



Knowing the origin of Russian wood – Ensuring legal and sustainable wood sourcing

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Beijing, December 6th - 7th, 2008
Policies on Trade in Timber and Timber Products

Russia's forest resources

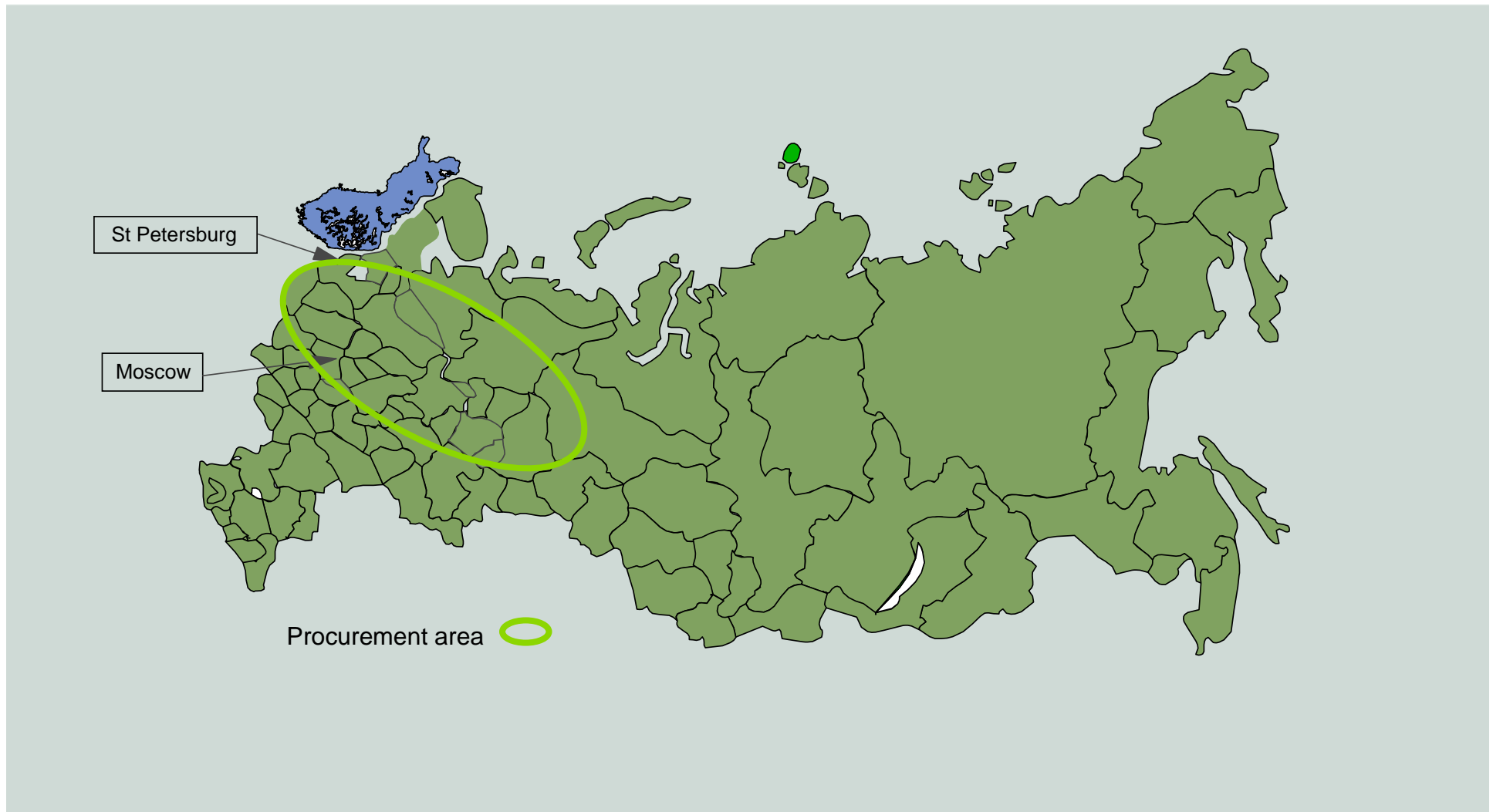


- 22% of world's forest resource
- 60% are estimated to be productive
- boreal conifer dominated forest
- forests are owned by the state
- licences to use forests are given to harvesting companies
- annual felling about 30% of sustainable annual allowable cut
- one of world's largest producers and exporters of industrial round wood
- source of many other products: wild berries, mushrooms, medicinal plants, honey and game meats



UPM Forest Russia

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UPM tools for legal and sustainable sourcing



