

Supply Base Report: LLC Atlant

www.sbp-cert.org



Completed in accordance with the Supply Base Report Template Version 1.3

For further information on the SBP Framework and to view the full set of documentation see www.sbp-cert.org

Document history

Version 1.0: published 26 March 2015

Version 1.1 published 22 February 2016

Version 1.2 published 23 June 2016

Version 1.3 published 14 January 2019

© Copyright The Sustainable Biomass Program Limited 2019

Contents

1	Overview.....	1
2	Description of the Supply Base	2
2.1	General description	2
2.2	Actions taken to promote certification amongst feedstock supplier	3
2.3	Final harvest sampling programme	3
2.4	Flow diagram of feedstock inputs showing feedstock type	4
2.5	Quantification of the Supply Base	4
3	Requirement for a Supply Base Evaluation.....	5
4	Supply Base Evaluation.....	6
4.1	Scope	6
4.2	Justification.....	6
4.3	Results of Risk Assessment.....	6
4.4	Results of Supplier Verification Programme	6
4.5	Conclusion.....	6
5	Supply Base Evaluation Process.....	7
6	Stakeholder Consultation.....	8
6.1	Response to stakeholder comments	8
7	Overview of Initial Assessment of Risk	9
8	Supplier Verification Programme	10
8.1	Description of the Supplier Verification Programme	10
8.2	Site visits	10
8.3	Conclusions from the Supplier Verification Programme.....	10
9	Mitigation Measures	11
9.1	Mitigation measures	11
9.2	Monitoring and outcomes	11
10	Detailed Findings for Indicators	12
11	Review of Report	13
11.1	Peer review.....	13
11.2	Public or additional reviews.....	13
12	Approval of Report.....	14

13	Updates	15
13.1	Significant changes in the Supply Base	15
13.2	Effectiveness of previous mitigation measures	15
13.3	New risk ratings and mitigation measures.....	15
13.4	Actual figures for feedstock over the previous 12 months	15
13.5	Projected figures for feedstock over the next 12 months	15

1 Overview

Producer name: Limited Liability Company Atlant
Producer location: 666765, Stroitel'naya str., 9, r.p. Yantal, Ust-Kut'sky district, Irkutsk region, Russia
Geographic position: N 56°50'46.30" E 105°14'22.91"
Primary contact: Anna Perkova, address: 666765, Stroitel'naya str., 9, r.p. Yantal, Ust-Kut'sky district, Irkutsk region, Russia, telephone: +79246007462, annaperkova@mail.ru
Company website: www.rosinnova.com
Date report finalised: 27/12/2019
Close of last CB audit: 28/01/2020, Yantal
Name of CB: NEPCon
Translations from English: Yes
SBP Standard(s) used: Standard 2 version 1.0, Standard 4 version 1.0, Standard 5 version 1.0,
Weblink to Standard(s) used: <https://sbp-cert.org/documents/>
SBP Endorsed Regional Risk Assessment: Not applicable
Weblink to SBE on Company website: Not applicable

Indicate how the current evaluation fits within the cycle of Supply Base Evaluations				
Main (Initial) Evaluation	First Surveillance	Second Surveillance	Third Surveillance	Fourth Surveillance
X	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

2 Description of the Supply Base

2.1 General description

Atlant LLC is a full-cycle sawmill and wood-processing enterprise located in the working village of Yantal, Ust-Kutsky District, Irkutsk Region. Atlant LLC is a member of the Innovation LLC group of companies.

Pellets made from secondary material (sawdust) - waste from the deep processing of wood. Atlant LLC is FSC certified. Atlant LLC processes about 70% of Scots pine, 20% of Siberian larch, 10% of a mixture of Siberian spruce, Siberian fir and Siberian pine.

The Supply base of Atlant LLC is 2 FSC certified forest lands owned by the company from the Innovation LLC group of companies, 3 FSC certified forest land of Everest LLC and the leased area of Ilim Group JSC in the Bratsk district of the Irkutsk region. All logging sites are located in the Irkutsk Region, Russia.

The forest fund of the Irkutsk region is 69,4 million hectares. According to the information contained in the regional Forest Plan, 12% of the country's forest reserves are concentrated in the region. But not all forest area is covered with forests. Some of them have been cut down and not yet replanted; part damaged by fires; about 1,6 million hectares are occupied by glades, ravines, roads, buildings, etc. The total standing stock is 8,8 billion m³, including the stock of coniferous stands – 7,5 billion m³.

