

Particulars

About Your Organisation

1.1 Name of your organisation

Kuala Lumpur Kepong Berhad

1.2 What is/are the primary activity(ies) or product(s) of your organisation?

- Palm Oil Grower
- Processor and/or Trader
- Consumer Goods Manufacturer
- Retailer
- Bank and/or Investor
- Social and/or Development NGO
- Environmental and/or Conservation NGO
- Affiliate

1.3 Membership number

1-0014-04-000-00

1.4 Membership category

Oil Palm Growers

1.5 Membership sector

Ordinary

Grower

1. Operational Profile

1.1 Please state your main activities as a palm oil grower:

- Oil palm grower without palm oil mill
 Oil palm grower with palm oil mill
 Oil palm grower with palm oil mill and palm kernel crushing plant
 Smallholder Group Manager

2. Operations and Certification Progress

Information in Section 2 - Operations and Certification Progress - is a mandatory declaration in your ACOP. This includes hectare data, to enable the RSPO to accurately calculate certification on a member, sector and total level. ACOP reports without reported hectare data will be considered as incomplete and will not be accepted.

2.1 Land area controlled and managed associated to palm oil

2.1.1 Please state the total number of palm oil estates, certified and uncertified, controlled or managed by the member

87

2.1.7 Land area controlled and managed associated to palm oil

Description	Hectares
2.1.2 Total land controlled or managed for oil palm cultivation - planted and infrastructure (hectares)	237817.0
2.1.3 Total land controlled or managed for oil palm cultivation - unplanted (hectares)	22267.0
2.1.4 Total land designated and managed as HCV areas (hectares)	15429.0
2.1.5 Other conservation land set aside, excluding HCV areas reported in 2.1.4 (hectares)	11715.0
2.1.6 Total land under scheme smallholders (hectares)	13516.0
Total	300744.0

2.2 Certification progress:

2.2.1 Number of management units certified under RSPO P&C Certification

23

2.2.2 Total certified land under the RSPO P&C Certification, excluding scheme smallholders (hectares)

226729.0

2.2.2.1 Certification progress - land under RSPO P&C Certification, excluding scheme smallholders

78.94%

2.2.3 Total certified land under scheme smallholders (hectares)

1600.0

2.2.3.1 Certification progress - land under scheme smallholders

11.84%

2.3 In which countries are your estates located?**2.3.1 Indonesia - Please indicate which province(s)**

Bangka Belitung, Central Kalimantan, East Kalimantan, North Sumatra, Riau

2.3.2 Malaysia - Please indicate which state(s)

Johor, Kedah, Kelantan, Negeri Sembilan, Pahang, Perak, Sabah, Selangor

2.3.3 Other - Please indicate which country/countries

Liberia

2.4 New plantings and development (excluding replanting)**2.4.1 How much new land was planted by your company during this reporting period (hectares)?**

642.0

2.4.2 How many New Planting Procedures (NPP) covering the new plantings in this reporting period (Question G.2.4.1) were submitted to the RSPO?

2.0

2.4.3 Please provide links to the NPP Public Notifications reported in Question G.2.4.2<https://www.rspo.org/certification/new-planting-procedure/public-consultations/kuala-gris-and-kemasul-estate-kuala-lumpur-kepong> <https://www.rspo.org/certification/new-planting-procedure/public-consultations/pt-karya-makmur-abadi>**2.4.4 Do the New Planting Procedures (NPP) reported in Question G.2.4.2 cover all new plantings reported in Question G.2.4.1?**

Yes

2.4.5 Please explain why

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2.5 Supply of Fresh Fruit Bunches (FFB)**2.5.1 Total FFB volume produced by estates managed or controlled by your company (tonnes)**

4677541.0

2.5.1.1 Total certified FFB volume produced by certified estates managed or controlled by your company (tonnes)

3708085.0

2.5.2 In addition to FFB produced by your company's estates, does your supply base include any of the following?

- Scheme Smallholders
- Independent Smallholders
- Outgrowers
- Other Third-Party Suppliers

