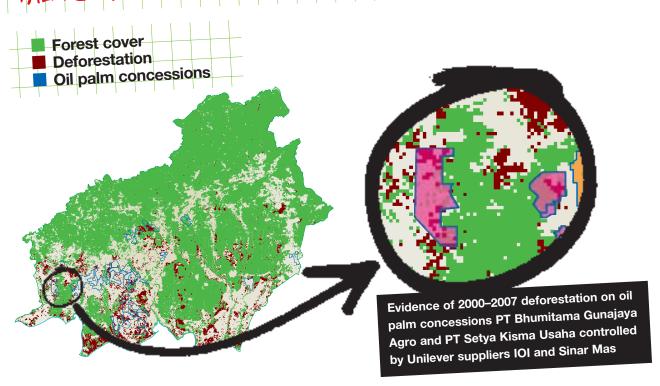
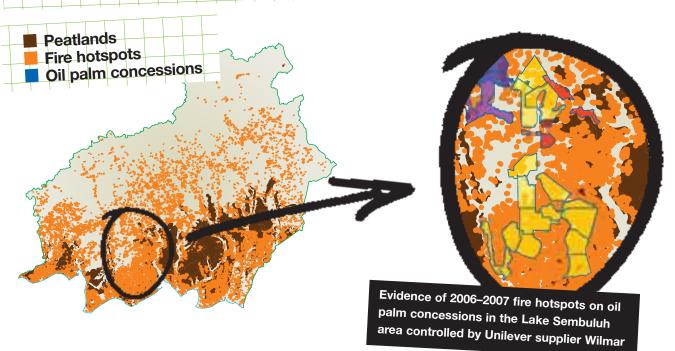
## OIL PALM CONCESSIONS IN CENTRAL KALIMANTAN CONTROLLED BY UNILEVER SUPPLIERS



## FOREST COVER IN CENTRAL KALIMANTAN: IMPACT OF OIL PALM CONCESSIONS CONTROLLED BY UNILEVER SUPPLIERS

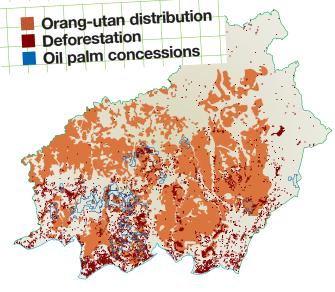


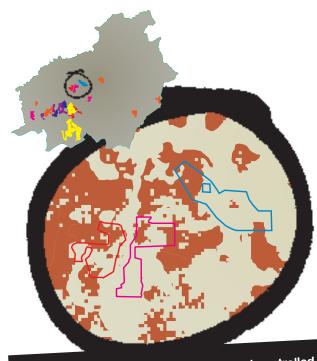
## PEATLANDS IN CENTRAL KALIMANTAN: IMPACT OF 2006-2007 FIRE HOTSPOTS IN RELATION TO OIL PALM CONCESSIONS CONTROLLED BY UNILEVER SUPPLIERS





# ORANG-UTAN DISTRIBUTION IN CENTRAL KALIMANTAN: IMPACT OF OIL PALM CONCESSIONS CONTROLLED BY UNILEVER SUPPLIERS





Oil palm concessions PT Bawaal Sawit Tunas Belum and PT Alam Sawit Permai controlled by Unilever supplier Wilmar shows significant overlap with orang-utan habitat.

Oil palm concessions PT Unggul Lestari controlled by Unilever supplier Musim Mas, PT Karya Makmur Bahagia controlled by Unilever supplier IOI, and PT Karya Dewi Putra controlled by Unilever supplier Asian Agri shows significant overlap with orang-utan habitat.



## TIME FOR ACTION: A MORATORIUM ON OIL PALM EXPANSION INTO INDONESIA'S RAINFORESTS AND PEATLANDS

to ensure the livelihoods of millions of people who depend on forests.

Forest destruction is responsible for about one fifth of global GHG emissions – Indonesia and the Amazon are by far the two largest sources of GHG emissions from deforestation. Emissions from Indonesia's degraded peatlands represent 4% of global GHG emissions, but the area of degraded peatlands involved is relatively small – about 10 million hectares or less than 0.1% of the Earth's land surface.

If we are to prevent dangerous global climate change, we need a global effort to halt forest destruction as well as bringing about a drastic reduction in our use of coal, oil and gas by using energy more efficiently and utilising cleaner sources of energy.

In order to help protect the climate, Greenpeace is calling for an end to deforestation in Indonesia – the largest source of GHG emissions from deforestation.

A halt to further rainforest destruction in Indonesia is also critical to ensuring the future for critically endangered species such as the orang-utan.

### WHAT DOES THE INDONESIAN GOVERNMENT NEED TO DO?

#### STOP THE PROBLEM: ZERO DEFORESTATION

Establish a moratorium on forest clearance and peatland degradation and ensure enforcement of the moratorium.

#### START THE SOLUTION: CLIMATE PROTECTION

Prioritise protection of remaining peat swamp forests and other forest areas with high carbon storage capacity, biodiversity values and benefits for indigenous peoples and other local communities.

#### START THE SOLUTION: CUT ONGOING EMISSIONS

Rehabilitate degraded peatland areas with natural and native flora.

