

ICILA S.r.l.
Via Braille, 5 – 20035 LISSONE (MI), Italia
Tel. +39.039.3300232
Fax. +39.039.3300230
e-mail: info@icila.org
website: www.icila.org
Contact person: Maria Rita Gallozzi

FOREST OF PIEGARO
Strada Pievaiola 06066 Piegaro (PG)

MANAGER: SELVAMAR S.S.
Via Adriatica, 109 – 06087 Ponte San Giovanni (PG)
Tel. +39.075.597211
Fax +39.075.395348
e-mail: giovanni.testaferri@margaritelli.com
Contact person: Giovanni Testaferri

RENEWAL PUBLIC SUMMARY REPORT
DELLA GESTIONE FORESTALE

June 2008

- **Ente di certificazione:** ICILA S.r.l. – via Braille, 5 – 20035 LISSONE (MI)
- **Data del rapporto:** 4 June 2008
- **Autore del rapporto:** Flavio POMELLI, *Lead Auditor*
- **Data della visita di rinnovo della certificazione:** 22 e 23 may 2008

Brief Description of the Organisation

The Forest of Piegaro, property of the Margaritelli Family, is managed by Selvamar Company with a leasing contract. Selvamar s.s. Head Office is located in Via Adriatica 109, 06089 Ponte San Giovanni (PG) and the legal representative is Mr. Dario Margaritelli. Margaritelli and Selvamar Commitments and responsibilities are reported in a specific convention in order to enhance and improve the Forest of Piegaro.

Selvamar s.s. has got a simple organizational structure with one general manager and several technical. The extension of the forest is 159,6415 ha. The 76,67% of which is constituted by Quercus Cerris coppice, the 15,88% by conifers high forest and the 6,24% by arboriculture plant.

The Certification Committee has evaluated the report, the Corrective Actions proposal and has granted the renewal of the certificate with the code:

ICILA-FM-001

RENEWAL PUBLIC SUMMARY REPORT
FSC FOREST MANAGEMENT

Forest of Piegaro
Strada Pievaiola 06066 Piegaro (PG)

Manager: SELVAMAR S.S.
Via Adriatica, 109 – 06087 Ponte San Giovanni (PG)

INDEX

| | | |
|----|-------------------------------|----|
| 1. | FOREST MANAGEMENT DESCRIPTION | 3 |
| 2. | STANDARD | 16 |
| 3. | AUDIT PROCESS | 16 |
| 4. | OBSERVATION | 23 |

1. FOREST MANAGEMENT DESCRIPTION

1.1 Basic Quantitative Information

The Management Plan (2002-2011) has been approved by the Comunità Montana – Associazione dei Comuni "Trasimeno – Medio Tevere" with act n. aut 253-2004 del 14/05/2004.

a) Type of Certification

Single FSC FM certificate.

b) Area and number of FMUs in the scope of the certificate

There is only one FMU in the scope of the certificate.

c) Localization (latitude and longitude)

The Forest of Piegàro has an extension of 159,6415 ha and it is located in the Comuni of Piegàro and of Città della Pieve; it is identified in the map IV N.O. of the sheet n. 130 of the Carta d'Italia I.G.M.I.

Areas constituting the property are identified in the Land Register in the sheet n 35 (particelle 2, 3, 9, 10, 11 e 12), 36 (particella 22) and 38 (particelle 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 105 e 106) of the Comune of Piegàro and n 51 (particelle 1, 2 e 3) of the Comune di Città della Pieve.

Localization has the following geographical coordinates: Latitude North 42° 57' 80" - Longitude West 0° 23' 50".

d) Climatic Zones

Whether is typical of the Mediterranean Area.

e) Type of Management

Privately managed

f) Number of Employees (included contractors)

In the organization chart, 9 persons are present:

- Forest Manager;
- Forest Manager delegate;
- Administrative Assistant;
- Forest Consultant;
- Forest Guards (2);
- Agriculture Consultant;
- Arboriculture Assistant;
- Safety Consultant.

