

APPENDIX A2: TIMBER LEGALITY DEFINITION AND COMPLIANCE VERIFICATION - CONVERSION AREAS

PRINCIPLE 2.1 APPLICATION AND APPROVAL OF INVESTMENT PROJECT IN CONCESSION BUSINESS		
Criterion 2.1.1 Submission of project proposal in concession business		
Indicator	Verifiers	Legal references
2.1.1.1 The investor has submitted an investment application to the One-Stop Service Office and obtained an MOU.	2.1.1.1.1 Application form	<ul style="list-style-type: none"> • Law 14/NA (2016), Article 45
	2.1.1.1.2 MOU signed	<ul style="list-style-type: none"> • Law 14/NA (2016), Article 46 (4)
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - MPI (national level projects) - DPI (provincial level projects) 	Verified by: <ul style="list-style-type: none"> - DOFI (national level) - POFI (provincial level) 	
	Verification means: <ul style="list-style-type: none"> - Document review and consultation with MPI or DPI 	
Information stored by: <ul style="list-style-type: none"> - One-Stop Service Office at MPI or DPI 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Criterion 2.1.2 Compliance with regulations on project assessments		
Indicator	Verifiers	Legal references
2.1.2.1 The investor has conducted a feasibility study which is approved by the relevant sector.	2.1.2.1.1 Feasibility study	<ul style="list-style-type: none"> • Law 14/NA (2016), Article 44 (5) and 46
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - MEM, MPWT or MAF (national level projects) - DEM, DPWT or PAFO (provincial level projects) 	Verified by: <ul style="list-style-type: none"> - DOFI (national level) - POFI (provincial level) 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with MPI or DPI and relevant sector(s) 	
Information stored by: <ul style="list-style-type: none"> - One-Stop Service Office at MPI or DPI 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.1.2.2 The investor has completed Initial Environmental Examination (IEE) or Environmental Impact	2.1.2.2.1 IEE/EIA Report	<ul style="list-style-type: none"> • Decree 21/GoL (2019), Articles 9-13 (IEE), 19-22 (EIA)

Assessment (EIA), according to the expected impact and the assessment has been approved by the natural resources and environmental sector.		<ul style="list-style-type: none"> Agreement 8056/MONRE (2012) (under revision)
	2.1.2.2.2 EMMP report	<ul style="list-style-type: none"> Decree 21/GoL (2019), Articles 12, 13 (6), 22(6), 23
	2.1.2.2.3 ECC issued by PONRE or MONRE	<ul style="list-style-type: none"> Decree 21/GoL (2019), Articles 40-43, 75 (13), 76 (10)
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> MONRE (EIA) PONRE (IEE) 	Verified by: <ul style="list-style-type: none"> DOFI (national level) POFI (provincial level) 	
	Verification means: <ul style="list-style-type: none"> document review and consultation with MONRE or PONRE 	
Information stored by: <ul style="list-style-type: none"> MONRE or PONRE 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> onetime check after conversion decision and before any field operations comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.1.2.3 For development projects subject to compensation and/or resettlement, the project owner has prepared a compensation and a resettlement <u>and vocation</u> plan in consultation with affected people.	2.1.2.3.1 Compensation Plan	<ul style="list-style-type: none"> Decree 21/GoL (2019) Article 56 Law 45/NA (2018), Article 22
	2.1.2.3.2 Resettlement <u>and vocation</u> Plan	<ul style="list-style-type: none"> Decree 21/GoL (2019) Article 56 Law 45/NA (2018), Articles 23 and 24
	2.1.2.3.3 List of affected people	<ul style="list-style-type: none"> Law 45/NA (2018), Article 22 (12)
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> Resettlement and vocation committee (central, provincial or district level) 	Verified by: <ul style="list-style-type: none"> DOFI (central level) POFI (provincial and district level) 	
	Verification means: <ul style="list-style-type: none"> document review and consultation with resettlement and vocation committee interviews with investor and a sample of affected people 	
Information stored by: <ul style="list-style-type: none"> Resettlement and vocation committee 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> onetime check after conversion decision and before any field operations comprehensive 	
Indicator	Verifiers	Legal references
2.1.2.4 The value for compensation has been estimated in collaboration	2.1.2.4.1 Minutes of agreement on the value of	<ul style="list-style-type: none"> Law 45/NA (2018), Article 22