### WHAT DO UNILEVER AND THE PALM OIL SECTOR NEED TO DO?

### STOP THE PROBLEM: SUPPORT ZERO DEFORESTATION

Support a moratorium on forest clearance and peatland degradation.

#### START THE SOLUTION: CLEAN UP THE TRADE

Do not trade with those engaged in deforestation and peatland degradation.

Inform suppliers that purchasers will no longer buy from companies engaged in forest conversion and peatland degradation.

'A moratorium will be a strong signal. [It] can be a first step in countering peatland degradation [,] to buy time to maximise the new opportunity of carbon finance. A moratorium needs to be part of a longer-term strategy of land-use planning.'

Yogyakarta statement, endorsed by the Indonesian Minister of the Environment, August 2007



'The simplest and most effective measure to prevent a further increase in fires and CO<sub>2</sub> emissions is by conservation of remaining peat swamp forests and rehabilitation of degraded peat swamp forests.'

Wetlands International, 2006

#### **PICTURE CAPTIONS**

#### Cover

16 October 2006: Fire on Central Kalimantan oil palm plantation ©www.films4.org

4 October 2007: Haze from plantation fires clouds the Kapuas River in Central Kalimantan @Greenpeace/Behring

13 November 2006: Orang-utan found on oil palm concession PT Mustika Sembuluh in Central Kalimantan now controlled by Unilever supplier Wilmar – rough treatment by plantation workers has left it with a broken arm @Greenpeace

6 August 2007: Digger at work on oil palm concession PT Sarana Titian Permata in Central Kalimantan now controlled by Unilever supplier Wilmar – the sign on tree reads 'Do not hunt the wildlife' @www.films4.org

#### pp1-2

6 August 2007: Deforestation on oil palm concession PT Sarana Titian Permata in Central Kalimantan now controlled by Unilever supplier Wilmar ©www.films4.org

Unilever products @Greenpeace/Novis

#### pp6-7

25 August 2006: Two photos of burning peatland oil palm concession areas in Riau – use of fire for land clearance is illegal but common in the industry, and every year cause a thick smog-like haze over the entire region, threatening the health of millions of people and contributing to the problem of climate change @Greenpeace/Dithaiohn

13 November 2006: Orang-utan baby trapped by workers on an oil palm plantation in Central Kalimantan – the baby's mother was found dead @BOS Foundation

1 October 1997: Sumatran rainforest on fire due to climate change effects from El Niño @Lily/Greenpeace

#### n9

26 September 2006: Orang-utan marooned on deforested oil palm concession in Central Kalimantan ©BOS International

#### p11

13 April 2008: Crane draining peatland in the vicinity of oil palm concession PT Tapian Nadenggan controlled by Unilever supplier Sinar Mas @Greenpeace

#### p12

Google image of the Cargill refinery in Rotterdam  $@Google\ Earth$ 

#### p13

February 2008: Oil palm concession PT Setya Kisma Usaha in Central Kalimantan controlled by Unilever supplier Sinar Mas shows clear evidence of burning – the concession has peatland areas and is located on orang-utan habitat @Greenpeace

13 April 2008: Road building in the vicinity of oil palm concession PT Tapian Nadenggan in Central Kalimantan controlled by Unilever supplier Sinar Mas ©Greenpeace

#### p14

12 April 2008: Crane clearing forest area on oil palm concession PT Bhumitama Gunajaya Agro in Central Kalimantan controlled by Unilever supplier IOI ©*Greenpeace* 

#### p15

6 August 2007: Female agile gibbon with broken nose captured by plantation workers on oil palm concession PT Kerry Sawit Indonesia in Central Kalimantan controlled by Unilever supplier Wilmar – the species is listed as endangered by the IUCN @www.films4.org

#### p16

Google image of the Unimills refinery in Rotterdam @Google Earth

#### p17

27 December 2007: Orang-utan baby caught by plantation workers on oil palm concession PT Globalindo Alam Perkasa in Central Kalimantan controlled by Unilever supplier Musim Mas – the baby died soon after this image was taken ©Greenpeace

Google image of oil palm concession PT Globalindo Alam Perkasa in Central Kalimantan controlled by Unilever supplier Musim Mas – remaining forested orang-utan habitat on peatland area is clearly visible ©Google Earth

#### p20

Google image of the Lake Sembuluh region of Central Kalimantan overlaid with concession areas controlled by Unilever's palm oil suppliers ©Google Faith

#### p23

5 October 2006: Fire hotspots in Central Kalimantan as documented by MODIS satellite imagery ©*Jeff Schmaltz, Earth Observatory/MODIS Rapid Response team* 

#### p25

February 2008: PT Bhumitama Gunajaya Agro oil palm concession in Central Kalimantan controlled by Unilever supplier IOI shows clear evidence of drainage – the concession has peatland areas and is located on orang-utan habitat © Greenpeace

15 April 2008: Baby orang-utan captured in the Pangkalan Bun area near palm oil concessions controlled by Unilever suppliers IOI and Sinar Mas @Greenpeace

13 April 2008: Isolated orang-utan nest in Central Kalimantan in the vicinity of oil palm concession PT Tapian Nadenggan controlled by Unilever supplier Sinar Mas @Greenpeace

#### p2

14 April 2008: Sunset over threatened orang-utan habitat inside a concession controlled by Unilever supplier Sinar Mas @Greenpeace