In 2007 there were activities assigned to contractors as : Propagation material supply, Planting of propagation material, Ground preparation...

g) Areas of forest protected from commercial harvesting and managed primarily for conservative objectives

The Management Plan identifies specific areas characterized by bank vegetation along the ditches (protective function); in such areas are not scheduled harvesting activities but managed for conservative objective.

h) Areas of forest protected from commercial harvesting and managed primarily for the production of NTFP

Not Applicable.

i) High Conservation Value Forests

SELVAMAR s.s. has identified some High Conservation Values and their localization; such values are:

- Presence of Oak (rare species of particular relevance for that area) SIC IT 5210040 "Boschi dell'Alta Valle del Nestore";
- Forest of Conifers (landscape value for local communities);
- Areas with vegetation along the ditches (protective function).

j) List of HCVs

Values identified are:

- Species of particular importance (*Quercus petraea*);
- Places of landscape importance;
- Protective areas for water regulation.

k) List of Chemical product used and rationale for the use.

No chemicals are used.

l) Area of production forest

All the area except areas managed for conservative objectives (almost 10 ha) and 1.9 ha not cultivated.

m) Area of production forest classified as plantation.

9,96 ha of plantation managed for cultivation of high value tree species.

n) Area of forest regenerated by reforestation

Not presents except for plantations implanted in 1969-1971.

o) Areas regenerated by natural regeneration

All the area except for the high value plantation (9,96 ha).

p) List of products included in the scope of the certificate.

The certificate is a FM certificate.

q) Rate of Harvest for each species

| FUSTAIA | N/ha | | | G/ha | | | V/ha | | | Superficie ha | V. ritraibile mc | | | |
|--------------|--------------|-------------|--------------|------------|--------------|-------------|--------------|------------|---------------|------------------|---------------------|-------------|--------------|----------------|
| | Ante- taglio | diradamento | Post- taglio | % prelievo | Ante- taglio | diradamento | Post- taglio | % prelievo | Ante- taglio | | | diradamento | Post- taglio | % prelievo |
| Cerro | 470 | 160 | 310 | 34,04% | 17,20 | 3,02 | 14,18 | 17,56% | 203,41 | 26,68 | 176,73 | 13,12% | 2,0299 | 54,16 |
| P. Silvestre | 480 | 77 | 403 | 16,04% | 24,60 | 2,46 | 22,14 | 10,00% | 284,86 | 23,63 | 261,23 | 8,30% | 5,7411 | 135,66 |
| P. Nero | 670 | 140 | 530 | 20,90% | 29,11 | 4,47 | 24,64 | 15,36% | 328,83 | 48,18 | 280,65 | 14,65% | 4,6174 | 222,47 |
| Duglasia | 500 | 110 | 390 | 22,00% | 38,15 | 5,13 | 33,02 | 13,45% | 632,52 | 69,31 | 563,21 | 10,96% | 11,4957 | 796,77 |
| valori medi | 530,00 | 121,75 | 408,25 | 23,25% | 27,27 | 3,77 | 23,50 | 14,09% | 362,41 | 41,95 | 320,46 | 11,76% | | 1209,06 |
| | | | | | | | | | totale | 23,8841 | | | | 1209,06 |

r) Categories of products included in the scope

NOT APPLICABLE BEING AN FSC FM CERTIFICATE.

1.2. Legislative, Administrative and land use context.

Applicable Legislation concerning forest management is identified and archived by consulting of the Public Administration, technical experts, consultants websites. Main laws are listed below:

National Laws

Legislazione Regione Umbria

| Ref. |
|----------------------------------|
| R.D.L. n° 888/1913 |
| R.D.L. n° 3267/1923 |
| R.D. n° 1126/1926 |
| Legge n° 950/1967 |
| D.P.R. n° 1191/1969 |
| D.M. 15-11-1974 |
| D.M. 15-11-1974 |
| Legge n° 440/1978 |
| Legge n° 431/1985 |
| Legge n° 349/1986 |
| DM 3 aprile 2000 |
| D.Lgs n. 227/2001 |
| Legge n° 394/2001 |
| Legge n° 113/1992 |
| Legge n° 499/1999 |
| D.P.R. n. 357/1997 integrato con |
| D.P.R. n. 120/2003 |
| D.P.R. n° 386/2003 |
| D.Lgs. 15-08-1991, n. 277 |
| D.Lgs. 4-12-1992, n.475 |
| Legge 109/1994 e s.m.i. |
| Legge 554/1999 - Merloni |
| Legge 97/1994 |
| Legge n° 120/2002 |
| DM 25 marzo 2005 |
| D.Lgs n. 81/2008 |

