



Statement on Conditional NDPE Re-entry of Urun Plantations

9th September 2026

Sarawak Oil Palms Berhad and its subsidiaries (“SOP” or “the Group”) are committed to implementing and upholding the Group’s **No Deforestation, No Peat and No Exploitation (“NDPE”)** commitments across its supply chain.

Following a review of the progress made by **Urun Plantations** under its Recovery Plan, the Group has determined that Urun Plantations has **met the requirements for conditional re-entry into the Group’s supply chain**, subject to the continued implementation, monitoring and verification of the remaining commitments under the Recovery Plan.

This determination follows a series of corrective actions undertaken since the commencement of the recovery process, including:

- the imposition of a **moratorium / Stop Work Order in October 2025**;
- the development and implementation of relevant **NDPE policies, procedures and SOPs in March 2026**;
- the identification and mapping of approximately **1,270.24 hectares of NDPE liability and the relevant concession boundaries in April 2026**;
- the publication of the **Urun Plantations Recovery Plan on 21 August 2026**;
- the identification of approximately **1,351 hectares of potential recovery areas**; and
- the establishment of a framework for **collaborative community management, monitoring and verification** of recovery activities.

The conditional re-entry reflects the Group’s assessment that sufficient progress has been demonstrated against the Recovery Plan to permit a controlled resumption of supply-chain engagement.

Conditional re-entry does not constitute unconditional clearance, full reinstatement, or closure of the underlying NDPE-related concerns. Urun Plantations remains subject to the outstanding requirements and milestones of the Recovery Plan.

Conditions for Continued Re-entry

Urun Plantations will be required to continue implementing the Recovery Plan and to achieve the remaining requirements, including:

1. the establishment and implementation of an agreed **co-management arrangement with relevant stakeholders and communities**;
2. completion of an initial **six-month monitoring and verification period** to assess the implementation and effectiveness of the recovery measures; and
3. a **one-year progress assessment** against the Recovery Plan and its intended recovery outcomes.

The Group will continue to monitor the implementation of the Recovery Plan through appropriate mechanisms, which may include **satellite and remote-sensing monitoring, field verification and engagement with relevant stakeholders**.

Conditional re-entry therefore represents a **progress-based and monitored return to the Group's supply chain**, rather than an end to the recovery process. Urun Plantations is expected to maintain compliance with the Group's NDPE requirements and demonstrate continued and measurable progress against the Recovery Plan.

Ongoing Monitoring and Review

The Group will continue to review the conditional re-entry status of Urun Plantations as the Recovery Plan progresses.

The Group reserves the right to **suspend or withdraw conditional re-entry** where there is evidence of:

- new or continuing **material NDPE non-compliance**;
- failure to implement agreed recovery measures;
- failure to achieve material Recovery Plan;
- material shortcomings identified through monitoring or verification; or
- other material developments that may affect the integrity or effectiveness of the recovery process.

Where warranted, the Group may suspend supply-chain engagement pending further assessment, corrective action and/or satisfactory progress against the Recovery Plan.

The Group considers **transparency, accountability and continuous improvement** to be fundamental to the implementation of its NDPE commitments. The Group will continue to engage with Urun Plantations, affected stakeholders, and other relevant parties to support a credible and verifiable recovery process.

The Group will provide further updates on the progress of the Urun Plantations recovery process and relevant grievance-resolution developments as appropriate.

Related Urun Plantations Information

For transparency, the Group refers stakeholders to the **Urun Plantations Grievance Resolution Updates** page maintained by Sin Heng Chan (Malaya) Berhad, which provides the publicly available updates relating to the grievance, corrective actions and recovery process.

The page includes the **UPSB Recovery Plan – Full Report** and **UPSB Recovery Plan – Timeline**, both published on **21 August 2026**.

[Urun Plantations – Grievance Resolution Updates](#)

The Group encourages stakeholders to refer to these documents for further details on the Recovery Plan, its implementation framework, recovery measures and associated requirements.

Sarawak Oil Palms Berhad remains committed to ensuring that any continued supply-chain relationship with Urun Plantations is aligned with the Group's NDPE commitments and supported by ongoing monitoring, verification and measurable progress.