#### Back cove

15 April 2008: Baby orang-utan captured in the Pangkalan Bun area near palm oil concessions controlled by Unilever suppliers IOI and Sinar Mas @Greenpeace

#### **ENDNOTES**

- 1 Unilever uses 1.3Mt of palm oil or palm oil derivative every year. Of this, about 800,000 tonnes is for food use and the remainder is for industrial use, of which approximately 300,000 tonnes comes from palm kernel oil (Personal communication, 10 April 2008). This represents about 3% of global palm and palm kernel oil production in 2007 (42.4Mt). Source: Oilworld ISTA Mielke (2008) "Oilworld statistics update' 14 March 2008' together with an estimate of palm kernel oil based on FAO 2006 figures.
- 2 Clay (2005)
- 3 Clay (2005)
- 4 See table in this document
- 5 Adam Harrison, WWF, letter to Greenpeace, 19 October 2007; this is equivalent to 17Mt given that global production for 2007 is 38.13Mt (Source: Oilworld ISTA Mielke (2008) 'Oilworld statistics update' 14 March 2008)
- 6 FAO (2006): 56
- 7 Vegetable oils, here defined as rapeseed oil, soyabean oil, sunflower seed oil and palm oil, except in Japan where it excludes sunflower seed oil, will rise by 31.7Mt; palm oil by 14.9Mt. OECD-FAO (2007b)
- 8 cf Annual Reports of Sinar Mas, Asian Agri (RGM), Wilmar, Musim Mas, Genting, IOI and others
- 9 For instance, concessions on peatlands over 2 metres deep or use of fire for clearance.
- 10 Eg Criterion 7.3 which prohibits conversion of areas with High Conservation Values (See RSPO 'Principles and Criteria for Sustainable Palm Oil Production' (2007)
  - www.rspo.org/resource\_centre/RSPO%20Principles%20&%20Criteria%20Document.pdf
- 11 Unilever's contribution to Review of EU Biofuels Directive Public Consultation Exercise, April-July 2006, Energy and Transport Directorate-General, European Commission
- 12 WWF (2005) Forest cover 2000 is based on LANDSAT ETM imagery 1999 and 2000, modified by images from 2002. Forest cover 2010 and 2020 is a projection based on LANDSAT imagery 2000.
- 13 WWF (2005) Orang-utan distribution 1930 and 1999 based Rijksen and Meijaard (1999) Modified by removing occurrence above 500 m asl, except for Crocker Range National Park, Mt. Kinabalu and some areas in southeast Sabah. Orang-utan distribution 2004 and 2020 in Kalimantan based on 'Orang-utan PHVA (Population and Habitat Viability Assessment)' (2004) Modified by removing occurrence above 500 m asl. Orang-utan distribution 2004 and 2020 in Sabah based on Ancrenaz et al. (2005)
- 14 FAO (2005)
- 15 Greenpeace SE Asia, 'Indonesia makes it to 2008 Guinness World Records as fastest forest destroyer on the planet' 3 May 2007 www.greenpeace.org/seasia/en/news/indonesia -makes-it-to-2008-gui
- 16 FWI/GFW (2002): 14 citing Holmes (2000)
- 17 Nelleman et al (2007) 43
- 18 2.8Gt CO2 per year through deforestation during the 1990s; 3Gt CO2 through deforestation and fossil fuel use. WRI (2007) Climate Analysis Indicators Tool vs 4.0
- 19 See Cooking the climate
- 20 Hooijer et al (2006): 29
- 21 IPCC WGIII (2007): 3
- 22 Based on emissions from deforestation of 8.52Gt.IPCC WGIII (2007): 104 'Figure 1.2: Sources of global CO2 emissions, 1970-2004 (only direct emissions by sector)'. Indonesia's