2.5.3 Scheme smallholder operations that supply your operations:**2.5.3.1 Total FFB volume supplied (tonnes)**

380624.0

2.5.3.2 Total certified FFB volume supplied (tonnes)

14717.0

2.5.4 Independent smallholder operations that supply your operations:**2.5.4.1 Total FFB volume supplied (tonnes)**1136574.0

2.5.4.2 Total certified FFB volume supplied (tonnes)950.0

2.5.5 Outgrower operations that supply your operations:**2.5.5.1 Total FFB volume supplied (tonnes)**123804.0

2.5.5.2 Total certified FFB volume supplied (tonnes)4645.0

2.5.6 Other Third-party supplier operations that supply your operations:**2.5.6.1 Total FFB volume supplied (tonnes)**127945.0

2.5.6.2 Total certified FFB volume supplied (tonnes)0.0

2.6 Fresh Fruit Bunches (FFB) processing and production operations**2.6.1 Number of palm oil mills operated**26

2.6.2 Number of palm oil mills certified under RSPO P&C23

2.7 Palm Kernel processing and production operations**2.7.1 Number of palm kernel crushers and/or palm kernel mills operated**4

2.7.2 Number of palm kernel crushers and/or palm kernel mills certified under RSPO Supply Chain Certification (SCC)4

3. Palm Oil and Certified Palm Oil Production**3.1 Total Crude Palm Oil produced (tonnes)**

Countries/Regions	Tonnes
Malaysia	439611.0
Indonesia	575782.0
Latin America	0.0
Africa	8091.0
Rest of the World	0.0
Total	1023484.0

3.3 CSPO sold as RSPO certified

Description	Tonnes
Identity Preserved (IP)	162635.0
Segregated (SG)	0.0
Mass Balance (MB)	64320.0
RSPO Credits	55350.0
Total	282305.0

3.6 Total CSPO

Description	Tonnes
3.3 CSPO sold as RSPO-certified	282305.0
3.4 CSPO sold under other certification schemes	310080.0
3.5 CSPO sold as conventional	115107.0
Total	707492.0

3.7 According to the volume information you have provided in this questionnaire, CSPO represents the following percentage of your total CPO production

69.13%

3.8 Based on total CSPO volumes sold (Question G.3.6) , please estimate the percentage of the volumes originating from your operations in the following regions/countries

Countries/Regions	Percentage
Malaysia	62.0
Indonesia	38.0
Latin America	0.0
Africa	0.0
Rest of the World	0.0

3.2 Total Crude Palm Kernel produced (tonnes)

Countries/Regions	Tonnes
Malaysia	87220.0
Indonesia	102516.0
Latin America	0.0
Africa	2283.0
Rest of the World	0.0
Total	192019.0

3.9 CSPK sold as RSPO certified

Description	Tonnes
Identity Preserved (IP)	62363.0
Segregated (SG)	0.0
Mass Balance (MB)	19851.0
Total	82214.0

3.12 Total CSPK sold as RSPO-certified (tonnes)

Description	Tonnes
3.9 CSPK sold as RSPO-certified	82214.0
3.10 CSPK sold under other certification schemes	0.0
3.11 CSPK sold as conventional	63719.0
Total	145933.0

3.13 According to the volume information you have provided in this questionnaire, CSPK represents the following percentage of your total CPK production

76.00%

3.14 Based on the CSPK sold volumes (Question G.3.12), please estimate the percentage of volumes originating from your operations in the following regions/countries:

Countries/Regions	Tonnes
Malaysia	89.0
Indonesia	11.0
Latin America	0.0
Africa	0.0
Rest of the World	0.0

4. TimeBound Plan**4.1 Which year did your company achieve (or plans to achieve) its first RSPO P&C certification?**

2009

4.2 Which year did your company achieve (or plans to achieve) 100% RSPO certification for all its estates and mills?

2023

4.2.1 If the previous target year for G.4.2 has not been met, please explain why

All existing mills have completed RSPO Certification audit in year 2019 except the new acquisition of PT Putra Bongan Jaya which target to be certified in year 2023 and the newly commisioned mill in Indonesia and Liberia which target to be certified in year 2020 and 2022 respectively.

