

## Communication on Progress for Year 2017

## PT. SINGALAND ASETAMA 2018



This is our **Communication on Progress** in implementing the principles of the **United Nations Global Compact** and supporting broader UN goals.

We welcome feedback on its contents.

Jakarta, 29 January, 2018

To our stakeholders:

I am pleased to confirm that PT. Singaland Asetama reaffirms its support of the Ten Principles of the United Nations Global Compact in the areas of Human Rights, Labour, Environment and Anti-Corruption.

In this annual Communication on Progress, we describe our actions to continually improve the integration of the Global Compact and its principles into our business strategy, culture and daily operations. We also commit to sharing this information with our stakeholders using our primary channels of communication.

Sincerely yours,

Henderi Djunaidi Director

## **COMMUNICATION ON PROGRESS**

UNGC Principles	Scope of Business Influence	Policies and Governance	Actions Taken	SDGs
Human Rights				
<b>Principle 1</b> Business should support and respect the protection of internationally proclaimed human rights	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company's Regulations	<ul> <li>Implement any Government regula- tion regarding Human Rights</li> <li>It is clearly stated in the company's regulation that any human rights abuses will not be tolerated and there will be law implication for any human rights issues</li> <li>Training and awareness for staff and stakeholders on human rights aspects</li> </ul>	
<b>Principle 2</b> Human Right Business should make sure they are not complicit in human rights abuses	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	<ul> <li>HCCS policies and procedures declared and developed.</li> <li>To make sure that no complicit in human right abuses within all activities</li> <li>Give more opportunities to local community and other potential worker to joint with the company</li> </ul>	

			<ul> <li>aligned with company's labour needs fulfillment and their skill/knowledge</li> <li>Continuing to socialize and implement the company's regulation regarding the Human Rights, Labour and Environmental Policies to the employee</li> </ul>	
Labour				
Principle 3				
Bossiness should uphold the freedom of association and the effective recognition to collective bargaining	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	<ul> <li>Facilitating the establishment of worker's association (SPSI/Serikat Pekerja Seluruh Indonesia)</li> <li>Participating in religious and custom ceremonies</li> </ul>	8 DECENT WORK AND ECONOMIC GROWTH MILLING ULALITY EDUCATION
Principle 4				
The elimination of all form of forced and compulsory labour	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	<ul> <li>No case of forced and compulsory labour in PT. SGA</li> <li>To ensure fair payment for wages based on Regional Minimum Wage</li> <li>Carrying out Training progra m for local labour</li> <li>Performance</li> </ul>	8 DECENT WORK AND ECONOMIC GROWTH

<b>Principle 5</b> The effective abolition of child labour	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	Development Review has been implemented since 20108• Whereby we committed to support the abolition of child labour by ensuring that there are no children on the plantation sites8• To ensure that there are no children on10
			the plantation sites which will potentially lead to child labour, some actions have been taken: 1. Put more Sign
			<ul> <li>Board/Warning Signs on the sites</li> <li>2. Clearly stated in our company regulations the minimum age for workers</li> <li>3. Intensively communication to local workers not to bring their</li> </ul>
Principle 6			not to bring their children to work sites
The elimination of discrimination in respect of employment	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of	<ul> <li>Give more opportunities to local community and other potential worker to joint with</li> <li>Il REDUCED</li> </ul>

	Conducts and Company Regulations	<ul> <li>the company aligned with company's labour needs fulfillment and their skill/knowledge</li> <li>New job position/required published on Newspaper/Job Consultant</li> <li>Continuous New Trainee Assistant Program</li> <li>Management Trainee development</li> <li>Cleary declared with updated agreement with recruitment agencies</li> <li>Updated interview system for employment</li> </ul>
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Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	<ul> <li>It is clearly stated in the company's vision: "to be a dynamic plantation company of choice reputed for its distinct socio-economic and sustainability values" and as part of our paradigm that is <i>in harmony with nature</i></li> <li>Continuous socialization of the</li> </ul>
	Investors,	Employees, Investors, ContractorsInternal policies (core values, vision and mission), Code of Conducts and Company