with the committee for compensation and resettlement at the local level and based on the unit price of the committee.	the compensation (part of EMMP report)	<ul style="list-style-type: none"> • Law 19/NA (2017), article 70 • Decree 135/PMO (2009), Article 43
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - Resettlement and vocation committee (central, provincial or district level) 	Verified by: <ul style="list-style-type: none"> - DOFI (central level) - POFI (provincial and district level) 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with Resettlement and vocation committee (central, provincial or district level) - interviews with investor and a sample of affected people 	
Information stored by: <ul style="list-style-type: none"> - Resettlement and vocation committee (central, provincial or district level) 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.1.2.5 The project owner has involved the public in project preparation and planning phases and disclosed information related to environmental and social impact assessments.	2.1.2.5.1 Public involvement plan	<ul style="list-style-type: none"> • Decree 21/GoL (2019) Article 36
	2.1.2.5.2 Public disclosure section of IEE/EIA and EMMP	<ul style="list-style-type: none"> • Decree 21/GoL (2019) Article 64
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - MONRE (EIA) - PONRE (IEE) 	Verified by: <ul style="list-style-type: none"> - DOFI (national level) - POFI (provincial level) 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with MONRE or PONRE 	
Information stored by: <ul style="list-style-type: none"> - MONRE or PONRE 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Criterion 2.1.3 Approval of conversion of forestland in the concession projects		
Indicator	Verifiers	Legal references
2.1.3.1 The National Assembly has approved the conversion in the case of: <ul style="list-style-type: none"> - National Protection Forest, National Conservation Forest, Production Forest, Provincial Protection and 	2.1.3.1.1 Resolution of the Standing Committee of NA meeting	<ul style="list-style-type: none"> • Law 64/NA (2019) Article 84 and 85

<p>Conservation Forest to other types of land</p> <ul style="list-style-type: none"> - degraded forestland, which cannot regenerate by itself and is larger than 1.000 ha in area per activity. - barren forestland, which cannot regenerate by itself and is larger than 10.000 ha in area per activity 		
Regulatory Inspection	Verification	
<p>Inspected and endorsed by:</p> <ul style="list-style-type: none"> - MAF - NA 	<p>Verified by:</p> <ul style="list-style-type: none"> - DOFI 	
	<p>Verification means:</p> <ul style="list-style-type: none"> - document review at DOF - consultation with DOF 	
<p>Information stored by:</p> <ul style="list-style-type: none"> - DOF 	<p>Verification frequency, timing and intensity:</p> <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
<p>2.1.3.2 The Government has approved the conversion in the case of:</p> <ul style="list-style-type: none"> - District Protection and Conservation forestland - Degraded forest land, which cannot regenerate by itself and has an area from 100 to 1.000 ha per activity - Barren forest land, which cannot regenerate by itself and has an area from 200 to 10.000 ha per activity. 	<p>2.1.3.2.1 Decision of the Prime Minister</p>	<ul style="list-style-type: none"> • Law 64/NA (2019) Article 85
Regulatory Inspection	Verification	
<p>Inspected and endorsed by:</p> <ul style="list-style-type: none"> - MAF - Government 	<p>Verified by:</p> <ul style="list-style-type: none"> - DOFI 	
	<p>Verification means:</p> <ul style="list-style-type: none"> - document review at DOF - consultation with DOF 	
<p>Information stored by:</p> <ul style="list-style-type: none"> - DOF 	<p>Verification frequency, timing and intensity:</p> <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references