In accordance with the legislation of the Russian Federation, all lands of the forest fund are in state ownership. Legal entities receive forest plots for use for a period of 10 to 49 years on loan (with the possibility of their prolongation). Long-term rental relations are the dominant legal form for obtaining the right to harvest timber on stem. The conclusion of lease agreements for forest plots or purchase and sale agreements for forest stands is carried out at auctions for the sale of the right to conclude such agreements. Land leased, must pass a state cadastral registration.

The Forest Code of the Russian Federation obliges each tenant to develop a forest development plan for 10 years (based on taxation and forest regulation), implement measures for the conservation, protection and reproduction of forests, submit a forest declaration and make addendums to it about the planned way of forest resources use. Once a quarter, tenants are required to submit a forest declaration containing a report on the implemented measures and logging volumes of felling for a calendar year with a cumulative total.

Within the Supply Base, forest management practices are based on the achievement of renewable sustainable forest management in accordance with the requirements of forest legislation and the principles of forest certification. The rotation period is 60-120 years. Only clear cuts are used as a method of wood harvesting at the maturity stage with subsequent reforestation. Sanitary felling is also possible. The maximum cutting area is limited to 50 ha. Reforestation can be done with planting seedlings or the promotion of natural regeneration. Ensuring high-quality reproduction of forest resources and protective afforestation is a prerequisite for the use of forests. To do this, a Forest Development Project is being developed, the measures in which are aimed at improving the forestry characteristics of the forest area, and the implementation of continuous and sustainable forest management.

The composition of the forests of the Irkutsk region is Scots pine (Pinus sylvestris), Siberian larch (Larix sibirica), Siberian cedar pine (Pinus sibirica), Siberian spruce (Picea obovata), Siberian fir (Abies sibirica), Silver birch (Betula pendula), aspen (Populus tremula), a tree-shaped willow (Salix spp.) is found.

When harvesting wood, according to the forest legislation, species listed in the Red Book, as well as their habitats, are subject to conservation. Harvesting of valuable, endangered and specially protected species of trees is prohibited. In the Irkutsk Region, Berry Apple Tree (Malus baccata (L.) Borkn.) Is subject to conservation. Forest stands with 3 or more units of Siberian cedar pine (Pinus sibirica Du Tour.)out of 10 in the forest stand are prohibited for cutting.

Atlant LLC processes only Scotch pine (Pinus sylvestris), Siberian larch (Larix sibirica) and a small amount of Siberian spruce (Picea sibirica), Siberian fir (Abies sibirica) and Siberian pine (Pinus sibirica). Woody species listed in the Red Book of the Russian Federation are not harvested or processed. Harvesting of tree species that are on the IUCN and CITES lists is excluded, since the distribution range of these species is outside the Organization's supply base.

The presence of vast forests with a predominance of ripe stands of economically valuable species contributed to the rapid development of the logging industry in the region. Irkutsk Oblast is in one of the leading places in terms of forest raw material potential, and in terms of harvested wood, it comes out on top in the Russian Federation. The logging industry is the core one of the forest industry. The main consumers of wood in the Irkutsk region are pulp and paper enterprises and large enterprises of the woodworking industry. In recent years, priority in the transfer of forests for rent has been given to enterprises in which logging is integrated with woodworking.

Atlant LLC is one of the 20 largest timber processing enterprises in the Irkutsk region. Atlant LLC is a city-forming enterprise in the working village of Yantal. The group of companies LLC Innovation, which includes LLC Atlant, provides social and economic support to nearby municipalities: it repairs and cleans roads in the area, organizes fire protection strips, extinguishes fires, and provides material assistance to local administrations.

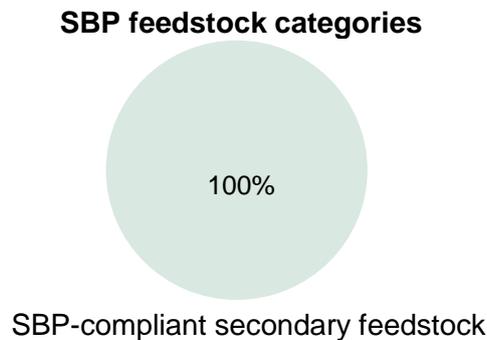
2.2 Actions taken to promote certification amongst feedstock supplier

Suppliers of raw materials Atlant LLC are holders of the FSC certificate of forest management. Atlant LLC has been negotiating with suppliers of uncertified wood, explaining the benefits of FSC certification of forest management. The supplier of Everest LLC received the FSC Forest Management Certificate in order to be able to supply FSC certified wood to Atlant LLC.

