2022 Annual report Foundation Responsibly Produced Peat



Introduction

The year 2022 was all about catching up on inspections that were delayed due to COVID19. This also meant that additional re-inspections had to be carried out, from the previous year and this year. All together, the new team of inspectors was able to carry out 47 inspections, a major achievement that also entailed restructuring communication and evaluation within RPP.

About RPP

Board

Mr. Guus van Berckel - VPN - representing growing media production
Mr. Bert von Seggern - GME (Growing Media Europe) – representing growing media production
Ms. Ilze Ozola - Latvia Peat Association – representing peat production
Mr. Tomi Koivula - GME (Growing Media Europe) - representing peat production
Mr. Jüri-Ott Salm - ELF (Estonian Fund for Nature) – representing environmental NGO
Mr. Hans Schutten - Wetlands International- representing environmental NGO

Committee of Experts (CoE)

Ms. Silke Kumar - peat production Ms. Sabine Jordan - peatland science Mr. Bernd Hofer - legislation - technical aspects Mr. Ron Bleijswijk - certification Mr. Nerijus Zableckis- environmental aspects- after-use

Secretariat

Mrs Maureen Kuenen – Executive Officer Mr Hein Boon - Director RPP

2022 Activities and outreach RPP

RPP played in 2022 an active role in spreading the RPP-message and increase name recognition. Presentations were given and discussions were held with numerous organisations, including the Dutch Garden industry, Global G.A.P., the MERLIN-project, FNR Peat Substitutes Certification Scheme, IPS International Peatlands Society, IVG, VPN, Baltic Peat Producers Forum, Torf-und Humustag, Platform Sustainable Floriculture, "On the way to Planet Proof" and the role of RPP.

Position paper RPP-GME

During the Baltic Peat Producers Forum, a common position paper of GME and RPP was launched. A key-element in the position is that, when peat is used for growing media, this peat shall be produced responsibly.

Dutch Covenant on the Environmental Impact of Potting Soil and Substrates.

RPP was closely involved in the development of the Dutch Covenant. The aim of this covenant is to reduce the environmental impact of substrates in the chain. To achieve this reduction, efforts by the parties will include encouraging concerned entrepreneurs to make more use of renewable raw materials, and to use only certified peat. Besides the environmental impact, this also concerns nature restoration and the biodiversity of peatlands.

Part of the covenant relevant for RPP: For 2025, the aim is for substrates containing peat raw materials to carry the RPP label (or equivalent) 100% of the time. RPP certification ensures limited

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impact on local biodiversity and the environment, and contributes to the restoration of natural areas.

The parties call on RPP to broaden its platform to maximise the use of the extensive body of published knowledge and experience of the peat-producing industry by:

- a. investigating the possibilities of contributing to the large-scale restoration of peatlands where greenhouse gas emissions are minimised and biodiversity is increased;
- b. bringing about a change in the production of organic biomass grown under paludiculture conditions, such as Sphagnum species, using a step-by-step approach;
- c. the rapid realisation of the after-use plan after the peat excavation has ended.

The covenant was signed on November 18, 2022 by 15 parties from the horticultural and ornamental supply chain, The Minister of Agriculture, Nature and Food Quality and the Minister for Climate and Energy Policy on behalf of the State of the Netherlands, knowledge organizations and a NGO.

Certification peat harvesting sites

The certifications are based on the fact that the company meets the requirements of RPP certification scheme for these location in concern.

The year 2022 resulted in 19 new certifications and 16 recertifications based on RPP-scheme version 3.0:

| 22/069 | ERA Valduse Aktsiaselts | Hőreda |
|--------|----------------------------------|---|
| 22/070 | AS Jiffy Products Estonia | Ääsmäe, License No. HARm-044 - L.VV333391 |
| 22/071 | Griendtsveen AG Germany | Svanaboda, Älmhult License No. 551-3516-13, area 0765-20-002-x |
| 22/072 | AS Tootsi Turvas, Estonia | Kasesoo, KMIN-080 |
| 22/073 | Griendtsveen AG Germany | Edewecht Vehnemoor - Flache Hermann, License No. BA24/77C |
| 22/074 | Griendtsveen AG Germany | Wiesmoor Drosselweg, License No. IV-60.2-Boab.Wilshusen |
| 22/075 | Jiffy Unitorf, Sweden | Liatorp, License No. 551-7604-18 |
| 22/076 | Jiffy Unitorf, Sweden | Sannaböke, License No. 551-4747-15 |
| 22/077 | Jiffy Unitorf, Sweden | Sejle Myr, License No.551-11947-05 |
| 22/078 | AS SEDA, Latvia | Taures Purvs, License No. CS19ZD0134 |
| 22/079 | Van der Knaap Eesti OÜ, Estonia | Tuurapera, LicenseNo. L.MK.PÖ-46024 |
| 22/080 | Neova Oy, Finland | Sammalneva (Jyväskylä) |
| 22/081 | AS Tootsi Turvas, Estonia | Lavassaare II, license No. KMIN-070 |
| 22/082 | Neova AB, Sweden | Store mosse License No. 523-9242-01 |
| 22/083 | Neova Oy, Finland | Iso-Rydistönkeidas-Heitonneva, License No. LSY 2004 Y 390 and LSY 2008 Y 328 |
| 22/084 | Neova Oy, Finland | Kotoneva, License No. LSY 2005 Y 69 |
| 22/085 | Neova Oy, Finland | Nanhiansuo-Vittassuo, License No. ESAVI 215/2014/2 and ESAVI 481/2019 |
| 22/086 | ERA Valduse Aktsiaselts, Estonia | Tõnumaa, License No. Rapm-022 |
| 22/087 | Mullmaster AB, Sweden | Hallaryd, license No. 551-21-22-16 |
| 22/088 | Mullmaster, Sweden | Braefall, license No. 551-7658-19 |

