



**KPMG Forest Certification Services Inc.**

Box 10426, 777 Dunsmuir Street  
Vancouver BC V7Y 1K3  
Canada

Telephone (604) 691-3000  
(604) 691-3401  
Telefax (604) 691-3031  
[www.kpmg.ca](http://www.kpmg.ca)

# Chain of Custody Surveillance Report

For

Daishowa-Marubeni International  
Peace River Pulp Division  
Peace River, Alberta

Samuel Elkins, RPFT  
Telephone #: 204-534-2917

**Reported prepared by:**

KPMG Forest Certification Services Inc.  
777 Dunsmuir  
Vancouver, BC V7Y 1K3  
Canada

Gregor Macintosh

[www.kpmg.ca](http://www.kpmg.ca)

Certificate #: KF-COC-001020  
Certificate #: KF-CW-001020  
Date of Certificate: August 4, 2009  
Report Date: September 1 2011



## Table of Contents

1.	<b>CERTIFICATION DESCRIPTION .....</b>	<b>3</b>
2.	<b>SCOPE .....</b>	<b>3</b>
3.	<b>STANDARD .....</b>	<b>4</b>
4.	<b>EVALUATION PROCESS.....</b>	<b>4</b>
5.	<b>OBSERVATIONS.....</b>	<b>4</b>
6.	<b>SURVEILLANCE AUDIT CONCLUSION.....</b>	<b>4</b>
	<b>ANNEXES .....</b>	<b>5</b>



## 1. Certification Description

Type of certificate: Single Site chain of custody

Total number of sites: 1

Site ID	Site Category	Wood products category purchased by site	Total annual quantity of wood and/or wood fiber purchased by Wood product category	% that is 100% FSC wood/fiber	% that is verified post consumer reclaimed wood/fiber	% that is FSC mixed wood/wood fiber
DMI PRPD Forest Resources Office and Mill Complex	Primary processor	Wood continuously shaped along any of its edges or faces; wood wool; wood flour; wood in chips or particles: 3123 - Wood in chips or particles	2010 Total Chip Purchase = 703,544 BDT	0%	0%	0%

Site ID	Site Category	Wood products category sold by site	Total annual quantity of wood and/or wood fiber sold by Wood product category	% sold as 100% FSC wood/fiber	% sold as FSC recycled	% sold as FSC mixed
DMI PRPD Mill Complex	Primary processor	Pulps of wood or other fibrous cellulosic material: 32112 - Chemical wood pulp, other than dissolving grades	Total 2010 Production = 78,894ADT	0%	0%	0%

## 2. Scope

### Changes in The business

There have been no substantive changes in the business structure of DMI Peace River Pulp Division (PRPD) since the last audit in 2010.

Name	Contact Details	Full Code and Sub-Code issued	FSC Product Group List
DMI Peace River Pulp Division	Mr. Samuel Elkins	KF-COC-001020 KF- CW- 001020	FSC Controlled Wood

### **3. Standards**

FSC STD 40-004 v. 2.0 - FSC Standard for Chain of Custody Certification

FSC STD 40-005 v. 2.1 - FSC Controlled Wood Standard

FSC DIR 40-004 EN (30 Mar 2011)

FSC DIR 40-005 EN (8 Dec 2010)

### **4. Evaluation process**

#### **Audit Team**

Gregor Macintosh RPF

#### **Date of Surveillance**

August 22-26 2011

#### **Future Surveillance Schedule**

Summer / Fall 2012

### **5. Observations**

See FCSI 40-004 and FCSI 40-005 checklists for detailed observations. In general, the DMI Peace River Pulp FSC chain of custody and controlled wood system continues to conform to the requirements of the standards and directives cited above in Section 3. The DMI PRPD controlled risk assessment was reviewed and accepted by KPMG FCSI as accurately describing the risk levels for the 5 controlled wood risk categories.

#### **Evaluation of Corrective Actions**

The 2011 surveillance audit identified one opportunity for improvement regarding the audit criteria used for the internal chain of custody audit. The 2011 surveillance audit noted that this OFI had been implemented.

#### **Findings**

The 2011 surveillance audit did not raise any findings with respect to the FSC 40-004 v2.0 or FSC STD 40-005 v.2.1 standards.

### **6. Surveillance Audit Conclusion**

In our opinion, DMI Peace River Pulp Division has achieved the level of conformance required to maintain certification. This opinion is based on the fact that non-conformances were not identified. Therefore, I recommend that KPMG FCSI continue to certify the FSC COC system of DMI Peace River Pulp Division.



## **Annexes**

### **Annex 1—List of People Interviewed**



## **Annex 1**

### **List of Staff and Employees Interviewed**

Sam Elkins: PRPD Forest Resource Business Unit - Continuous Improvement Coordinator

Cindy Derewianko: PRPD Mill – Lab Supervisor