| Ref. |
|---|
| L.R. 32 del 1981 |
| L.R. 28 del 19/11/2001 |
| Piano Regionale per la Programmazione delle Attività di Prevenzione, Prevenzione e Lotta Attiva contro gli Incendi Boschivi |
| LR n.12 del 21/02/2000 |
| LR n.34 del 17/12/2002 |
| LR n.6 del 28/02/1994 |
| LR n. 10 del 26/03/1997 |
| LR n.4 del 24/03/2003 (BUR n.14 del 2 aprile 2003) |
| Regolamento Regionale n.7 del 17/12/2002 |
| L.R. 17 maggio 1994, n. 14 |
| L.R. 3 marzo 1995, n. 9 |
| R.R. 23 marzo 1995, n. 15 |
| R.R. 30 novembre 1999, n. 34 |
| Determinazione Dirigenziale n. 3094 del 16/4/2003 (BUR 21 del 21/5/03, pag. 1017) |
| Deliberazione della Giunta Regionale n. 1523/2002 (BUR n.52 del 29.11.2002) |
| Circolare 10 marzo 2003, n. 11642/IV - |
| DGR n. 1803 (25/10/2005) |
| LR 27/2000 |

During the audit was issued a non conformity because of the Health and Safety Law wasn't updated (see NC1).

Control Bodies of the Selvamar forest management are:

- Umbria Region (planning of the territory, incidence assessment);
- Province of Perugia (hunting, harvesting of NTFP as mushrooms ecc.);
- Comunità Montana – Association of Comunes "Trasimeno – Medio Tevere”;

- Comune di Piegara e Comune di Città della Pieve (PG) – (authorization);
- State Forest Body – (control and vigilance);
- ARPA, ASL (control and vigilance).

1.3. **Description of the property and land uses**

The Forest of Piegara, property of the Margaritelli Family, is managed by Selvamar Company with a leasing contract. Selvamar s.s. Head Office is located in Via Adriatica 109, 06089 Ponte San Giovanni (PG) and the legal representative is Mr. Dario Margaritelli.

The property is accessible by foot and by vehicles because of a good viability. Inside the area are not present settlements or other activities. The Forest of Piegara is quite interesting because of hunting and landscape-recreational aspects.

1.4. **Description of areas excluded from the scope of the certificate**

There is an area excluded from scope of the certificate of approximately 184 ha located in the Comune of Montegabbione.

This area was excluded because of the distance from the remaining part of the certified forest. In such area there aren't harvesting activities because of the short importance.

During the audit was issued a non conformity (see NC 2) because of the lack of formalization of the rationale for the exclusion, as requested by FSC GUI 20-200 - FSC Guidelines for Certification Bodies.

1.5. **Management Plan.**

During the period of validity of the management plan are not scheduled harvesting activities concerning coppice. The rotation length is 15 years. Considering the economic, landscape and ecological functions of coppice, no conversion in high forest are planned. At the end of the validity of the Management Plan, on the base of the monitoring data, prescriptions could change.

Objectives of the Plan:

- Improve biomechanical stability of trees
- Improve recreational and landscape values
- Production of high quality timber

The monitoring system is based on the gathering of data and information concerning important indicators. Main indicators are:

- Diseases
- Pests
- Erosive Phenomena
- Environmental Impacts
- Viability
- Implementation of preconditions of the management plan
- Dynamics of the forest

Information gathered are quantitative and qualitative.

Monitoring is implemented by a visit on field and it is finalized with a report.