2.3 Final harvest sampling programme

Not applicable since secondary materials are used.

2.4 Flow diagram of feedstock inputs showing feedstock type



2.5 Quantification of the Supply Base

Supply Base

- a. Total Supply Base area (ha): 2 919 807,40 ha
- b. Tenure by type (ha): 2 919 807,40 ha
- c. Forest by type (ha): 2 919 807,40 boreal
- d. Forest by management type (ha): 2 919 807,40 managed natural
- e. Certified forest by scheme (ha): 2 919 807,40 ha FSC-certified

Feedstock

- f. Total volume of Feedstock: 26978 solid m³
- g. Volume of primary feedstock: 0 m³
- h. List percentage of primary feedstock (g), by the following categories. Subdivide by SBP-approved Forest Management Schemes:
 - Certified to an SBP-approved Forest Management Scheme -- 0%
 - Not certified to an SBP-approved Forest Management Scheme – 0%
- i. List all species in primary feedstock, including scientific name
- j. Volume of primary feedstock from primary forest – 0%
- k. List percentage of primary feedstock from primary forest (j), by the following categories. Subdivide by SBP-approved Forest Management Schemes:
 - Primary feedstock from primary forest certified to an SBP-approved Forest Management Scheme – 0%
 - Primary feedstock from primary forest not certified to an SBP-approved Forest Management Scheme – 0%
- l. Volume of secondary feedstock: 26978 solid. m³, timber sawing residues (sawdust).
- m. Volume of tertiary feedstock: 0 m³.

3 Requirement for a Supply Base Evaluation

SBE completed	SBE not completed
<input type="checkbox"/>	V

The feedstock used for biomass production is FSC certified secondary feedstock.

4 Supply Base Evaluation

4.1 Scope

Not applicable.

4.2 Justification

Not applicable.

4.3 Results of Risk Assessment

Not applicable.

4.4 Results of Supplier Verification Programme

Not applicable.

4.5 Conclusion

Not applicable.

5 Supply Base Evaluation Process

Not applicable.

6 Stakeholder Consultation

Not applicable.

6.1 Response to stakeholder comments

Not applicable.

7 Overview of Initial Assessment of Risk

Not applicable.

8 Supplier Verification Programme

8.1 Description of the Supplier Verification Programme

Not applicable.

8.2 Site visits

Not applicable.

8.3 Conclusions from the Supplier Verification Programme

Not applicable.

9 Mitigation Measures

9.1 Mitigation measures

Not applicable.

9.2 Monitoring and outcomes

Not applicable.

10 Detailed Findings for Indicators

Not applicable.

11 Review of Report

11.1 Peer review

Assistance in preparing the Supply Base report was provided by Tatiana Savelyeva, an independent consultant with experience in SBP certification.

11.2 Public or additional reviews

Any interested parties can send their comments to Anna Alekseevna Perkova, a forest certification specialist, at annaperkova@mail.ru.

12 Approval of Report

Approval of Supply Base Report by senior management			
Report Prepared by:	<p><i>Anna Alexeevna Perkova</i></p> 	<p><i>Forest certification specialist</i></p>	<p><i>27.12.2019</i></p>
	Name	Title	Date
<p>The undersigned persons confirm that I/we are members of the organisation's senior management and do hereby affirm that the contents of this evaluation report were duly acknowledged by senior management as being accurate prior to approval and finalisation of the report.</p>			
Report approved by:	<p><i>Eduard Leonidovich Shamal</i></p> 	<p><i>Separate Division Head Atlant LLC</i></p>	<p><i>27.12.2019</i></p>
	Name	Title	Date

13 Updates

13.1 Significant changes in the Supply Base

At the moment of main assessment is not applicable.

13.2 Effectiveness of previous mitigation measures

Not applicable.

13.3 New risk ratings and mitigation measures

Not applicable.

13.4 Actual figures for feedstock over the previous 12 months

26978 solid. m³, timber sawing residues (sawdust).

13.5 Projected figures for feedstock over the next 12 months

80 000 solid. m³.