<p>2.1.3.3 The The Provincial Assembly Provincial People’s Council has approved the conversion in the case of:</p> <ul style="list-style-type: none"> - Village Protection and Conservation Forest - Degraded forest land, which cannot regenerate by itself and has an area less than 100 ha per activity - Barren forest land, which cannot regenerate by itself and has an area less than 200 ha per activity 	<p>2.1.3.3.1 Resolution of the Provincial Assembly meeting</p>	<ul style="list-style-type: none"> • Law 64/NA (2019) Article 86
Regulatory Inspection		Verification
<p>Inspected and endorsed by:</p> <ul style="list-style-type: none"> - PAFO - PCC 	<p>Verified by:</p> <ul style="list-style-type: none"> - POFI 	
<p>Information stored by:</p> <ul style="list-style-type: none"> - PFS 	<p>Verification means:</p> <ul style="list-style-type: none"> - document review and consultation with PFS <p>Verification frequency, timing and intensity:</p> <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Criterion 2.1.4 Approval of private or state investment project		
Indicator	Verifiers	Legal references
<p>2.1.4.1 The project owner of all forms of investment under the Investment Promotion Law has signed a concession agreement:</p> <ul style="list-style-type: none"> - with MPI and the concerned ministry for projects under central responsibility - with DPI and concerned departments for projects under provincial responsibility 	<p>2.1.4.1.1 CA</p>	<ul style="list-style-type: none"> • Law 14/NA (2016), Articles 26 and 99 (A3) and (B3)
Regulatory Inspection		Verification
<p>Inspected and endorsed by:</p> <ul style="list-style-type: none"> - MPI (national level projects) - DPI (provincial level projects) 	<p>Verified by:</p> <ul style="list-style-type: none"> - DOFI (national level) - POFI (provincial level) 	
<p>Information stored by:</p> <ul style="list-style-type: none"> - One-Stop Service Officed at MPI or DPI 	<p>Verification means:</p> <ul style="list-style-type: none"> - document review and consultation with MPI or DPI <p>Verification frequency, timing and intensity:</p> <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations 	

	<ul style="list-style-type: none"> - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.1.4.2 National level state investment projects and normal state investment projects of cat. I with 100% investment of the state have been approved by the National Assembly on a case by case basis	2.1.4.2.1 Resolution of NA for national level state investment project or normal state investment project of cat. I	<ul style="list-style-type: none"> • Law 72/NA (2015), Article 38
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - MPI 	Verified by: <ul style="list-style-type: none"> - DOFI 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with MPI 	
Information stored by: <ul style="list-style-type: none"> - One-Stop Service Office at MPI 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.1.4.3 Normal state investment projects of cat. 2-4 with 100% investment of the state, included in the annual state investment plan have been approved by the National Assembly	2.1.4.3.1 Resolution of NA on annual state budget plan	<ul style="list-style-type: none"> • Law 72/NA (2015), Article 38
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - MPI 	Verified by: <ul style="list-style-type: none"> - DOFI 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with MPI 	
Information stored by: <ul style="list-style-type: none"> - One-Stop Service Officed at MPI 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.1.4.4 Normal state investment projects of cat. 5 with 100% investment of the state, included in the annual state investment plan have been approved by the Provincial People's Council.	2.1.4.4.1 Resolution of PPC on annual budget allocation plan	<ul style="list-style-type: none"> • Law 72/NA (2015), Article 39
Regulatory Inspection	Verification	

Inspected and endorsed by: - DPI	Verified by: - POFI	
	Verification means: - document review and consultation with DPI	
Information stored by: - One-Stop Service Officed at DPI	Verification frequency, timing and intensity: - onetime check - after conversion decision and before any field operations - comprehensive (each investment project with decision on forest conversion)	
PRINCIPLE 2.2 HARVESTING OPERATION, POST-HARVESTING ASSESSMENT AND IMPLEMENTATION OF MITIGATION MEASURES		
Criterion 2.2.1 Planning and implementation of harvesting operation and post-harvest cleaning		
Indicator	Verifiers	Legal references
2.2.1.1 The agriculture and forestry sector has conducted demarcation of harvesting areas, inventory of tree species, standing trees and volumes and summary of timber information to report to the Government for consideration.	2.2.1.1.1 Report of results of preharvest inventory	<ul style="list-style-type: none"> • Law 64/NA (2019), Article 24 • Regulation 0112/MAF (2008), Article 4, 7(1), 8 (under revision)
Regulatory Inspection	Verification	
Inspected and endorsed by: - DAFO - PAFO	Verified by: - POFI	
	Verification means: - document review and consultation with PFS - field observations/measurements (sampling), including checking of demarcation, accuracy of inventory data (for verification of supply chain control, see Appendix B2)	
Information stored by: - PFS	Verification frequency, timing and intensity: - onetime check - before annual operation plan for the province is established by PAFO - comprehensive (each conversion site or a annual portion of conversion site where a pre-harvest inventory has been implemented)	
Indicator	Verifiers	Legal references
2.2.1.2 PAFO has prepared the provincial annual timber harvesting plan for conversion areas.	2.2.1.2.1 Provincial annual timber harvesting plan	<ul style="list-style-type: none"> • Law 64/NA (2019) Article 26 • Order 15/PM (2016), article 4 (1)
Regulatory Inspection	Verification	
Inspected and endorsed by: - DOF	Verified by: - POFI	