- peatland emissions are 1.8Gt/year. Hooijer et al (2006): 29. There are 27.1 million hectares of peatlands in SE Asia, 83% of this is in Indonesia. 10.6 million hectares (39%) of peatland in SE Asia was deforested in 2000. Accounting for continued deforestation at a rate of 1.5%/year, the deforested peatland area in 2006 is around 45% of total peatland area, or 12.1 million hectares. 83% of 12.1 = 10 million of peatland deforested and degraded. Source: Hooijer et al (2006): 9, Wetlands International (2006a, 2006b). CIA (2007) gives global land area as 15 billion hectares. So Indonesia's degraded peatlands equal 0.07% of the Earth's land surface.
- 23 Hooijer et al (20006): 17
- 24 IUCN Red List Database (2007) 'Red List of Threatened Species' www.iucnredlist.org
- 25 Nelleman et al (2007) 9
- 26 Nelleman et al (2007) 9
- 27 Nelleman et al (2007) 9
- 28 WWF (2005) 29 FWI (2006)
- 30 Wahyunto et (2006)
- 31 FWI (2006)
- 32 NASA/University of Maryland (2002)
- 33 Nelleman et al (2007): 28
- 34 FAOSTAT (2008) http://faostat.fao.org accessed April 2008
- 35 Cited in IFC (2007): 208: according to the industry data 3% of all oil palm plantations are established in primary forests and 63% in secondary forest and vegetation.
- 36 5.5 million hectares in 2005. IPOC (2006). 6.1 million hectares in 2006. Suharto (2007):4 'Area and production by category of producer, preliminary data for 2006'
- 37 Legowo (2007)
- 38 Colchester et al (2006): 26, Table 1.2 'Provincial government plans to expand oil palm plantations'
- 39 Painter, James (2007) 'Losing land to palm oil in Kalimantan' BBC News 3 August 2007 http://news.bbc.co.uk/2/hi/asiapacific/ 6927890.stm
- 40 FWI (2006)
- 41 Nelleman et al (2007): 9
- 42 AFP (2007) 'Activists: Palm oil workers killing endangered orangutans' *The Manila Times* 26 July 2007 www.manilatimes.net/national/ 2007/july/26/yehey/opinion/20070726opi8.html
- 43 Michelle Desilets (2008) email communication, 8 April 2008
- 44 Photographic, video and rescue database evidence held by Greenpeace examples include Wilmar, Musim Mas and Sinar Mas
- 45 Decree of Minister of Forestry and Plantation Number 376/1998, dated 8 April 1998. Decree no 376/1998 issued by the Ministry of Forestry and Plantations, 8 April 1998, gives criteria for choosing areas for oil palm plantations: 'plantation developments on peat soils deeper than two metres are not allowed'
- 46 Presidential Decree No. 32/1990, source: Walhi et al (2006). Presidential decree no 32/1990 on 'Management of Protected Areas' 25 July 1990: Article 10 specifies that 'upstream swamp and peatlands deeper than 3 metres should be protected'.
- 47 See table in this document
- 48 See Cooking the Climate
- 49 Forestry Act No. 41/1999; Plantation Law 18/2004, article 26 states: 'any entrepreneur of plantation business is not allowed to open and/or manage its land by burning it, which can result in pollution and destruction of

- environment'. Source: Colchester et al (2006)
- 50 NASA/University of Maryland (2002)
- 51 Colchester et al (2006)
- 52 Evidence held by Greenpeace eg Sinar Mas, Wilmar. Astra Agro
- 53 Personal communication, 10 April 2008
- 54 Cargill, 'Cargill History and Current Status' www.cargill.com/news/issues/palm\_current.htm #TopOfPage accessed 29 October 2007; Greenpeace investigation 2006-2007
- 55 Cargill, 'Cargill and Palm Oil Production' www.cargill.com/news/issues/palm\_roundtable. htm accessed 29 October 2007
- Forbes 'The largest private companies in 2005:
   1: Cargill'
   www.forbes.com/lists/2005/21/5ZUZ.html
   accessed
   29 October 2007
- 57 Evidence held by Greenpeace
- 58 Evidence held by Greenpeace
- 59 Evidence held by Greenpeace
- 60 US Patent No. 20060141102 is evidence of this.

  Free Patents Online 'Frozen confection and
  - process for manufacturing such' www.freepatentsonline.com/20060141102.html accessed 15 October 2007
- 61 RSPO 'RSPO Members'
  www.rspo.org/members\_list.aspx?catid=37&ddll
  D=39&membercat=13 accessed 16 April 2008
- 62 1.6Mt of CPO (Source: Golden Agri-Resources (2008)) out of 16.7Mt Indonesia 2007 production (Source: Oilworld ISTA Miellke 'Oilworld statistics update' 14 March 2008)
- 63 Golden Agri-Resources (2008)
- 64 Golden Agri-Resources (2008)
- 65 212,589ha (Sumatra);134,922ha (Kalimantan); 12,222ha (Papua) Golden Agri-Resources 'Our Business' www.goldenagri.com.sg/ ourbusiness.html accessed 16 April 2008
- 66 Golden Agri-Resources (2008)
- 67 Golden Agri-Resources (2008). 200,000ha in Kalimantan (acquired), 100,000ha in Kalimantan (in acquisition), 1,000,000ha in Papua (in acquisition).
- 68 Copy held by Greenpeace
- 69 Greenall (2007): 1
- 70 Greenall (2007): 8
- 71 Golden Agri-Resources (2008): 26
- 72 From 307,000ha in 2007, source: Greenall (2007): 9
- 73 Greenall (2007): 1
- 74 Sara Webb 'APP Says Debts Now Total \$13.4 Billion; Creditors May Not Get Plan Until March' The Wall Street Journal10 April 2001; Tom Wright 'Asia Pulp & Paper Sees Outline \$13B Debt Plan By November', Dow Jones Newswires, Jakarta, 30 August 2001. Both cited in van Gelder (2001).
- 75 Golden-Agri Resources (1999)
- 76 Sinar Mas (2004) and Sinar Mas (2006) The Group's products consist of refined palm products such as cooking oil, fat and margarine, and crude palm oil (CPO), palm kernel (PK) and palm kernel oil (PKO)
- 77 Sinar Mas (2004) and Sinar Mas (2006)
- 78 IOI Announcement on Kuala Lumpur Stock exchange, 'Proposed acquisition of equity interests in Sarawak plantation companies' 18 March 2008 www.bursamalaysia.com/website/bm/listed\_companies/company\_announcements/announcements/historical.jsp
- 79 IOI Announcement on Kuala Lumpur Stock exchange, 'Proposed joint venture for oil palm cultivation in Indonesia' 19 November 2007 www.bursamalaysia.com/website/bm/listed\_co

