

## Public Summary of Forico Pty Limited Due Diligence System – 2023

Forico Pty Limited (Forico) are required to provide to their Certification Body a written summary of the Due Diligence System (DDS) on an annual basis, containing the following information:

### Description of Supply Area

In 2022 Forico have sourced plantation material from the state of Tasmania only.

This will continue to be the case in 2023.

Controlled material has been supplied in recent years from the following non-FSC® suppliers:

- AKS Forest Solutions;
- Reliance Forest Fibre;
- SFM Forest Products (including the Lenah Estate); and
- Private small, low intensity, managed forests (SLIMFs) from time to time

Forico may use other Suppliers, in accordance with the controls present in Forico’s Due Diligence System.

### Applicable Risk Assessment for the Origin

Australia has one risk assessment referred to as National Risk Assessment (NRA) FSC-NRA-AU V2.0 August 2021. This is available through the FSC® Australia website [FSC Australia Controlled Wood Risk Assessment](#).

### Risk Designation for the Origin (FSC-NRA-AU) in Tasmania

Specified Risk:

- Controlled wood category 3.4 - HCV 4 – Critical Ecosystem Services.
- Controlled wood category 3.6 - HCV 6 – Cultural Values.
- Controlled wood category 4 – Forests being Converted to Plantations or Non-forest Use.

Low Risk:

- Controlled wood category 1 – Illegally harvested wood.
- Controlled wood category 2 – Areas where traditional and civil rights are being violated
- Controlled wood categories 3.1, 3.2, 3.3 and 3.5 (HCV 1, HCV 2, HCV 3, HCV 5).
- Controlled wood category 5 – Genetically modified material.

### Risk Assessment for Mixing Material with Unacceptable Sources

Forico are required to assess the risk of controlled material being mixed with unacceptable sources in the supply chains during transport, processing and storage. Table 1 illustrates this risk assessment for suppliers and sub-suppliers.

*Table 1 Risk Assessment for Mixing Material with Unacceptable Sources*

Process	Current Risk Mitigation Measures	Risk	Additional Risk Mitigation	Residual Risk	Evidence
Transport of material directly from third party forest to Forico facility	<ul style="list-style-type: none"> <li>• All roundwood loads delivered to SHM &amp; LRM are transported directly from the forest and have delivery documentation.</li> </ul>	LOW / Negligible	Field verification audits at supply unit confirm required documentation.	LOW / Negligible	Delivery documentation with required information. Field verification audit reports.





Conversion of forests to plantations or non-forest use does not occur.	Forico only accept/ process plantation material, as verified through the FPP.	The FPP confirms no conversion is occurring, and plantation material only is being harvested.
Mixing of Forico product with unacceptable material at outsourcing facilities does not occur.	<ul style="list-style-type: none"> <li>• Batch processing and storage of Forico plantation material</li> <li>• Site controls and weighbridge / facility procedures.</li> <li>• Outsourcing Chain of Custody procedures detailing obligations and commitments.</li> <li>• Outsourced facilities must sign and agree to comply with requirements of the Certification Standard.</li> <li>• Biannual certificate validation to ensure facilities have a current FSC® certificate.</li> <li>• Outsourcing audits of the facility.</li> </ul>	Annual Forico internal and external Chain of Custody audits demonstrate compliance to the Standard requirements.

**Stakeholder Consultation**

Forico conducts an annual process of stakeholder consultation. This involves identifying interested or affected stakeholders and sending emails directly to individuals to seek feedback. Stakeholders are provided with Forico’s assessment of the processes in place for identifying and managing HCVs. Stakeholders are asked to comment on any concerns regarding third-party Suppliers and the Supply Area and if control measures are adequate to mitigate the risks to HCV’s, specifically HCV 3.4 and 3.6. Feedback will be provided to participating stakeholders within 60 days of the end of the consultation period.

The consultation relates to the forest management activities of Forico’s Suppliers for 2021 calendar year. Stakeholders are requested to provide comments or feedback within six weeks.

Stakeholder Groups invited to participate in the consultation process included:

**Economic Interests**

- Forest Owners / Managers;
- Forest Contractors;
- Representatives of forest workers and forest industries; and
- FSC Certificate Holders.

**Social Interests**

- NGOs involved or with interest in social aspects of forest management and other related operations;
- Forest Workers;
- International, national and local trade / labour unions;
- Representatives of local communities involved or with an interest in forest management, including those relevant for HCVs 5 and 6;
- Representatives of Indigenous Peoples and/or traditional peoples (if present and/or holding rights), including those relevant for HCVs 5 and 6; and
- Representatives of recreational interests.

**Environmental Interests**

- NGOs involved or with an interest in the environmental aspects of forest management:
  - Biological diversity;



**Signatures:**

<b>Controlled Document Approved:</b>	I hereby state that I have found no errors in the contents of this controlled quality document. The document is ready for release.	
Name:	<b>Simon Cook</b> FORICO\cooks <i>Simon Cook</i>	Title:
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