	Verification means: - document review and consultation with PFS	
Information stored by: - PFS	Verification frequency, timing and intensity: - once per year - before commencement of harvesting operations - comprehensive	
Indicator	Verifiers	Legal references
2.2.1.3 The Government has approved the annual timber harvesting plan.	2.2.1.3.1 Notification Letter on annual timber harvesting plan of Prime Minister Office to MAF	<ul style="list-style-type: none"> • Law 64/NA (2019) Article 26 and 27
	2.2.1.3.2 Notification Letter on Annual harvesting plan of MAF to PAFO	<ul style="list-style-type: none"> • Law 64/NA (2019) Article 26 and 27 • Order 15/PM (2016), article 4 (2)
Regulatory Inspection	Verification	
Inspected and endorsed by: - PMO, MAF	Verified by: - DOFI and POFI	
	Verification means: - DOFI: document review and consultation with DOF (notification letter on annual timber harvesting plan of PMO) - POFI: document review and consultation with PFS (notification letter on annual timber harvesting from MAF for concerned province)	
Information stored by: - DOF (notification letter PMO) PFS (notification letter MAF)	Verification frequency, timing and intensity: - once a year - before commencement of harvesting operations - comprehensive	
Indicator	Verifiers	Legal references
2.2.1.4 PAFO has signed a contract with an officially established and legally operating enterprises with logging capability.	2.2.1.4.1 Signed harvesting contract	<ul style="list-style-type: none"> • Agreement Decision 0182/MAF (2009), article 15 (3) (Decision Agreement planned to be revised)
	2.2.1.4.2 Enterprises with logging capability establishment permit issued by MAF	<ul style="list-style-type: none"> • Agreement Decision 0182/MAF (2009), article 24 (Decision Agreement planned to be revised)
	2.2.1.4.3 Enterprises with logging capability registration from POIC	<ul style="list-style-type: none"> • Agreement Decision 0182/MAF (2009), article 24 (Decision Agreement planned to be revised)
	2.2.1.4.4 Registration certificate of logging machinery	<ul style="list-style-type: none"> • Law 64/NA (2019), Article 38
Regulatory Inspection	Verification	

Inspected and endorsed by: <ul style="list-style-type: none"> - MAF (enterprise establishment permit) - PAFO (harvesting contracts, permits) - POIC (registration of harvesting company) 	Verified by: <ul style="list-style-type: none"> - POFI 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with POIC and PAFO (harvesting enterprise registration at POIC, all other permits and contracts at PAFO) - field observations and consultation with field implementation committee / harvesting contractor 	
Information stored by: <ul style="list-style-type: none"> - PAFO - POIC 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - once per year - prior to commencement of harvesting operations - comprehensive 	
Indicator	Verifiers	Legal references
2.2.1.5 The enterprise has prepared the logging operation according to the logging plan, approved by the logging management committee.	2.2.1.5.1 Logging plan	<ul style="list-style-type: none"> • Law 64/NA (2019) Article 29 (2) • Order 15/PM (2016), article 4 (2) • Regulation 0112/MAF (2008), Article 6 and Section 2 (under revision)
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - logging management committee 	Verified by: <ul style="list-style-type: none"> - POFI 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with PFS - field observations and consultation with field implementation committee and contractors 	
Information stored by: <ul style="list-style-type: none"> - logging management committee 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - once a year - prior to commencement of harvesting operations (logging plan approval) and during field visits in the harvesting stage (implementation of logging plan) - comprehensive 	
Indicator	Verifiers	Legal references
2.2.1.6 The enterprise reports regularly to the logging management committee on field implementation results.	2.2.1.6.1 Field implementation report	<ul style="list-style-type: none"> • Order 15/PM (2016), article 4 (2) • Regulation 0112/MAF (2008), article 28 (4) (under revision) • Decision Agreement 0182/MAF (2009), article 7 (12) and article 16 (6) (Decision Agreement planned to be revised)
Regulatory Inspection	Verification	
Inspected and endorsed by:	Verified by: <ul style="list-style-type: none"> - POFI 	

