

# The Terpercaya Initiative



## What is it?

Terpercaya is a national initiative to track sustainable palm oil and define jurisdictional sustainability at scale. The goal is to promote a transition to sustainable commodity production by demonstrating and incentivising Indonesian districts' progress towards sustainability.

## Terpercaya Advisory Committee

The multi-stakeholder Terpercaya Advisory Committee (AC) – co-chaired by Bappenas and the European Union – is composed of representatives from central and district governments, civil society and industry. It advises on implementation of the initiative, including indicator design, data collection and data dissemination.

## Data platform

The Terpercaya data platform facilitates analysis and dissemination of data on each of the 23 indicators (see overleaf). It aims to inform planners and policy makers and provide companies with information to perform due diligence and make sustainable sourcing decisions.

## National integration

The data platform is being incorporated into national government planning processes to guide allocation of funding to support district sustainability, monitor implementation of the regional sustainable palm oil action plan (RAD-KSB), and inform palm oil-related policy.

## Terpercaya and KAMI

With support from the KAMI project (Sustainability of Malaysian and Indonesian palm oil), Terpercaya provides a foundation for the development of further sustainability indicators aimed at reinforcing supply chains for sustainable palm oil in the context of new global legislation affecting trade in agricultural commodities.

## Terpercaya Indicators

Through the Terpercaya Advisory Committee, 23 indicators have been identified to measure sustainable and inclusive commodity production at the district level. The indicators build on the Indonesian legal framework and the Sustainable Development Goals, and complement the Indonesian Sustainable Palm Oil (ISPO) and Roundtable on Sustainable Palm Oil (RSPO) certifications.

Environmental		Social	
1	Protection for permanent forest	8	Free, Prior, Informed Consent (FPIC) in plantation permit application process
2	Protection for areas that are important for ecological services	9	Recognition of customary land/forest
3	Fire prevention	10	Conflict resolution
4	Protection for peatland area	11	Smallholder share
5	Climate change mitigation	12	Smallholder registration
6	Sustainable management of production forest	12A	Food security
7	Water and air pollution control		
Economic		Governance	
13	Smallholder productivity	18	Proportion of district budget allocated for sustainability
14	Number of smallholders associations/groups	19	Public information access
15	Support for smallholders	20	Multi-stakeholder participation in district planning
16	Plantations (oil palm) with sustainability certifications	21	Complaint handling mechanism
17	Poverty rate	22	Sustainable land-use planning

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