- mpanies/company\_announcements/announcements/historical.jsp
- 80 IOI Oleochemical Industries 'History' www.ioioi.com.my/history.asp accessed 16 April 2008
- 81 IOI Group 'Plantation Statistics' www.ioigroup.com/business/busi\_plantstats.cfm accessed 10 April 2008
- 82 790,000 tonnes of crude palm oil (Source: www.ioigroup.com/business/busi\_plantstats.cfm ) out of 38.13Mt (Source: Oilworld ISTA Mielke (2008))
- 83 IOI Group 'Plantation Statistics' www.ioigroup.com/business/busi\_plantstats.cfm accessed 10 April 2008
- 84 Greenpeace estimate based on ratio of CPO to Palm Kernel Oil 2006 global production FAOSTAT (2008). Global palm kernel oil production therefore is 4.23Mt in 2007.
- 85 Based on IOI's plantations in Indonesia accounting for 22% of all their plantation area. Source: IOI Announcement, PROPOSED ACQUISITION OF EQUITY INTERESTS IN SARAWAK PLANTATION COMPANIES ("PROPOSED ACQUISITION"), 18 March 2008
- 86 IOI Group 'Loders Croklaan milestones' www.ioigroup.com/corporateInfo/corp\_lodersmil estone.cfm accessed 2 April 2008
- 87 Unipamol Malaysia Sdn. Bhd and Pamol Plantations Sdn Bhd (the Pamol Group) via IOI subsidiary Palmco. Source: Unilever 'Unilever sells shareholding in Malaysian palm oil estates to Palmco' Press release 2 December 2002 http://www.unilever.com/ourcompany/ newsandmedia/pressreleases/2002/palm.asp
- 88 Unilever 'Sale of Loders Croklaan imminent' Press release 30 August 2002 www.unilever.com/ourcompany/newsandmedia/ pressreleases/2002/loders.asp
- 89 Evidence held by Greenpeace
- 90 Personal communication, 10 April 2008
- 91 Wilmar (2007)
- 92 ADM claims to hold a 6.7% interest in Wilmar, however through its 19.6% holdings in Wilmar Holdings Pte Ltd, ADM has an effective interest of 16.2% shares. Wilmar, 'Corporate Presentation 14 December 2006' www.wilmar.co.id/investor/WilmarMergerPresent ation14.12.06.pdf
- 93 The Kuok group has a 31% stake in Wilmar International. Additionally, Wilmar is substantially owned by Wilmar Holdings Pte Ltd which is, in turn, substantially owned by Messrs Kuok Khoon Hong and ADM. Wilmar, 'Corporate Presentation 14 December 2006' www.wilmar.co.id/investor/WilmarMerger Presentation14.12.06.pdf, Wilmar, 'Wilmar's compliance placement receives overwhelming response from local and global institutional investors' Press Release 7 August 2006 www.wilmarinternational.com/news/press\_releases/Placement%20News%20Release%20Final %2007.08.06.pdf
- 94 Wilmar, 'Wilmar Embarks on Rapid Expansion Plans' Press release 28 August 2006; Wilmar International, 'Wilmar secures all approvals for US\$4.3 billion merger and acquisitions' Press release 22 June 2007
- 95 Wilmar (2006): 9, PPB, 'PPB Plantations overview' www.ppbgroup.com/ppb/ 2\_business/2\_2\_1\_palm.htm accessed 22 October 2007
- 96 In 2007, the Wilmar Group produced 1.35Mt of CPO (Source: Wilmar (2007). Global production is 38.13Mt of CPO in 2007 (Source: Oilworld ISTA Mielke (2008)). Thus, the group accounts

- for 3.5% of global production. 40% of Wilmar's mature concessions are located in Indonesia (Wilmar (2007)). Assuming the same productivity in Indonesia as in Malaysia, these accounted for 540,000 tonnes of CPO production. Indonesia's total production in 2007 amounted to 16.7Mt (Oilworld ISTA Mielke (2008))
- 97 Wilmar (2007)
- 98 Forbes, 'Southeast Asia's 40 richest' www.forbes.com/lists/2005/09/07/southeastasia-richest-cz\_05sealand.html accessed 31 October 2007
- 99 ADM 'ADM Media FAQs' www.admworld.com/ naen/pressroom/media.asp accessed 29 October 2007
- 100 ADM 'Crude Palm Oil Futures' www.eadm.com/futr/futr\_display.asp accessed 29 October 2007
- 101 Evidence held by Greenpeace
- 102 Wilmar, Wilmar's compliance placement receives overwhelming response from local and global institutional investors' Press release 7 August 2006 www.wilmar-international.com/news/ press\_releases/Placement%20News%20Releas e%20Final%2007.08.06.pdf
- 103 Wilmar, Wilmar's compliance placement receives overwhelming response from local and global institutional investors' Press release 7 August 2006 www.wilmar-international.com/news/ press\_releases/Placement%20News%20Releas e%20Final%2007.08.06.pdf
- 104 Industry Sources
- 105 Stern (2006)
- 106 Unilever 'Our Brands' www.unilever.co.uk/ourbrands/ accessed 26 October 2007
- 107 Port of London Authority (2007)
- 108 Port of London Authority (2007)
- 109 Pakistan Customs (2007) www.cbr.gov.pk/ newcu/igm/kpqi367.pdf
- 110 Evidence held by Greenpeace
- 111 Personal communication, 10 April 2008
- 112 Sime Darby 'Plantation Overview' http://plantation.simedarby.com/Sime\_Darby\_Pl antation\_Overview.aspx accessed 16 April 2008
- 113 Golden Hope (2006)
- 114 The companies are controlled by government-managed fund manager Permodalan Nasional Bhd. Unimills, '3 Malaysian government-linked palm oil entities to fuse, creating world's largest producer' Press release 9 January 2007 www.unimills.com/searchnews\_en.html?id=49&articleType=2
- 115 'RSPO Members' www.rspo.org/members \_list.aspx?catid=37&ddllD=39&membercat=13 accessed 16 April 2008
- 116 Unimills, '3 Malaysian government-linked palm oil entities to fuse, creating world's largest producer' 9 January 2007 www.unimills.com/ searchnews\_en.html?id=49& articleType=2
- 117 Sime Darby 'Plantation'
  www.simedarby.com/our\_businesses/
  plantation.aspx accessed 8 April 2008
- 118 Golden Hope (2006): 77
- 119 Guthrie (2006): 231, 56
- 120 Guthrie(2006): 56
- 121 Sime Darby claim 6% of global production in 2007 (Source: www.simedarby.com/investor\_relations/ plantation.aspx) which is equal to around 2.3Mt of CPO. Global production was 38.13Mt of CPO in 2007 (Source: Oilworld ISTA Mielke (2008)). Assuming a 1.8:1 ratio for Malaysia's production compared to Indonesia's production (based on Sime Darby's total daily processing capacity of its palm oil mill in Malaysia of 2.09Mt FFB vs