During the revision of the Plan, monitoring data will be included in the Plan and modifications of the prescriptions will be taken in consideration.

1.6. Estimate of the annual sustainable production.

See table rate of harvest for each species, see page 6.

1.7. Estimate of the actual and projected production.

Since 2002 there aren't harvesting activities.

2. STANDARD

2.1 Standard used for the assessment.

-rif. ICILA2203 rev. 0 – 17/09/2002 – adattamento arco appenninico rev 3 data 02/05/2007

- FSC GUI 20-200 - FSC Guidelines for Certification Bodies;
- FSC POL 20-002 – Partial certification of large ownership.
- Criteria 8.3 is not applicable because the certificate is an FM certificate; infact no products are sold (no Chain of Custody).

3. AUDIT PROCESS

3.1 Date of audit

22 e 23 may 2008.

3.2 Evaluation Group:

- Flavio POMELLI, *lead auditor (RGVI)*, ICILA

3.3 Description of the Audit.

The evaluation has been partially conducted in the Margaritelli SpA Office(Frazione Miralduolo – 06089 Torgiano PG) and partially on field. In detail:

- First day: initial meeting, closing of previous non conformities, documental audit, evaluation of the exclusion, stakeholders consultation, monitoring, logo use, audit on field
- Second day: finalizing documental audit, stakeholders consultation, informatino and data gathering final meeting.

During the audit on field were presents:

- Giovanni Testaferri (delegate);
- Marco Terradura (forest consultant in charge of technical aspects of planning , management and monitoring);
- Silvestro Cagiotti (forest guard and stakeholder,being the owner of a timber processing company).

Fernando Margaritelli (forest manager) was interviewed by phone .

| Sub FMU* | area (ha) | Criteria for the selection | note |
|----------|---------------|----------------------------|---|
| 3 e 10 | 25,35 | Conifers | Identification of trees for a selective cut. |
| 2 e 9 | 18,46 + 11,31 | coppice | Identification of areas to harvest for the renewed Management Plan since 2011 |
| 6 | 9,96 | Plantation | Area replanted in 1999 |

3.4 Stakeholder Consultation

Stakeholder consultation process has followed two modalities :

- Communication of the 09/05/2008 transmitted by e-mail in order to receive comments of stakeholder, inviting them to the public consultation of the 22 may 2008;
 - Organization of the public consultation. During such consultation no stakeholder was present. During the audit some stakeholder was interviewed by phone, in detail State Forestry Body and Comunità Montana Associazione dei Comuni "Trasimeno – Medio Tevere" were interviewed.
- During the audit was interviewed also Silvestro Cagiotti. During stakeholder consultation process no negative comments were recorded.

| 1 | Identificazione | | | | Preparazione | | | Realizzazione | | |
|----|---------------------------|-----------------------------------|-------------------------------|--|---|--|---|--|-------------------------------------|------------------|
| | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | |
| N. | Stakeholder | Contacts details and the location | E-mail address Tel. Number | Scope of the activity of the stakeholder | FSC principle that can be interested by the stakeholder | Relevance of the stakeholder (low, medium, high) | Ways planned for the contact (also more than one) | Date of the contact (planned/realized) | Confidentiality treatment? (yes/no) | Comment received |
| 1 | Ass. Caccia | Ceccarelli | 'wm@ladoppietta.it' | Comunità locale | 2,4,5,6,9 | H | mail | 22-giu-08 | no | no |
| 2 | Ass. Caccia | Tacconi | 'taccunistef@libero.it' | Comunità locale | 2,4,5,6,9 | H | mail | 22-giu-08 | no | no |
| 3 | Gruppo Caccia Colombaccio | Bordini Ivo | | Comunità locale | 2,4,5,6,9 | M | phone | 22-giu-08 | no | no |
| 4 | Terzista | Daldegan | 'pati@pati.it' | Terzista | 4 | L | mail | 22-giu-08 | no | no |