UPM's internal requirements & checks:

- UPM policies and guidelines
- UPM global biodiversity programme
- Origin of wood tracing system
- Supply contract & conditions
- Supplier audits & questionnaires
- Field checks of logging sites
- Forest management plans & official documentation
- Best forestry practices



UPM's use of international tools:

- Forest certification & CoC
- ISO & EMAS management systems
- EU Flower

UPM supplier criteria

Reliable wood supplier:

- Adheres with national (local) law, regulations given by authorities
- Has a legal right to sell the timber
- Knows the origin of delivered wood to UPM and provides the required info
- Acting according to UPM's policies and guidelines
- Follows the principles of sustainable development and continuous improvement

The aim => long term cooperation



Origin of wood tracing system in Russia since 1996

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3 main elements



Statement of Origin




GIS mapping system
and database



Supplier audits and
logging site check

Statement of origin



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Web: +7 812 334 97 19

Supplier _____
Contract number _____
Contact person _____

Address _____
Telephone, fax no. _____
E-mail _____

To which quarter in 20__ the statement of origin refers: I II III

Timber assortments supplied in 20__:
 pine log spruce log birch log pine pulpwood spruce pulpwood birch pulpwood chip

Wood delivery chain (Felling licence holder / Logger, Supplier)	Name and code of loading terminal or port	Region/ Republic in Russia	Forest Management Unit (Leskhoz)	Forest Management Area (Lesnichestvo)	Map Grid Reference (Kvartal number)	Felling licence (forest declaration)	
						Date and number	Volume

Date _____ 200__

Leader of the supplier's company _____

The origin report has to be filled and sent to the address above within one month from the start of the deliveries. The origin information are valid for three months. Whether new sites will come up for felling, they have to be reported separately with a new origin report. In case no origin report will be received, the purchaser has right to stop the wood deliveries!!!

Legal owner of wood supplied

Supplier
Contract number
Contact person

Legal documentation data & volume coverage

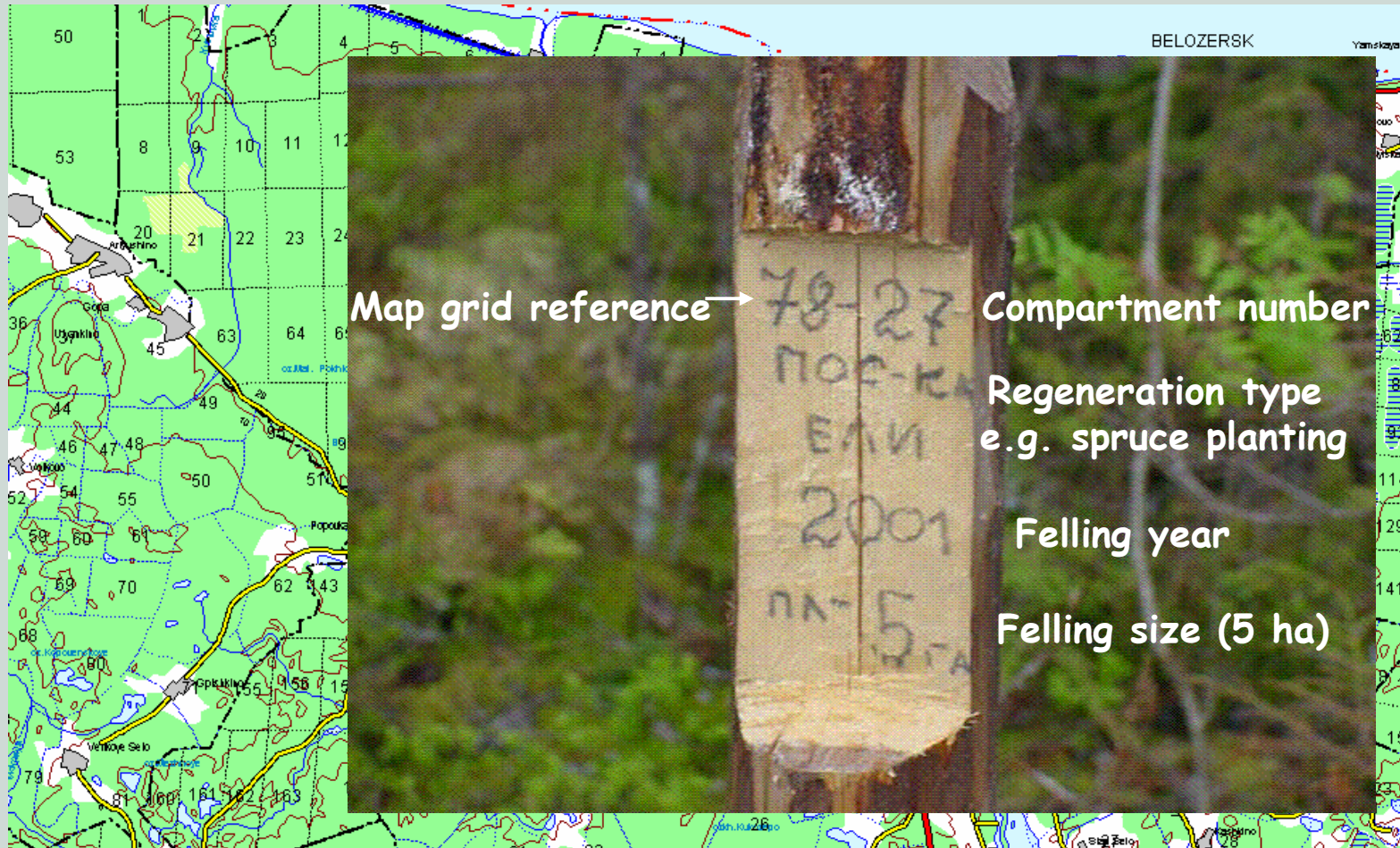
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Supply chain

