



**Project
FONAP Add on Criteria
with Small Producers in
Malaysia**



Foto: Oliver Ramme, FONAP

On the way to a pilot project. Report from an onsite visite in Kampar (Perak), September 20 to 21, 2018, hosted by NGO Wild Asia.

Project partner:



- A social enterprise, a not-for-profit company earning income from providing services, and reinvest in programmes to bring about social and environmental change
- Social business est. in 2003
 - Head office: Kuala Lumpur
 - Branches: Malaysia (Sandakan, Beluran, Kinabatangan), Taiwan and Japan
 - Technical and Administration: 16 persons
 - Regional Team Members: 25 (Perak, Johor and Sabah)
- Since 2005, supporting growth of traceable and sustainable palm oil through advisory support, technical services, training and developing new working models to drive sustainable production



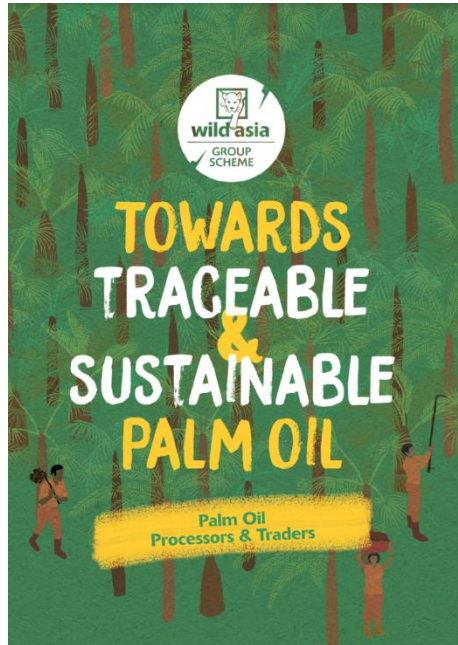
Leading the FONAP project: Sheila Senathirajah,
Wild Asia Programme Director Palm Oil Initiative

The Wild Asia Group Scheme (WAGS)



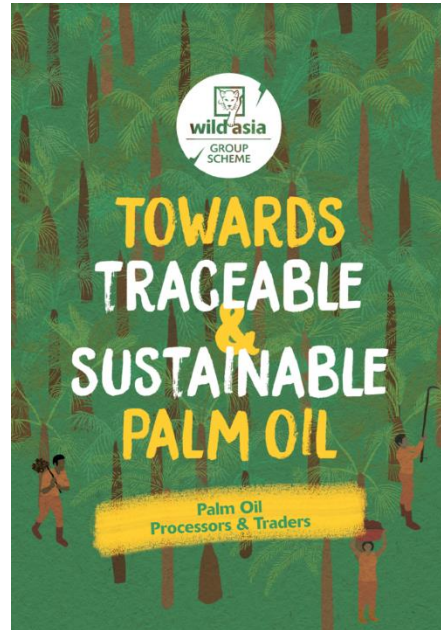
- Involves **smallholders** (land owners with less than 40 ha of planted area) and **small growers** (land owners with more than 40 ha but under 500 ha of planted area)
 - 264 smallholders in the State of Perak in Peninsula Malaysia
 - Chinese, Malay and Orang Asli (indigenous)
 - 271 smallholders and 5 small growers in Kinabatangan in the State of Sabah in Malaysian Borneo

The Wild Asia Group Scheme (WAGS)



Implements different types & levels of education & training modules to support growers.

The Wild Asia Group Scheme (WAGS)



Builds partnerships to support Growers to meet legal requirements, improve their quality, and continually improve.