- Indonesia of 1.15Mt FFB (Source: www.simedarby.com/ our\_businesses /plantation.aspx), Sime Darby's Indonesian production would be 800,000 tonnes or 4.7% of total Indonesian production.
- 122 Abstract of Paper for Session VII at the 5th Roundtable Meeting on Sustainable Palm Oil (RT5), Tracking and tracing for commodity grade sustainable palm oil' 7 November 2007 www.rspo.org/resource\_centre/(4)%20RT5 (MI)\_GH-Unilever\_Tracking%20SPO\_2.pdf Sime Darby 'Sime Darby To Invest 34 Millions Euros In Oil & Fats Business in Europe' Press release 2 April 2008 www.simedarby.com/newsroom/latest\_news.aspx
- 123 Golden Hope, 'Corporate Profile' www.goldenhope.com.my/corporate.html accessed 31 October 2007
- 124 Unimills, 'History of Unimills' www.unimills.com/ historyofunimills.html accessed 20 October 2007
- 125 Sime Darby 'Sime Darby To Invest 34 Millions Euros In Oil & Fats Business in Europe' Press release 2 April 2008 www.simedarby.com/ newsroom/latest\_news.aspx
- 126 Personal communication, 10 April 2008
- 127 Evidence held by Greenpeace
- 128 Musim Mas 'Announcement of upcoming assessment' 18 January 2008 www.rspo.org/resource\_centre /RSPOINFORMIMM2.pdf
- 129 125,722 ha landholdings in Indonesia; 70,216ha Central Kalimantan (56%) www.rspo.org/resource\_centre/ RSPOINFORMIMIM2.pdf
- 130 300,000 tonnes of CPO (Source: www.rspo.org/resource\_centre/ RSPOINFORMIMM2.pdf) out of 16.7Mt of CPO in 2007 (Source: Oilworld ISTA Mielke (2008))
- 131 Musim Mas 'Announcement of upcoming assessment' 18 January 2008 www.rspo.org/resource\_centre/ RSPOINFORMIMIM2.pdf
- 132 Wahyunto et (2006)
- 133 NASA/University of Maryland (2002)
- 134 Evidence held by Greenpeace
- 135 Evidence held by Greenpeace
- 136 Personal communication, 10 April 2008
- 137 From 235,176ha in 2006 to 394,067ha in 2007. Astra Agro 'Directors' Statement' 31 December 2007 www.astra agro.co.id/ AALI\_LK%202007.pdf
- 138 Sukanto Tanoto www.sukantotanoto.net/ sukanto-tanoto-rgm-today.htm accessed 16 April 2008
- 139 RGM International www.rgmi.com accessed 16 April 2008
- 140 Forbes Billionaires Sukanto Tanoto www.forbes.com/ lists/2008/10/billionaires 08\_Sukanto-Tanoto\_USK7.html accessed 16 April 2008
- 141 Tempo 'Tax Officials to Hunt Down Sukanto
  Tanoto' 16 May 2007 www.tempointeraktif.com
  /hg/nasional /2007/05/16/brk,20070516100106,uk.html, Jakarta Post (2007) 'Tax office
  probe into alleged AAG fraud nears conclusion'
  1 December 2007 http://old.thejakartapost.
  com/yesterdaydetail.asp?fileid=20071201.B08
  and Jakarta Post (2008) 'Five Indonesians on
  'Forbes' rich list' 8 March 2008
  www.thejakartapost.com/news/2008/03/07/five
  -indonesians-039forbes039-rich-list.html
- 142 Asian Agri 'Plantation' www.asianagri.com/ index.php?option=content/08&head=head/08& view=sub/01 accessed 16 April 2008
- 143 Asian Agri 'Introduction to Asian Agri'

www.asianagri.com /index.php accessed 16 April 2008

144 1.5Mt of CPO (Source: www.asianagri.com/ index.php?option=content/08&head=head/08& view=sub/03) out of 16.7Mt of CPO in 2007 (Source: Oilworld ISTA Mielke (2008))

145 Evidence held by Greenpeace

146 Personal communication, 10 April 2008

147 Astra International '2007 Full Year Financial Statements' www.astra.co.id/news.asp

148 www.astra-agro.co.id/about\_business.htm

149 0.92Mt of CPO (Source: www.astra-agro.co.id/ Production-Monthly-07.htm) out of 16.7Mt of CPO in 2007 (Source: Oilworld ISTA Mielke.

