

9th August 2012

Dear Stakeholders,

Invitation to Comment on RSPO Certification Assessment of Milne Bay Estates which is Part of New Britain Palm Oil Limited (NBPOL) Group

Milne Bay Estates owns oil palm operations Milne Bay in Papua New Guinea. Milne Bay Estates is part of NBPOL group which is a member of RSPO and has applied to BSI Group Singapore Pte Ltd for RSPO Certification of its palm oil production from a single (1) mill at Hagita, Papua New Guinea. The assessment will be conducted against the Roundtable on Sustainable Palm Oil Principles and Criteria – Papua New Guinea National Interpretation Working Group (RSPO P&C PNG-NIWG, 2008). The assessment will cover legal, environmental, economical, safety and social aspects as covered by the RSPO P&C.

New Britain Palm Oil Limited has achieved RSPO Certification for its palm oil production in the Island of West New Britain, Papua New Guinea. Milne Bay Estates is now implementing a program to achieve RSPO Certified Sustainable Palm Oil for its Milne Bay Estates production by the beginning of December 2012. BSI has carried out RSPO pre-assessments at Milne Bay Estates oil palm operational locations.

BSI plans to carry out Certification Assessment of Milne Bay Estates oil palm operations in Papua New Guinea, (details below) commencing 24th of September 2012.

Milne Bay Estates, Hagita Palm Oil Mill and Supply Base	
Location Address	Hagita Palm Oil Mill, Alotau, Milne Bay Province, Papua New Guinea.
GPS Location	South 10° 18.98 dd, East 150° 17.22dd
CPO Tonnage Total	54,569.24
PK Tonnage Total	12,954.05
PKO Tonnage Total (starting March 2012)	To be determined
FFB Tonnage Processed Total	237,463
Smallholders FFB Tonnage	17,088

Estate	Production (ha)	Unplanted (ha)	Total Lease (ha)	Annual FFB Production (mt)
Giligili	848	198	1,022	9,236
Hagita	1971	203	2,174	26,159
Waigani	1873	210	2,083	6,345
Ata Ata	323	16	339	5,462
Sagarai	2,555	17	2,572	59,739
Padipadi	2,107	1039	3,147	60,000
Bororwai	661	4	665	16,713
Mariawatte	1,655	6	1661	36,721
TOTAL	11,968	1,694	13,662	220,375

BSI is a leading global provider of management systems assessment and certification, with more than 60,000 certified locations and clients in over 100 countries. BSI Standards is the UK's National Standards Body. BSI Management Systems provides independent, third-party certification of management systems. BSI has ASEAN Regional Office in Singapore and an Office in Kuala Lumpur, Jakarta, and Bangkok.

The BSI Audit Team assigned for the assessment of Milne Bay Estates oil palm operations is as follows: **Allan Thomas** as a *Lead Auditor* (OHS, EMS, QMS & NHVAS); **Tom Vigus & Mike Finlayson** (HCV & Stakeholder Consultation, Internal Stakeholders, External Stakeholders, Female Workers, Families and local Interviewer).

In preparation for this process, stakeholders are invited to provide written input to the assessment by commenting on any environmental or social aspect of the Management Units performance that you consider relevant against Roundtable of Sustainable Palm Oil Principles and Criteria – Papua New Guinea National Interpretation Working Group (RSPO P&C PNG-NIWG, 2008).

Topics that you may wish to comment on are as follows:

1. Environmental protection
2. Biodiversity conservation
3. Opportunities for employment
4. Company approach to community development
5. Your relationship with the company
6. Participation in decision making
7. Free, prior and informed consent
8. Provision of housing, sanitation, amenities and educational support
9. Suggestions for improvement

Comments received within 30 days from the date of this letter will be considered in the Assessment. Please include the following details in case we may need to contact you for clarification or follow-up on any issues raised.

NAME :
ADDRESS :
EMAIL :
PHONE NUMBER :

If you wish your comments to be treated confidentially or to remain anonymous, please mark your reply "IN CONFIDENCE". Please direct your comments to:

Aryo Gustomo
BSI Group Singapore Pte Ltd
3 Lim Teck Kim Road
#10-02 Genting Centre Building
Singapore 088934
Email: aryo.gustomo@bsigroup.com
Fax: +65 6270 2777

OR

Callum Skeet
Milne Bay Estates
P.O. Box 36
Alotau, Milne Bay Province
Papua New Guinea
E-mail: cskeet@nbpol.com.pg
Fax: +675 641 1211

Thank you very much for your input.

Yours Sincerely

Aryo Gustomo
for Managing Director
BSI Group Singapore Pte Ltd