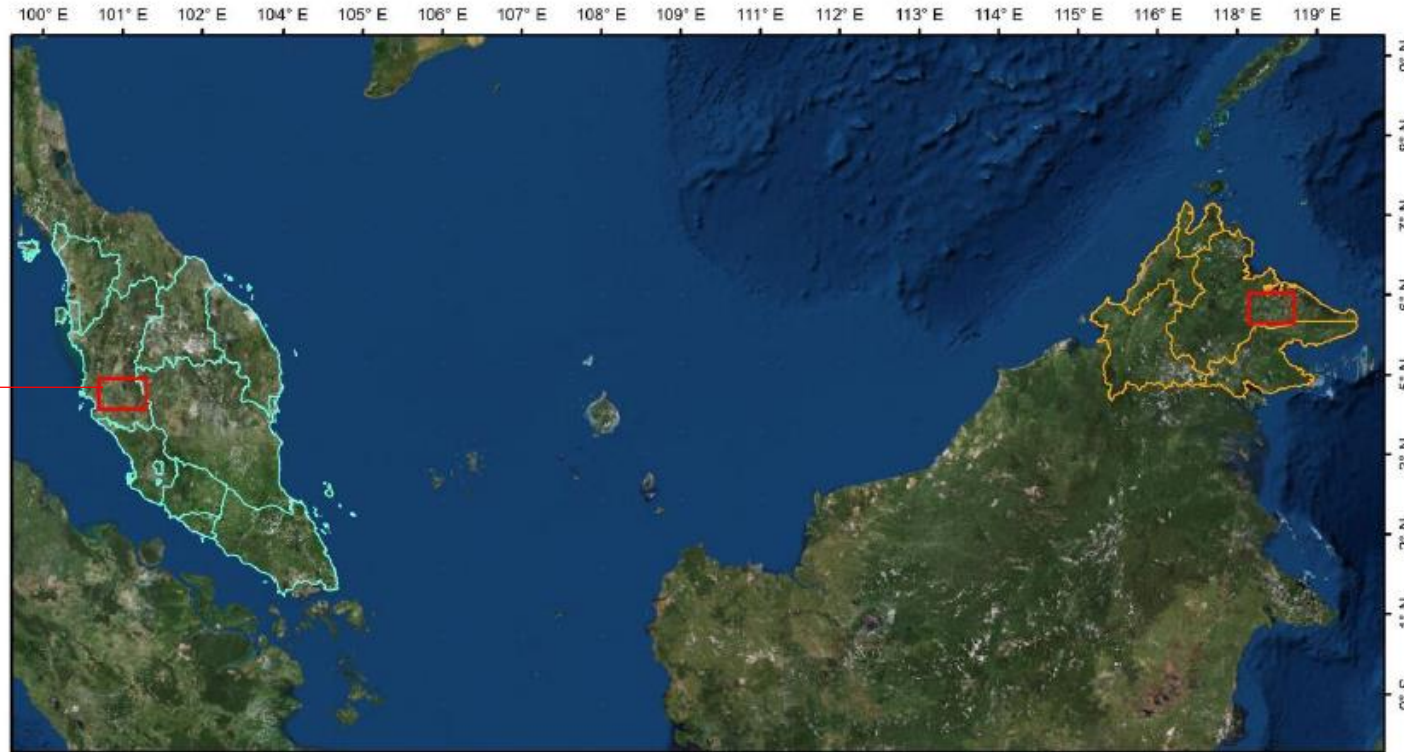
Turns complex and challenging requirements into a coherent programme.

The location



Overview of Wild Asia Group Scheme Locations in Perak, Peninsular Malaysia and Kinabatangan, East Malaysia

State of Perak



300 150 0 300 Kilometers

Peninsular Malaysia
Sabah

Created: 10/7/2018
Map Scale: 1:8,582,251.08

Service Layer Credits: Sources: Esri, HERE, Garmin, Intermap, incrementP Corp., GEBCO, USGS, FAD, NPS, NRCAN, GeoBase, IGN, Kadaster NL, Ordnance Survey, Esri Japan, METI, Esri China (Hong Kong), Swisstopo, © OpenStreetMap contributors, and the GIS User Community
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Visiting WAGS smallholders in Kampar area



Chinese farmer
Mr. Chong (59)

Chinese farmer: Mr. Chong (59)



Chinese farmer: Mr. Chong (59)



Foto: Almut Feller, Ferrero



Visiting WAGS smallholders in Kampar area



Indigenous community Orang Asli
Herzyza a/p Dongkin (38)

Indigenous community Orang Asli: Herzyza a/p Dongkin (38)



Visiting WAGS smallholders in Kampar area



Chinese organic farmer
Neoh Ah Seng (47)

Chinese organic farmer: Neoh Ah Seng (47)



Key challenge: bagworm infestation



Key challenge: bagworm infestation



Natural solution: beneficial plants ...



