Who we are

Founded in 2002, we are part of the Peruvian Wong Group.

We are a proud member of ATIBT since 2022.
We manage responsibly 270,000 hectares of forest concession in Madre de Dios, Peru, with the FSC FM and CoC Certificate since 2007.
Sustainable Forest Management

Foto: Perú Bosques
Extract only what the forest is capable to regenerate

We harvest 1 tree per hectare, every 20 years

And do it in a sustainable way
FSC proves timber’s legal origin and sustainability to produce it

FSC Certificate NC-MF/CoC-002176
FSC Certificate NC-COC-002189
350 Direct jobs

30% of Iñapari District’s employable population
Since 2019 we have accredited the FSC Certification of Ecosystem Services for Biodiversity Conservation and Carbon Sequestration
According to the London Zoological Society, SPOTT, we are ranked in the 5th position of the most transparent forest in the World regarding our policies and practices related to environmental, social and governance issues (ESG).
Supporting 10 SDGs
REDD Projects validated by Verra Voluntary Carbon Standard (VCS) and Climate Community and Biodiversity Alliance (CCB).
REDD Projects

1st Carbon Credits Project to be certified in a productive forest in the world
How does the REDD mechanism work?

1. **Carbon Credit (1 ton CO2)**
2. **CO2 not released into the atmosphere due to avoided deforestation**
3. **Emissions from fossil fuels**
4. **biomass lost for extraction (roads, skid trails)**
5. **Timber harvested**
6. **Leakega belt (deforestation in the buffer zone)**

The Projects contribute to **reduce the GHG emissions** than without the actions of Maderacre would have occurred (avoided deforestation)

**2 million CO2 tons not released** into the atmosphere annually
Scenario **without** and **with** REDD Project

The difference will be the *deforestation and degradation avoided*
Deforestation in a neighboring forest concessions
(without a REDD Project)
What is needed to develop a REDD Project?

A standing forest:

- Forest Concession
- Private Forest
- Reserve

Only feasible in a developing country
What is needed to develop a REDD Project?

Deforestation threat

Migrating Agriculture
Illegal mining
Urban expansion

The Project must prove additionality
(contribution to reduce the deforestation rate)
How do we reduce the deforestation rate?

• Control in the Project Area: custody and surveillance.
• Low impact logging certified by FSC
• Deforestation monitoring in the projects’ buffer zone (leakage control).
• Work with local farmers and population to introduce better environmental practices to reduce deforestation (eg. Agroforestry)
• Sensibilization with local communities and population

Protection needs investment (coming from the carbon credits revenue)
Most known Carbon Credits Customers

- easyJet
- Dakar
- Scotiabank
- Mercuria
- cabify
### Other Carbon Credits Methodologies (for tropical forest)

<table>
<thead>
<tr>
<th>Methodology</th>
<th>Objective</th>
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<tbody>
<tr>
<td>Improved Forest Management</td>
<td>Carbon credits generated by the amount of timber harvested reduced against extraction as usual</td>
</tr>
<tr>
<td>Reduced Impact Logging</td>
<td>Carbon credits generated by the amount of biomass not lost due to more environmentally friendly operations in the forest</td>
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Learned Lessons

- Timber responsably harvested and carbon credits projects are compatible and complementary activities for a common goal:

  **Productive Conservation**

- Productive Conservation: *Protects + creates jobs* / local development.

- Unnecessary (and dangerous) dicotomy Carbon Credits vs Timber sustainable extraction.

  Unemployed population (poverty) will be the first deforestation driver.

- Important promoting other Business Units to increase the standing forests’ value: Biodiversity Ecosystem Services (FSC), Ecotourism, Brazilian nuts collection.
Challenges

• Carbon Credits revenue is key for forest concessions. But rules are changing from the Governments (nesting processes):
  - How to accomplish a national precise calculation? (Deforestation baseline definition)
  - Creation of a national registry; authorization process issue?
  - Unfair competition from public projects?

• Voluntary market dominated by one main standard. More competition benefits all.

• Media perception. Sustainable timber producers are (key) part of the climate solution.