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Goodhope

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2nd December 2016

To whom it may concern;

Status update from Goodhope Asia Holdings Ltd on the Greenpeace Report entitled “Deadly Trade-off, IOI’s Palm Oil Supply and its Human and Environmental Costs,” on Social and Environmental Complaints regarding its subsidiary PT Nabire Baru

Dear Sir/Madam,

As you may be aware, the Greenpeace report “Deadly Trade-off, IOI’s Palm Oil Supply and its Human and Environmental Costs” published on 27th September 2016 implicates Goodhope Asia Holdings Ltd (Goodhope)/Carsons Cumberbatch. On page 22-27 of the report, it highlighted the allegations of violation of IOI’s policy in one of Goodhope’s subsidiary plantation company, PT Nabire Baru in Nabire, Papua. The allegations are mostly based on the complaints lodged to RSPO by Yayasan PUSAKA with two additional issues on deforestation and plantings on peatlands. The allegations are:

1. Deforestation and plantings on peatlands.
2. Permit irregularities including development without an Environmental Impact Assessment.
3. Sima village within PT Nabire Baru’s concession area suffered severe flooding.
4. Failure to follow a proper FPIC process.
5. Excessive use of force including use of state security forces.

Kindly find the updates on the follow-up of Greenpeace's report and RSPO Complaints on Nabire from Yayasan Pusaka in **attachment 1** to this document.

Since the Greenpeace's allegations are mostly raised in Yayasan Pusaka's complaints to RSPO, Goodhope and other concerned parties have agreed to employ three-pronged approach to resolve the case and answer all allegations.

Firstly, we resolve the complaints through RSPO complaints mechanism by deploying a joint field verification visit consisting of teams from RSPO, Yayasan Pusaka and Goodhope on 27-28 September 2017. See **attachment 3** for the report from RSPO Secretariat on this joint field visit.

Secondly, Goodhope met with Yayasan Pusaka and its affiliate, the Forest Peoples Programme (FPP) on 19th October 2016 at Goodhope's office in Jakarta. See **attachment 2** for the minutes of the meeting with 3 parties involved.

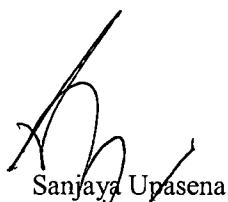
Lastly, we met with Greenpeace team on 26th October 2016 at Goodhope's office in Jakarta followed with another meeting on 8th November in Bangkok. Please be advised that the notes of meetings are considered private & confidential which cannot be shared as per Greenpeace's request.

All meetings and joint field visit have resulted in mutual understanding on all the allegations on various issues related to the complaints. All parties are in agreement on the following issues:

1. Noting that FPP and Yayasan PUSAKA have met with Goodhope, Greenpeace asked Goodhope to share the Minutes of the Meeting held with FPP and Yayasan Pusaka to clarify and resolve complaints lodged to RSPO. The RSPO report on the joint field visit and minutes of meeting with Yayasan Pusaka & FPP have been shared with Greenpeace
2. Since Goodhope is a third party supplier to IOI and the company is selling its products to Musim Mas, Wilmar and Golden Agri Resources (GAR), all these companies have committed to no deforestation pledge, so Goodhope is urged to adopt "no deforestation" by leaving the high carbon stock areas, including peatland, intact Goodhope is committed to assess the relevant policies. Goodhope will also hire a reputable soil scientist to perform soil survey to verify the existence of peat soils within the concession areas.
3. Request for sharing of High Conservation Value (HCV) and High Carbon Stock (HCS) assessments on PT Nabire Baru have been fulfilled, the reports were submitted on 1st November 2016. Greenpeace requests the company to revisit the HCS issue and recommends that the HCS be reassessed.
4. One of Greenpeace's concerns is the company's commitment on transparency and communication of its policies to the general public. Therefore, Goodhope is urged to improve its websites to enable real-time communication and sharing of policies, operations updates and record of grievances. Goodhope intends to improve the transparency through public communication and enhancing its websites.

Goodhope will continue to meet and discuss the Nabire project with all concerned parties, including Yayasan Pusaka, FPP, Greenpeace, government agencies, local community and the RSPO Secretariat to seek the best strategy on palm oil development in Nabire, Papua.

Yours Sincerely,

A handwritten signature in black ink, appearing to be 'Sanjaya Upasena', written over the printed name.

Sanjaya Upasena

Chief Operating Officer

PT Agro Harapan Lestari

Managing Agents for Goodhope Asia Holdings Ltd.