Natural solution: and beneficial insects



Großes Foto: Sascha Tischer
Wespenfotos: MPOB
Andere Fotos: United Plantations

Natural solution: and beneficial insects

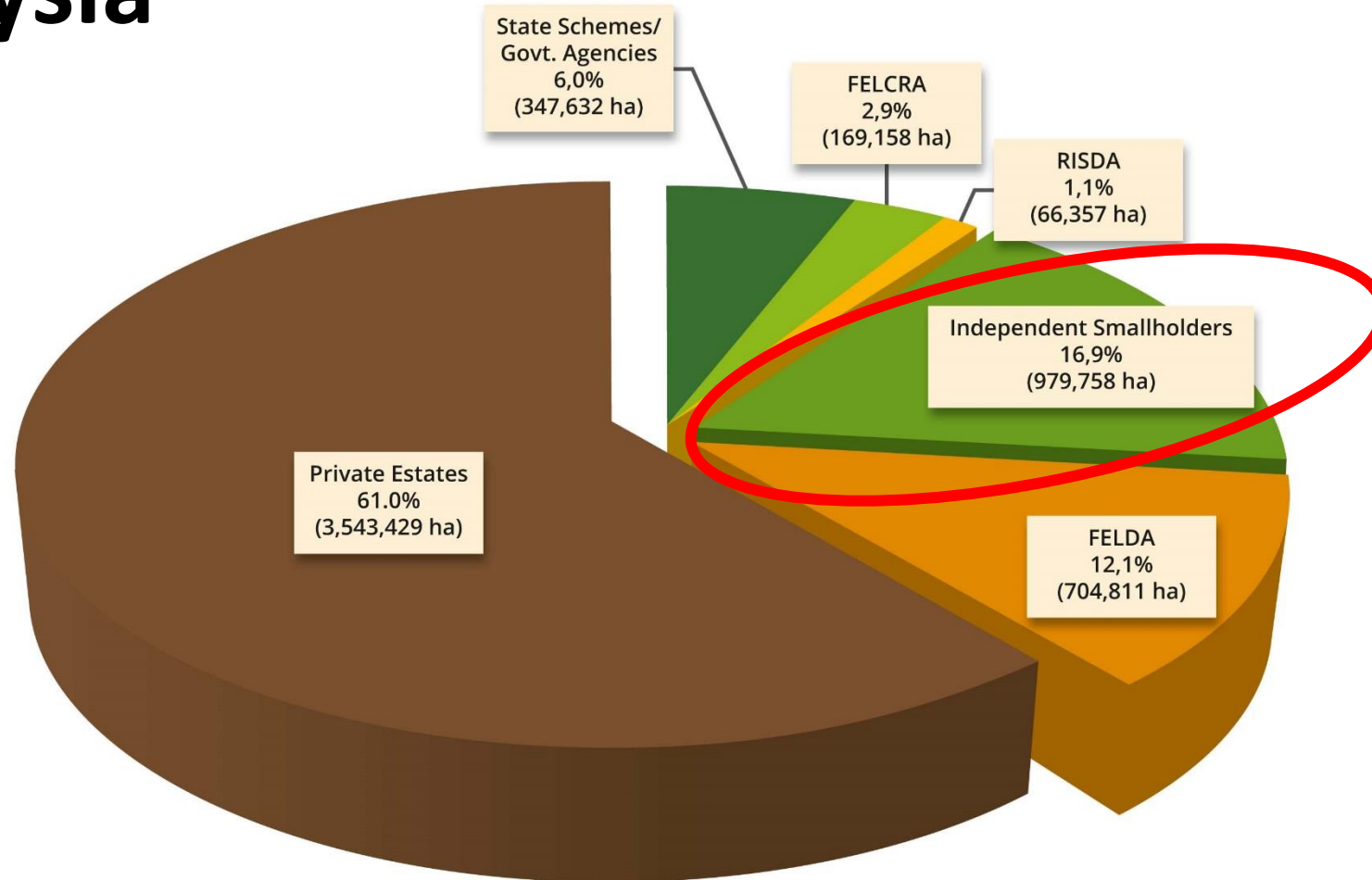


Key challenge: rats and other rodents



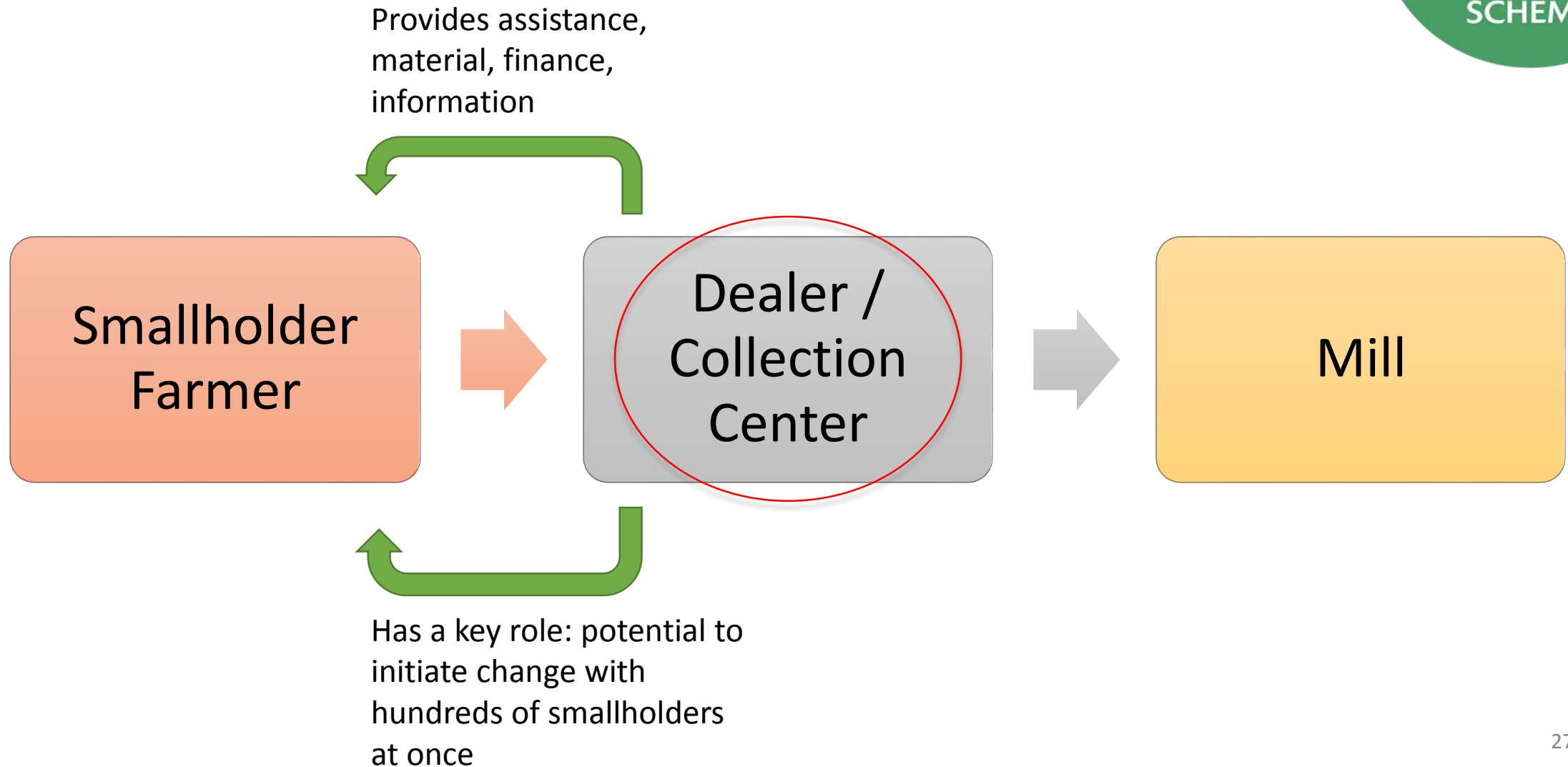
Foto: Almut Feller, Ferrero

Oil palm planted area by category in Malaysia



2017: 5.81 Million Hectares

Challenge: smallholder supply chain



Tian Siang Mill



Tian Siang Mill



- 1st independent mill, which is RSPO supply chain certified
- Buying 100% from smallholders
- Main suppliers: 3 big dealers incl. TJC (WAGS smallholders) and others
- On average, 500.000 t FFB per year
- Long fibre plant since 2011, biogas plant since 2012
- Hosting trainings and providing support for smallholders



FONAP Add on Criteria and determined Sub-Criteria

FONAP Add On Criteria	Sub-Criteria
FAOC#1 - Use of FFB from legal sources only	FFB are not grown on illegally occupied lands
	FFB are from known origins
	FFB are not grown in any Protected Areas
FAOC#2 - Ban on the use of highly hazardous pesticides	Pesticides categorized as WHO Class 1a or 1b, or that are listed by the Stockholm or Rotterdam Conventions, and paraquat are not used

FONAP Add On Criteria	Sub-Criteria
FAOC#3 - Stopping cultivation on peatlands and other areas with a high carbon content	FFB are not grown on peatlands
	FFB not grown on HCV/HCS areas
FAOC#4 - Application of strict greenhouse reduction targets	Public reporting of GHG emissions using Palm GHG on new and existing plantations



TJC smallholder farmers mapping at the Wild Asia office in order to:

- Identify exact farmer locations and correct farm sizes
- Support traceability
- Double check data from farmers with available official information

FONAP Project Items

Item 1

- **Desktop study** on FONAP criteria vs. other existing criteria/standards
 - MSPO, Zero-Deforestation-Commitments, RSPO, POIG

Item 2

- **Impacts** of application of FONAP criteria on WAGS producers
 - Done in July and August 2018
 - Draft report developed by Wild Asia (in review process with WWF)
 - Finalized report to be shared soon

FONAP Project Items

Item 3

- **Strategic consultation**

- Stakeholder consultation of Wild Asia in collaboration with WWF Malaysia in presumably January 2019 incl. smallholder farmers, dealers, mills, bigger plantations such as United Plantations, local representatives from MPOB, FONAP representatives, Wild Asia
- Transparent dialogue, get everyone on board, aligning on project purposes

Item 4

- **Pilot test**

- Details on pilot and selection of farmers once item 1 to 3 concluded
- Inclusion of varying profiles of farmers to test application of criteria on a broad range of farmers



Together with the Wild Asia project team, the FONAP delegation explored further details on project items, which could be taken into consideration for the pilot testing





Foto: Almut Feller, Ferrero



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