| 1 N. | Identificazione | | | Preparazione | | | Realizzazione | | | |
|---------|---------------------------|--|--|---|--|---|--|---|--|------------------------|
| | 2 Stakeholder | 3 Contacts details and the location | 4 E-mail address Tel. Number | 4 Scope of the activity of the stakeholder | 5 FSC principle that can be interested by the stakeholder | 6 Relevance of the stakeholder (low, medium, high) | 7 Ways planned for the contact (also more than one) | 8 Date of the contact (planned/realized) | 9 Confidentiality treatment? (yes/no) | 10 Comment received |
| 5 | Terzista | Goraci | 'gesenu@gesenu.it' | Terzista | 4 | L | mail | 22-giu-08 | no | no |
| 6 | Terzista | Menghini | 'info@fitowork.it' | Terzista | 4 | M | mail | 22-giu-08 | no | no |
| 7 | Ditta boschiva | Cagiotti | | Terzista | 4 | M | meeting | 22-giu-08 | no | no |
| 8 | Università Viterbo | Lo Monaco | lomonaco@unitus.it | Università/Ricerca | 5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 9 | Ist. Selv. Arezzo | | 'sel@entecra.it' | Ricerca | 5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 10 | WWF | | 'umbria@wwf.it' | Ambientalisti | 5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 11 | Lega Ambiente | | 'legambienteumbria@libero.it' | Ambientalisti | 5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 12 | Parchi PG | | 'educazione.parchi@provincia.umbria.it' | Amministrazione | 5,6,7,8,9,10 | L | mail | 22-giu-08 | no | no |
| 13 | Rete Umbra Ed. Ambientale | | 'cridea@regione.umbria.it' | Ambientalisti | 5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 14 | Reg. Umbria | | 'redazioneagriforeste@regione.umbria.it' | Amministrazione | 1,5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 15 | Reg. Umbria | Ranieri | 'direzion3@regione.umbria.it' | Amministrazione | 1,5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 16 | Reg. Umbria | Tortolioli | 'attiambiente@regione.umbria.it' | Amministrazione | 1,5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 17 | Reg umbria | | 'ambiente@regione.umbria.it' | Amministrazione | 1,5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 18 | Umbria | | 'arpa@arpa.umbria.it' | Amministrazione | 1,5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 19 | | | 'info@atcperugia1.it' | Amministrazione | 1,5,6,7,8,9,10 | M | mail | 22-giu-08 | no | no |
| 20 | Comunità Montana | | 'peglia@peglia.com' | Comunità Montana | 1,5,6,7,8,9,10 | L | mail | 22-giu-08 | no | no |
| 21 | Comunità Montana | | 'c.montana.subasio@umbria.net' | Comunità Montana | 1,5,6,7,8,9,10 | L | mail | 22-giu-08 | no | no |

| 1 N. | Identificazione | | | Preparazione | | | Realizzazione | | |
|---------|-----------------------------|--|---|--|---|--|---|--|------------------------|
| | 2 Stakeholder | 3 Contacts details and the location | 4 Scope of the activity of the stakeholder | 5 FSC principle that can be interested by the stakeholder | 6 Relevance of the stakeholder (low, medium, high) | 7 Ways planned for the contact (also more than one) | 8 Date of the contact (planned/realized) | 9 Confidentiality treatment? (yes/no) | 10 Comment received |
| 22 | Comunità Montana | | Comunità Montana | 1,5,6,7,8,9,10 | L | mail | 22-giu-08 | no | no |
| 23 | Comunità Montana | | Comunità Montana | 1,5,6,7,8,9,10 | L | mail | 22-giu-08 | no | no |
| 24 | Comunità Montana | Pisani | Comunità Montana | 1,5,6,7,8,9,10 | H | mail phone | 22-giu-08 | no | no |
| 25 | Corpo Forestale dello Stato | Stazione di Città della Pieve | Organo di vigilanza | 1,5,6,7,8,9,10 | H | phone | 22-giu-08 | no | no |
| 26 | Comune di Piegara | | Amministrazione | 1,5,6,7,8,9,10 | M | phone | 22-giu-08 | no | no |
| 27 | Comune di Città della Pieve | | Amministrazione | 1,5,6,7,8,9,10 | M | phone | 22-giu-08 | no | no |