Map grid reference cross-checked with legal felling documentation

Forest level information to statement of origin

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Supplier audits – checking reality in the forest

UPM TraceIT

Click on the red dots to see photos from the audit.

UPM, Supplier audits in Russia




Confirms the

[Back to start](#) [Back to main map](#)

© 20

Import GIS demo - Microsoft Internet Expl...



Dead trees have been retained on this site. They are providing a habitat for Hoop fungus and Razor-strop fungus. Decayed wood is important for biodiversity.

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UPM Forest Russia Supplier Audits 2005-2007



	2005	2006	2007
UPM Procurement in Russia, mill. m3	5.7	5.2	5,0
UPM Exports to Finland, mill. m3	4.4	4.3	3,9
No. of suppliers	200	351 ⁽¹⁾	398 ⁽¹⁾
Supplier audits and logging site checks			
Suppliers audited	112	150	134
Logging site checks	235	252	236
% of volume from audited suppliers	80	85	76
% of delivered volume covered by statement of origin	97	99	99
Origin of wood documentation, %			
- good	-	86	83
- satisfactory	-	4	9
- poor	-	9	7
- unacceptable	1	1	1 ⁽²⁾
Logging site assessment, %			
- good	80	66	69
- satisfactory	20	34	31
- poor	0	0	0
- unacceptable	0	0	0

¹⁾ Since 2006, in addition to the Finnish mills, the supplier audits, have covered wood supply to UPM's Russian mills

²⁾ Three contracts were terminated in 2007

Partnership projects: Tracing Russian Wood



UPM TRACING RUSSIAN WOOD [About the project](#) [UPM Website »](#)

Home | Russia | UPM in Russia | Why Tracing? | UPM's system | Stakeholder View | Responsibility

WELCOME TO TRACING RUSSIAN WOOD

Welcome to Tracing Russian Wood!

Many of the products we see around us at home, at the office or in our leisure time are made of wood. Russia has the largest forest resources in the world and it is likely that one of those products contains some Russian wood fibre. But how do we know, and is the wood from a sustainable source?

This internet site explains how UPM traces the origin of Russian wood. You can also hear the views of our stakeholders on our system and about the importance of sustainable forestry to the people and development of Russia.

The site is the result of cooperation with two of UPM's customers; Axel Springer, Otto and the Guardian Media Group. Valuable contributions were received from Greenpeace Russia, The Russian Ministry of Natural Resources, Det Norske Veritas, ZAO FIRO-O and Professor Matti Kärkkäinen of Joensuu University.

Taking Responsibility Together

UPM's "Taking Responsibility Together" focuses on economical, ecological and social quality in relation to wood production in Russia.

- Greenpeace Russia**
See interview of Mr Alexey Jaroshenko »
- Follow a supplier audit**
Supplier audits
See flash presentation »
- GIS mapping system**

www.upm-kymmene.com/traceit



Summary



- UPM wants to demonstrate legal and sustainable logging
 - Legal requirements
 - Company policy and guidelines
 - Market demands
- UPM has developed several tools for verifying the legality and sustainability of wood
- Partnership projects create transparency and confidence in the supply chain from forest to final product

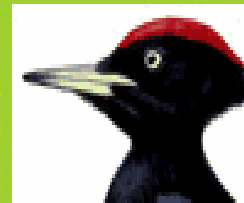


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