- logging management committee	Verification means: <ul style="list-style-type: none"> - document review and consultation with PFS - field observations (implementation of logging plan: log landings, camps, roads; correctness of field implementation reports) and consultation with logging management unit / contractors 	
Information stored by: <ul style="list-style-type: none"> - logging management committee 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - case-by-case basis - during harvesting and log measurements at log landing 2 - comprehensive 	
Indicator	Verifiers	Legal references
2.2.1.7 At log landing 2, the forestry technical officers have measured and graded the logs and marked the logs.	2.2.1.7.1 Log list	<ul style="list-style-type: none"> • Guideline 0962/DOF (2010) (under revision)Instruction 0131/MAF (2021). Chapter II (8) • Decision 116/MAF (2007), parts I (under revision)Decision 0902/MAF (2021), parts I (under revision) • Law 64/NA (2019), Article 32
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - PAFO 	Verified by: <ul style="list-style-type: none"> - POFI 	
	Verification means: <ul style="list-style-type: none"> - Document review and consultation with PFS - field observation/measurements (sampling) and interviews with logging management unit and contractors (for verification of supply chain control, see Appendix B2) 	
Information stored by: <ul style="list-style-type: none"> - PFS 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - case-by-case - during harvesting and log measurements at log landing 2 - comprehensive 	
Indicator	Verifiers	Legal references
2.2.1.8 The logging management unit under the provincial committee The field implementation committee for field implementation has monitored and reported the phase of ongoing harvesting operations and the phase after logging completion post-harvesting operations in each sub-logging area logging compartment .	2.2.1.8.1 Evaluation reports during operation	<ul style="list-style-type: none"> • Regulation 0112/MAF (2008), article 33 and 34 (under revision)
	2.2.1.8.2 Post-harvesting assessment report	<ul style="list-style-type: none"> • Regulation 0112/MAF (2008), article 33 and 34 (under revision)
Regulatory Inspection	Verification	

Inspected and endorsed by: - logging management committee	Verified by: - POFI	
	Verification means: - document review and consultation with logging management committee - field observations (correctness of reports) and consultation with logging management unit / contractors	
Information stored by: - logging management committee	Verification frequency, timing and intensity: - case-by-case - during harvesting and log measurements at log landing 2, final mission after completion of harvesting operations - comprehensive	
Criterion 2.2.2 Implementation of mitigation measures of harvesting operations		
Indicator	Verifiers	Legal references
2.2.2.1 The project owner has implemented the environmental management and monitoring plan (EMMP) in harvesting operations.	2.2.2.1.1 Progress reports of the implementation of EMMP in harvesting operations	<ul style="list-style-type: none"> Decree 21/GoL (2019), Article 48-50 and 54
Regulatory Inspection	Verification	
Inspected and endorsed by: - MONRE (EIA) - PONRE (IEE)	Verified by: - POFI	
	Verification means: - document review and consultation with MONRE or PONRE - field visit (correctness of reports) and consultation with field implementation committee / contractor	
Information stored by: - MONRE or PONRE	Verification frequency, timing and intensity: - once per year - during and once after closure of harvesting operation - comprehensive (each investment project with decision on forest conversion)	
Indicator	Verifiers	Legal references
2.2.2.2 The project owner has recorded and sought solutions to all requests regarding environmental and social disputes in harvesting operation.	2.2.2.2.1 Records of environmental and social disputes	<ul style="list-style-type: none"> Decree 21/GoL (2019), Articles 68-73 Decree 84/GOL (2016), articles 25
	2.2.2.2.2 Documentation of dispute settlement case at different levels	<ul style="list-style-type: none"> Decree 21/GoL (2019), Articles 68-73 Decree 84/GOL (2016), articles 24
Regulatory Inspection	Verification	
Inspected and endorsed by: - MONRE (EIA) - PONRE (IEE)	Verified by: - POFI	
	Verification means: - document review and consultation with MONRE or PONRE	