3.5 Additional techniques used for the audit .

Classic techniques

3.4 Time Allocation

For the preparation and conduction of the assessment was allocated :

| | |
|--------------|---|
| 1/2 main day | Preparation of the audit: - Logistic organization - Client's documentation review; - Preparation of the audit documents. |
| 1 main day | Initial meeting, documental audit, stakeholder consultation |
| 1 main day | Audit on field, data and information gathering, final meeting |
| 2 main day | Report editing |

4. OBSERVATION

4.1 Description of the Client's corrective actions implemented prior to the decision on the certification in order to correct anomalies issued

Not applicable.

5. DECISION ON THE CERTIFICATION

5.1 Description of the anomalies identified

TABLE OF SECONDARY NON CONFORMITIES (NCS)

| Rif. | ANOMALIES |
|--------------|--|
| NCS 1 | Legislation list is not updated in relation to the L.123/2007 and D.Lgs 81/2008 (Health and safety). Improve the evidences gathering concerning the assessment of the legislation conformity , ILO included. |
| NCS 2 | A portion of forest area is not included in the certification (Comune di Montegabbione) – specify motivation and commitments for the exclusion. |
| NCS 3 | Findings of monitoring activities are not totally gathered and not publicly available. |

TABLE OF OBSERVATIONS (O)

| Rif. | Anomalies |
|------------|--|
| O 1 | We suggest to look for a solution in order to make publicly available a summary of the management plan(HCV included) |
| O 2 | We suggest to update the procedure "Monitoraggio del sistema di gestione forestale" rev 0 of the 04/10/2002, including activities in progress and relative planning. |

5.2 Identification of the augues hard to assess

Nothing

5.3 Description of the corrective actions adopted

| Ref. | ANOMALIES | CORRECTIVE ACTION |
|--------------|--|---|
| NCS 1 | Legislation list is not updated in relation to the L.123/2007 and D.Lgs 81/2008 (Health and safety). Improve the evidences gathering concerning the assessment of the legislation conformity , ILO included. | It will be reviewed with the Safety Manager (date fixed in may) the applicable legislation and update it. Procedure concerning the monitoring of the applicable legislation will be reviewed introducing a check list in order to have a better control. The list of the applicable legislation will be integrated with regional laws concerning Incidence Assessment law and fiscal laws. ILO Conventions will be included in the list. |
| NCS 2 | A portion of forest area is not included in the certification (Comune di Montegabbione) – specify motivation and commitments for the exclusion. | It will be checked the legal conformity of the excluded portion of forest. Motivations for the exclusion is the lack of continuity with the area included in the scope of the certification. |
| NCS 3 | Findings of monitoring activities are not totally gathered and not publicly available. | It will be evaluated the possibility to publish on the website the summary of monitoring activities . |

TABLE OF THE OBSERVATIONS (O)

| Ref. | ANOMALIES | CORRECTIVE ACTIONS |
|------------|--|--|
| O 1 | We suggest to look for a solution in order to make publicly available a summary of the management plan(HCV included) | See NC 3. |
| O 2 | We suggest to update the procedure "Monitoraggio del sistema di gestione forestale" rev 0 of the 04/10/2002, including activities in progress and relative planning. | It will be elaborated a list of activities in progress establishing modalities to verify the conformity. |

5.4 Indications of the level of conformity of the Organization.

The Lead Auditor suggests the renewal of the certificate because, after the closing of the non conformities issued, the system management of the organization assures that the FSC requirements are satisfied in the forest area under the scope of the certification.

| Contenuti del documento controllati ed approvati da: | |
|---|---|
| ICILA s.r.l. Via Braille 5 – 20035 Lissone (MI) - Italy Lissone (MI), _____ | SELVAMAR S.S. Via Adriatica, 109 – 06087 Ponte San Giovanni (PG) Ponte San Giovanni (PG), _____ |
| Maria Rita Gallozzi FSC Certification Manager Firma: | Giovanni Testaferri Delegato alla gestione forestale Firma: |