

5 November 2018

Dear Mighty Earth,

We refer to the Mighty Earth Report 9 dated October 2018 which has alleged that there were three fire incidences in our concession areas in PT Temila Agro Abadi (PT TAA) from August to September 2018

An internal investigation has been conducted and we have found that the three alleged hotspots were in plasma land as illustrated below:-

Alert Imagery (before and after satellite images)

Date: Aug 19, 2018



Date: Sep 23, 2018



As you are aware, in Indonesia 20% of the concession area shall be allocated to the plasma programme. Since April 2017, we have stopped all new planting in Kalimantan concession area and as a result this has caused pressure to the local community to develop their land on their own. We have lodged a police report dated 21/08/2018 to ensure that the authorities have been made aware of these incidences. Similarly, we have also confirmed these incidences to the RSPO.

#### Fire Prevention Strategy

We have also taken the necessary steps to address this issue together with the local authorities and communities. We have been conducting awareness campaigns on the ground on open burning and will be stepping up on these as a proactive measure to educate the local communities.

We also have Emergency Response Teams in place at both PT TAA and PT CNP which comprises our operations personnel and the local communities to manage our fire prevention mechanism on the ground. In addition, we have also erected 'No Burning' signages at strategic locations around our concession areas to create awareness and prevent any fire occurrence in the future.

Should you have any further queries, kindly contact our Sustainability Department via email at [sustainability@fgvholdings.com](mailto:sustainability@fgvholdings.com)