	<ul style="list-style-type: none"> - field observations (correctness of reports) and consultation with field implementation committee / contractor and concerned parties involved in disputes 	
Information stored by: <ul style="list-style-type: none"> - MONRE or PONRE 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - once per year - during and once after closure of harvesting operation - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.2.2.3 The project owner has publicly disclosed information related to implementation of environmental management and monitoring measures of harvesting operations.	2.2.2.3.1 Reports of project owners on EMMP implementation of harvesting operations	<ul style="list-style-type: none"> • Decree 21/GoL (2019), Articles 63-64
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - MONRE (EIA) - PONRE (IEE) 	Verified by: <ul style="list-style-type: none"> - POFI 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with MONRE or PONRE - field visit (correctness of reports), consultation with field implementation committee, contractor) 	
Information stored by: <ul style="list-style-type: none"> - MONRE or PONRE 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - once per year - during and once after closure of harvesting operation - comprehensive (each investment project with decision on forest conversion) 	
Indicator	Verifiers	Legal references
2.2.2.4 The resettlement and compensation plan are being implemented and regularly monitored by the resettlement and vocation committee	2.2.2.4.1 Report of resettlement and vocation committee	<ul style="list-style-type: none"> • Law 45/NA (2018), Article 63(7, 8) and 22-24
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - Resettlement and vocation committee (central, provincial or district level) or agriculture and forestry sector 	Verified by: <ul style="list-style-type: none"> - DOFI at central level - POFI at provincial and district level 	
	Verification means: <ul style="list-style-type: none"> - document review and consultation with Resettlement and vocation committee (central, provincial or district level) or agriculture and forestry sector - interviews with investor and a sample of affected people 	
Information stored by: <ul style="list-style-type: none"> - Resettlement and vocation committee (central, provincial or district level) 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - once per year - during and once after closure of harvesting operation 	

or agriculture and forestry sector	- comprehensive (each investment project with decision on forest conversion)	
PRINCIPLE 2.3 TIMER SALES		
Criterion 2.3.1 Compliance with regulations on timber auction		
Indicator	Verifiers	Legal references
2.3.1.1. Bidding committee has been established at the provincial level from three concerned sectors Agriculture and Forestry, Industrial and Commerce and Finance	2.3.1.1.1 Letter of appointment of bidding committee by the provincial Governor	<ul style="list-style-type: none"> Order 17/PM (2008), article 6 (2) Regulation 1726/MOIC (2012), chapter I (4) (planned to be revised)
Regulatory Inspection	Verification	
Inspected and endorsed by: - provincial governor	Verified by: - POFI	
	Verification means: - document review and consultation with POIC	
Information stored by: - POIC	Verification frequency, timing and intensity: - case-by-case basis - after auctioned timber has been cancelled from state assets registry and before timber is moved to LL3 - comprehensive (each auction)	
Indicator	Verifiers	Legal references
2.3.1.2 The bidding committee has conducted sales of timber from official log lists <u>through auction according to legal</u> through transparent auction.	2.3.1.2.1 Log lists registration into state assets	<ul style="list-style-type: none"> Law 64/NA (2019), Article 32 Instruction 3211/MOF (2015), article 2
	2.3.1.2.2 Letter of invitation for bidding	<ul style="list-style-type: none"> Regulation 1726/MOIC. (2012), chapter II (1.1) (planned to be revised)
	2.3.1.2.3 Minutes of results of bidding	<ul style="list-style-type: none"> Regulation 1726/MOIC. (2012), chapter II (2) (planned to be revised) Regulation 0204/MAF (2002), article 17
	2.3.1.2.4 Selling-purchasing contract	<ul style="list-style-type: none"> Regulation No. 1726/MOIC. (2012), chapter III (1) (planned to be revised)
	2.3.1.2.5 Receipt of payment from timber buyer	<ul style="list-style-type: none"> Regulation No. 1726/MOIC (2012), chapter III (2) (planned to be revised)
	2.3.1.2.6 Certificate of deletion of log list from state assets	<ul style="list-style-type: none"> Instruction No. 3211/ MOF (2015), article 6
Regulatory Inspection	Verification	