			<ul> <li>regulation regarding Environment Policies to all employee</li> <li>Fulfilled the Indonesia Sustainable Palm Oil (ISPO) and Roundtable of Sustainable Palm Oil (RSPO) requirements</li> </ul>	
Principle 8 Undertake initiatives to promote greater environment al responsibility	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	<ul> <li>Socialized &amp; implemented the company's regulation regarding Environmental Policies to the employee</li> <li>Fulfilled the ISPO and RSPO requirements regarding the environment issues</li> <li>Conservation Area/preservation on High Conservation Value (HCV) area, Water Way Buffer Zone already identified</li> <li>Planting Program</li> <li>Implementation of plantation best practice management</li> <li>No land utilization policy for High Stock Carbon area</li> <li>Fire drills</li> </ul>	12 RESPONSIBIE AND PRODUCTION AND PRODUCTION 13 CLIMATE COORD 15 LIFE LAND

			<ul> <li>Placing Warning/Sign Boards of fire prevention/risk</li> <li>Installment some firehouses</li> </ul>	
<b>Principle 9</b> Encourage the development and diffusion of environmentally friendly technologies	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	<ul> <li>Implanting land minimum tillage</li> <li>Implementing the use of beneficial plant and barn owl</li> <li>Implementing Reuse and Recycle policies</li> <li>Utilized POME for Biogas</li> </ul>	7 AFFORDABLE AND CLEAN ENERGY 11 SUSTAINABLE CITIES AND COMMUNITIES 12 COSSUMPTION AND PRODUCTION
Anti- corruption				
Principle 10 Business should work against corruption in all form its forms, including extortion and bribery	Employees, Investors, Contractors	Internal policies (core values, vision and mission), Code of Conducts and Company Regulations	<ul> <li>Give training on ethical behaviors to its stakeholders and promoting for importance of integrity on economic and sustainable development</li> <li>Internalization on Company's Core Value</li> <li>Implementing open tender</li> <li>Internal Audit to process every 6 months</li> </ul>	16 PLACE AND JUSTICE STRONG INSTITUTIONS

## PT. SGA CSR PROGRAMS

PT. Singaland Asetama's CSR Programs currently focuses on initiating community development projects by creating income generating activities to local communities. Meanwhile, improving quality of health, education, and promoting environmental conservation has already done by facilitating planting program. The activities has already done during year 2017, are as follows:

1. Education Program

In line with the government's Education Compulsory Program, PT. SGA has put education as one of its core CSR program in order to improve the better human resource quality. Various activities have been done including supplying school desks, jackstraws, etc. The education program particularly is addressed to children of both employees and local communities. Many activities, including sport and folk art, conducted by the students were supported by PT. SGA as extra-curricular. Meanwhile, teacher allowance also granted for teachers as incentives for better services.

SDGs Cover by the program:



2. Improving Quality of Health

Beside policlinic establishment, periodically PT. SGA has facilitated the blood donor, centers for pre- and post- natal health care (Posyandu), as well as fogging for eradicating mosquitoes. The purposes of all mentioned activates were subject to improve the quality of health. In cooperation with local board of health (Dinas Kesehatan), it is also including giving nutrition for babies and immunization.

SDGs Cover by the program:



3. Community Empowerment and Development

Community development activities regarding to increase house hold income has been done for years, and are still continue to run, i.e.: alabio duck farming, fresh water fish farming, horticulture cultivations, etc. In cooperation with local agriculture agency, PT. SGA introduced applied technologies in order to assist the local farmer to increase their income, such as the use of hatching machine and hydroponic farming system. The income generating activities facilitated by PT. SGA would continue be improved on both its quantity and quality.

SDGs Cover by the program:



4. Local Wisdoms, Culture Preservation and Religious Activities

Local wisdoms and cultures preservation also facilitated by PT. SGA in order to support their existence. Various culture festivals and activities, such as Suroan Reyog Festival have been facilitated. Meanwhile, PT. SGA also facilitated the constructions of religious buildings and activities within.

SDGs Cover by the program:



5. Planting Program

Planting program has already done for years, such as Trembesi (*Albizia saman* (Jacq.) Merr.), fruit trees, cover tree crops, etc. In cooperation with local agriculture agency, vegetable crops cultivation also introduced to improve house hold nutrients.

