150 Analysis is based on several data sets. Palm oil concession boundaries based on FWI (2006; peatland distribution maps based on Wahyunto et (2006); peatland carbon store based on 600 tonnes/ha/C per metre depth source Hooijer et al (2006): deforestation data based on maps developed by Sarvision-Wageningen University in collaboration with the Indonesian Ministry of Forestry (2007); hotspots based on NASA/ University of Maryland (2002); orang-utan habitat based on WWF (2005)

#### REFERENCES

Ancrenaz M, Gimenez O, Ambu L, Ancrenaz K, Andau P, et al. (2005) 'Aerial surveys give new estimates for orang-utans in Sabah, Malaysia'. PLoS Biol 3(1): e3.

Asian Agri website: www.asianagri.com Astra Agro website: www.astra.co.id BBC News website: http://news.bbc.co.uk/ Bursa Malaysia website: www.bursamalaysia.com Cardill website: www.cardill.com

CIA (2007) The World Factbook Central Intelligence Agency, USA. www.cia.gov/library/publications/theworld-factbook/geos/uk.html accessed 23 October 2007

Clay, Jason (2005) 'Exploring the links between international business and poverty reduction: a case study of Unilever in Indonesia' Oxfam GB, Novib, Unilever, and Unilever Indonesia joint research project Colchester et al. (2006) Promised Land. Palm Oil and Land Acquisition in Indonesia: Implications for Local Communities and Indigenous Peoples Forest Peoples Programme, Perkumpulan Sawit Watch, HuMA and World Agroforestry Centre. FAO (2005) 'Global Forest Resources Assessment 2005' http://www.fao.org/forestry/site/fra2005/en/ FAO (2006) 'World agriculture: towards 2030/2050'

Interim report, Rome, June 2006

ftp://ftp.fao.org/docrep/fac /009/a0607e/a0607e00.pdf

Forbes website: www.forbes.com

Friends of the Earth (2001) Paper Tiger, Hidden Dragons - The responsibility of international financial institutions for Indonesian forest destruction, social conflict and the financial crisis of Asia Pulp & Paper Friends of the Earth May 2001

FWI (Forest Watch Indonesia) (2006) 'Oil palm concession map', copy held by Greenpeace FWI/GFW (Forest Watch Indonesia/Global Forest Watch) (2002) The State of the Forest: Indonesia. Bogor, Indonesia: Forest Watch Indonesia, and Washington DC: Global Forest Watch Golden Agri-Resources (2008) 'Golden Era for Golden Agri - Financial results presentation, Year

http://gar.listedcompany.com/newsroom/GAR9-25-02-08-PowerPointPresentation.pdf

Golden Agri-Resources website: www.goldenagri.com

ended 31 December 2007

Golden Hope (2006) 'Annual Report 2006'

announcements.bursamalaysia.com/EDMS%5Csub web.nsf/LsvAllByID/C3EAE1F72C441354482571F5

Golden Hope website: www.goldenhope.com Golden-Agri Resources (1999) Prospectus 2 July

Greenall, Michael (2007) 'Golden Agri-Resources' BNP Paribas Corporate & Investment Banking 4 April

Greenpeace International (2007) 'How the palm oil industry is cooking the climate' November 2007 www.greenpeace.org/raw/content/international/ press/reports/cooking-the-climate-full.pdf Guthie website: www.guthrie.com

Guthrie (2006) 'Annual Report 2006'

ir.wallstraits.net/guthrie/pdf\_files/KumpulanGuthrie\_AR FY2006.pdf accessed 20 October 2007 Hooijer, A, M Silvius, H Wösten, H and S Page

(2006) PEAT-CO2, Assessment of CO2 emissions from drained peatlands in SE Asia Delft Hydraulics report Q3943 7 December 2006

www.wetlands.org/ckpp/publication.aspx?ID=f84f16 Of-d851-45c6-acc4-d67e78b39699

IFC (2007) 'Biodiversity and agricultural commodities program (BACP): Program Appraisal Document' International Finance Corporation. 12 April 2007 www.gefweb.org/uploadedFiles/Documents/ Project\_Proposals\_For\_Endorsem/Global\_BACP.pdf