Inspected and endorsed by: - POIC - POF	Verified by: - POFI
	Verification means: - document review and consultation with POIC (bidding documents) and with POF (State assets registration and cancellation) - field observation/measurements (sampling) and consultation with field implementation committee (for verification of supply chain control, see Appendix B2)
Information stored by: - POIC - POF	Verification frequency, timing and intensity: - case-by-case basis - after auctioned timber has been cancelled from state assets registry and before timber is moved to LL3 - comprehensive (each auction)

PRINCIPLE 2.4 TIMBER TRANSPORTATION

Criterion 2.4.1 Compliance with transport requirements from harvesting area to log landing 2

Indicator	Verifiers	Legal references
2.4.1.1 At log landing 1, the technical staff from the logging management unit has marked the logs and recorded number of trees, number of logs and logging zone in the log list.	2.4.1.1.1 Log list of <u>at</u> log landing 1	<ul style="list-style-type: none"> Guideline 0962/DOF (2010) (under revision) <u>Instruction 0131/MAF (2021). Chapter II.5</u>
Regulatory Inspection	Verification	
Inspected and endorsed by: - logging management committee - PFS	Verified by: - POFI	Verification Means: - document review and consultation with field implementation committee - field observation/measurements (sampling) and interviews with logging management unit and contractors (for verification of supply chain control, see Appendix B2)
Information stored by: - PFS	Verification frequency, timing and intensity: - case-by-case - during harvesting and log measurements at log landing 2 - comprehensive (each conversion site or a annual portion of conversion site with harvesting operations)	
Indicator	Verifiers	Legal references
2.4.1.2 At log landing 2, the technical staff from the logging management unit has stamped “PM (Forestry)” on the logs with forestry hammer.	2.4.1.2.1 Log list at log landing 2	<ul style="list-style-type: none"> Guideline 0962/DOF (2010) (under revision) <u>Instruction 0131/MAF (2021). Chapter II.16</u> Decision 116/MAF (2007), parts I – II <u>Decision 0902/MAF (2021), parts I – II</u>

		<ul style="list-style-type: none"> • Law 64/NA (2019), Article 32 and 35
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - logging management committee - PFS 	Verified by: <ul style="list-style-type: none"> - POFI 	
	Verification means: <ul style="list-style-type: none"> - document review (supply chain records) - field observations/measurements (sampling) and interviews with logging management unit and contractors (for verification of supply chain control, see Appendix B2) 	
Information stored by: <ul style="list-style-type: none"> - PFS 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - case-by-case - during log measurements at log landing 2 - comprehensive (each conversion site or a annual portion of conversion site with harvesting operations) 	
Criterion 2.4.2 Compliance with transport requirements from log landing 2 to log landing 3		
Indicator	Verifiers	Legal references
2.4.2.1 The timber buyer has all transport documents in place before timber movement.	2.4.2.1.1 Receipt of timber sales	<ul style="list-style-type: none"> • Order No.17/PM (2008), article 15
	2.4.2.1.2 Cancellation letter from state assets register	<ul style="list-style-type: none"> • Instruction No.3211/MOF (2015), article 6
	2.4.2.1.3 Log list at log landing 2	<ul style="list-style-type: none"> • Law 64/NA (2019), Article 32
	2.4.2.1.4 Transport permit from PAFO	<ul style="list-style-type: none"> • Law 64/NA (2019), Article 35 • Decree 32/PM (2012), article 5 (7) • Guideline 0962/DOF (2010) (under revision)
Regulatory Inspection	Verification	
Inspected and endorsed by: <ul style="list-style-type: none"> - PAFO 	Verified by: <ul style="list-style-type: none"> - POFI 	
	Verification means: <ul style="list-style-type: none"> - document review at LL3 - field observations/measurements at LL3 (sampling) interviews with timber buyer (for verification of supply chain control at LL3, see Appendix B8) 	
Information stored by: <ul style="list-style-type: none"> - PAFO - POIC/DOIC - operator (at LL3) 	Verification frequency, timing and intensity: <ul style="list-style-type: none"> - TBD in coordination with inspection 0777 - during site visit at LL3 - comprehensive (all wood processors) 	