

DANZER DUE DILIGENCE / DUE CARE DECLARATION

25 February 2016

Danzer practices due diligence that meets the definitions of “due diligence” under the European Timber Regulation (Guidance Document 12.2.16) and “due care” under the United States Lacey Act (2008), which prohibit placing illegally harvested timber and timber products on the market.

DANZER DUE DILIGENCE IN PROCURING LEGAL TIMBER PRODUCTS FOR DANZER CUSTOMERS ENCOMPASSES:

- obtaining and evaluating necessary information about the origin of the wood product to indicate compliance with national legislation
- systematically assessing the risk of illegal timber entering the supply chain
- implementing risk mitigation where risks are identified
- providing substantiating documentation to customers on request

HERE ARE SOME ANSWERS TO QUESTIONS
ABOUT HOW DANZER ASSURES CUSTOMERS:

HOW DOES DANZER ASSESS RISK?

Risk of illegally harvested timber in the supply chain is based on:

- prevalence of illegal harvest of a specific tree species
- prevalence of illegal harvesting in the country or region of harvest (including considerations for armed conflict and/or human rights violations)
- prevalence of document falsification
- sanctions imposed by the UN Security Council, or other bodies

- the complexity of the supply chain
- assurance of compliance with legislation (may include certification)

WHAT DOES A “NEGLIGIBLE RISK” DETERMINATION MEAN AT DANZER?

Documentation of local origin is sufficient in countries of harvest where a negligible risk of illegality has been determined by reputable authorities. The United States and Canada are examples of negligible risk countries of harvest.

WHAT ARE THE IMPLICATIONS OF A “HIGH RISK” DETERMINATION BY DANZER?

- Legal documentation issued from high-risk countries is supplemented by independent verification
- Independent verification may be in the form of a detailed supplier audit by Danzer or a third-party legality verification
- Legal verification can include third-party Sustainable Forest Management certification where Danzer has determined that the certificate covers legality
- Danzer may use a combination of certification scheme and supplier audits in its due diligence for high risk countries of harvest

WHAT INFORMATION CAN DANZER PROVIDE ON THE CUSTOMER INVOICE?

- the name of the Danzer company supplying the timber or timber products
- the species name (common and scientific where applicable)
- the quantity (volume or surface, type, and price of the product)
- the country of harvest and, if applicable, sub-national region of harvest
- any certification information
- the declaration: *Danzer confirms that the wood products contained herein have undergone the Danzer Due Diligence Process. Taking into consideration the specific risks of the country of harvest, the supplier and species, we have obtained the necessary information and documentation in order to satisfy ourselves to a high level of confidence that the products are compliant with the national laws and regulations of the country of harvest.*

SIGNATURE BY DANZER REPRESENTATIVE:

Date

Name

Signature