IOI group website: www.ioigroup.com IPCC, Working Group III, 2007: Climate Change 2007: Mitigation. Contribution of Working Group III to the Fourth Assessment Report of the Intergovernmental Panel on Climate Change B. Metz, O.R. Davidson, P.R. Bosch, R. Dave, L.A. Meyer (eds), Cambridge University Press, Cambridge, United Kingdom and New York, NY, USA IPOC (Indonesian Palm Oil Commission) (2006) Indonesian Palm Oil Directory 2006 Area and Production of Palm Oil by Province and Condition of Crops in Indonesia 2005'citing BPS-Statistics Indonesia and Directorate General of Estate Crops Legowo, Evita H. (2007) 'Blue print of biofuel development' Presentation on behalf of the Ministry of Energy and Mineral Resources, Republic of Indonesia, at the Forum on palm oil biodiesel and sustainability, Jakarta, 15 May 2007 NASA/University of Maryland (2002) MODIS Hotspot / Active Fire Detections. Data set. MODIS Rapid Response Project, NASA/GSFC [producer], University of Maryland, Fire Information for Resource

http://maps.geog.umd.edu Nellemann, C, L Miles, BP Kaltenborn, M Virtue, and H Ahlenius (Eds) (2007) The last stand of the orangutan - State of emergency: Illegal logging, fire and palm oil in Indonesia's national parks United Nations Environment Programme

Management System [distributors]

www.unep.org/grasp/docs/2007Jan-LastStand-of-Orangutan-report.pdf

OECD-FAO (2007) OECD-FAO Agricultural Outlook 2007-2016 July 2007 www.oecd.org/dataoecd

Oilworld ISTA Mielke website: www.oilworld.biz 'Orang-utan PHVA (Population and Habitat Viability Assessment)' (2004) Workshop 15-18 January 2004, Jakarta. Final Report, August 2004. Port of London Authority (2007) 'Cargo types' www.portoflondon.co.uk/display\_fixedpage.cfm/id/25

4 viewed October 15, 2007

Rijksen, H. D. and Meijaard, E. (1999). Our vanishing relative: the status of wild orangutans at the close of the twentieth century. Kluwer Academic Publishers, Dordrecht.

RSPO website: www.rspo.org Sime Darby website: www.simedarby.com Sinar Mas (2004). 'PT SMART Annual Report 2004' http://www.smart-tbk.com/investor\_annualreport.php Sinar Mas (2006), 'PT SMART Annual Report 2006' http://www.smart-tbk.com/investor annualreport.php Stern, Stefan (2006) 'Unproductive fixation with productivity' Financial Times 10 April 2006 http://us.ft.com/ftgateway/superpage.ft?news\_id =fto041020061435324031

Suharto, Rosediana (2007) 'Palm Biodiesel and Sustainability', Ketua PLH Komisi Minyak Sawit Indonesia (KMSI) Presentation given on 15 May 2007 http://www.rspo.org/resource\_centre/KMSI\_RSPO% 20Forum%20on%20Biofuels 15Mei07.pdf

UN Food and Agriculture Organisation FAOSTAT website: http://faostat.fao.org

Unilever website: www.unilever.com Unimills website: www.unimills.com

van Gelder, Jan Willem (2001). 'German banks and palm oil and pulp & paper in Indonesia. A research paper prepared for WWF International by Profunda' December 2001. www.wwf.de/fileadmin/fm-wwf/pdfalt/waelder/umwandlung/PalmOil\_\_\_Paper\_Banks\_ WWF\_2001.pdf

Wahyunto et al (2006) 'Maps of peatland distribution, area and carbon content in Papua, 2000 - 2001' Wetlands International - Indonesia Programme and Wildlife Habitat Canada (WHC)

Walhi, Jikalahari and WWF (2006b) 'Eyes on the Forest. July 2006 Investigative Report' Walhi, Jikalahari and WWF http://eyesontheforest.or.id /index.php?option=com\_docman&task=cat\_view&gid

Wetlands International (2006a) 'Peatland degradation fuels climate change: an unrecognized and alarming source of greenhouse gases' November 2006 www.wetlands.org/ckpp/publication.aspx?ID=1f64f9 b5-debc-43f5-8c79-b1280f0d4b9a

Wetlands International (2006b) 'Shocking climate impact of wetland destruction in Indonesia' Press release 2 November 2006

www.wetlands.org/news.aspx?ID=2817de3d-7f6a-4eec-8fc4-7f9eb9d58828

Wilmar (2006) 'Annual Report 2006' http://www.wilmar-international.com/investor/ Annual%20Report%202006.pdf

Wilmar (2007) Wilmar International '2007 Second Quarter results briefing' 14 August 2007 www.wilmarinternational. com/investor/Wilmar\_2QFY07 \_Presentation\_Slides.pdf

Wilmar International website:

www.wilmarinternational.com

WRI (2007) 'Climate Analysis Indicators Tool vs 4.0' http://cait.wri.org

WWF (2005) Borneo: Treasure Island at Risk. Maps on Status of Forests, Wildlife and related Threats on the Island of Borneo. WWF Germany. June 2005.



## GREENPEACE

April 2008

Published by Greenpeace International Ottho Heldringstraat 5 1066 AZ Amsterdam The Netherlands

enquiries@int.greenpeace.org

www.greenpeace.org/forests

Greenpeace is an independent global campaigning organisation that acts to change attitudes and behaviour, to protect and conserve the environment and to promote peace.

Greenpeace is committed to stopping climate change.

We campaign to protect the world's remaining ancient forests and the plants, animals and peoples that depend on them.

We investigate, expose and confront the trade in products causing forest destruction and climate change.

We challenge governments and industry to end their role in forest destruction and climate change.

We support the rights of forest peoples.