4.3 Which year did your company achieve (or plans to achieve) 100% RSPO certification of scheme smallholders?

2025

4.3.1 If the previous target year for G.4.3 has not been met, please explain why

The timeline extended due to the new acquisition of PT Putra Bongan Jaya's plasma.

4.4 Which year did your company achieve (or plans to achieve) 100% RSPO certification for all FFB, regardless of source?

2025

4.4.1 If the previous target year for G.4.4 has not been met, please explain why

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5. Concession Map

5.1 The RSPO General Assembly Resolution 6G (2013) calls for all members with Grower operations to submit maps of their concessions through ACOP. Has your company submitted concession maps to the RSPO in previous ACOP cycles?

Yes

5.2 Has your company acquired any new concession sites or have any concession sites changed ownership since the previous ACOP map submission?

No

6. GHG Footprint

6.1 What is the average GHG footprint for all certified management units by hectare (tCO₂e/ha)?

3.57

6.2 What is the average GHG footprint for all certified management units per tonne of crude palm oil (tCO₂e/tCPO)?

0.77

6.3 What are the key emission sources identified by your company in certified management units?

- Land use change
- Existing cultivation peatland
- Palm oil mill effluent (POME)
- Fertiliser application
- Others

Others

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6.4 Does your company have a baseline for GHG reporting?

Yes

6.4.1 What is the target baseline?

0.65

6.5 Does your company have an annual GHG emissions reduction/minimising target?

Yes

6.5.1 What is your company's annual GHG emissions reduction/minimising target?

0.68

6.5.2 What measures are currently being taken to reduce GHG emissions?

The system doesn't allow wording for G6.4.1 and G6.5.1 to be included. The percentage stated is actually refers to GHG savings compared to fossil fuel emission. It means our company has to achieve at least 65% GHG savings and we have met the target in year 2019. Our latest target is to achieve 68% GHG savings in year 2020. More information is available in our Sustainability Report 2019. Measures took to reduce the GHG emissions are installation of methane capture and belt press facility.

7. Support for Oil Palm Smallholders

7.1 How is your company supporting Independent Smallholder groups?

- Sourcing of physical FFB
- Financial support
- Operations support
- Training support
- Community development
- Not supporting Independent Smallholder groups
- Others

Others

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8. Actions For Next Reporting Period**8.1 Outline activities that your company will undertake in the coming year to advance its certification efforts.**

Respond promptly to disruptive working environment by adopting and adapting necessary changes. Adopt continuous improvement a feature in our work culture to drive sustainability agenda.

8.2 Outline activities that your company will undertake in the coming year to promote the uptake CSPO along the supply chain.

Promote the advantage of sustainable palm oil to other stakeholders e.g. students, researchers, youths, buyers and general public.

9. Challenges

9.1 What significant obstacles or challenges has your company encountered in the promotion of certified sustainable palm oil (CSPO)? What efforts has your company taken to address these obstacles or challenges?

- Awareness of RSPO in the market
- Difficulties in the certification process
- Certification of smallholders
- Competition with non-RSPO members
- High costs in achieving or adhering to certification
- Human rights issues
- Insufficient demand for RSPO-certified palm oil
- Low usage of palm oil
- Reputation of palm oil in the market
- Reputation of RSPO in the market
- Supply issues
- Traceability issues
- No challenges faced
- Others

Others

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9.2 In addition to the actions already reported in this ACOP report, what other ways has your company supported the vision of the RSPO to transform markets to make sustainable palm oil the norm?

- Engagement with business partners or consumers on the use of CSPO
- Engagement with government agencies
- Promotion of CSPO outside of RSPO venues such as trade workshops or industry associations
- Promotion of physical CSPO
- Providing funding or support for CSPO development efforts
- Research & Development support
- Stakeholder engagement
- No actions taken
- Others

Others

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9.3 If your company has any other publicly-available reports or information regarding its palm oil-related policies and activities, please provide the links here

<https://www.klk.com.my/sustainability/wp-content/uploads/2020/01/KLK-Sustainability-Report-2019.pdf>