 Foundation Responsibly Produced Peat
 Registration Chamber of Commerce / KvK-nummer 58600760

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Inspection peat harvesting sites

Inspections are carried out by independent inspectors by means of a desk assessment and on-site inspection checking compliance to the Principles and Criteria of the RPP certification scheme. Both assessments are validated by a second inspector. Depending on the results of the inspections, the inspector gives a recommendation for certification.

Certification processes are evaluated by the secretariat under responsibility of the Board. In case of any uncertainties or objections, this is handled by the Committee of Experts and the Board.

Chain of Custody

The Chain of Custody is based on mass balance to make trade of peat feasible. Peat is often shipped in bulk, comes from different sources and is blended for quality purposes. At participating companies, the volumes of RPP-peat sold and the volumes of RPP-peat produced or sourced are checked administratively. <u>Full explanation of the Chain of Custody</u> can be found on the RPP-website (2nd block).

Companies that want to trade RPP-certified peat or use it for the production of growing media, can participate in the RPP Chain of Custody choosing option 1 or 2. Participating companies agree to a yearly inspection of data and figures to check the volumes of incoming and outgoing RPP certified peat. Companies participating in the RPP Chain of Custody in 2022 are listed in the figure below:

| Company | Registration # | option | Info activity |
|---------------------------------------|----------------|--------|--------------------|
| Griendtsveen | RPP-16-0100 | 1 | Producer |
| LENSLI | RPP-16-0103 | 2 | Producer and User |
| Mokura | RPP-17-0106 | 1 | Producer |
| Agaris | RPP-17-0107 | 2 | Producer and User |
| Kudras Energija | RPP-17-0108 | 1 | Producer |
| Nevema BV | RPP-17-0112 | 1 | Producer and trade |
| Stender(Euflor) | RPP-17-0113 | 1 | Producer and User |
| Kraver AS | RPP-17-0114 | 1 | Producer |
| Bolpeat | RPP-18-0115 | 1 | Trade |
| Сотро | RPP-18-0117 | 2 | Producer and User |
| Klasmann-Deilmann GmbH Geeste | RPP-18-0119 | 1 | Producer and User |
| Nord Agri | RPP-20-0120 | 1 | User |
| Hortimed | RPP-20-0121 | 1 | User |
| Kekkilä BVB | RPP-20-0122 | 1 | Producer and User |
| Kalloveen | RPP-20-0123 | 1 | Trade |
| PokonNaturado | RPP-21-0124 | 1 | User |
| Biolande | RPP-21-0125 | 1 | User |
| ICA substrates | RPP-21-0126 | 1 | User and trade |
| G&C materials | RPP-21-0127 | 1 | Trade |
| Freepeat BV | RPP-22-0128 | 2 | User |
| Meegaa substrates New BV | RPP-22-0129 | 2 | User |
| Legro potgrondbedrijf BV | RPP-22-0130 | 2 | User |
| Legro Mushroom Casing Solutions BV | RPP-22-0131 | 1 | User |

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Inspection Chain of Custody

Inspections for the Chain of Custody in 2022 has been performed for the year 2021 by the RPPsecretariat on location and/or online. There were no significant irregularities. Roughly 50% of production under RPP is actually marketed as RPP certified peat.

In 2022, the use of RPP-certified peat in growing media continued to grow. In the Netherlands the percentage of certified peat is almost 50% and in Germany the share is 39%. This percentage is expected to grow the coming years due to the signing of the Dutch covenant. Nine additional companies registered for the Chain of Custody in 2021-2022 and started to market RPP certified peat in 2022.

Financial results

| Gains and Losses - Foundation RPP | Profit/Loss 2022 | Р | rofit/Loss 2021 |
|---|------------------|---|-----------------|
| Income | | | |
| Contribution supporters + CoC | 12.612 | | 16.150 |
| Annual fee locations | 84.550 | | 63.900 |
| Inspections and release of pre-payments | s 88.434 | | 30.570 |
| Other | - | | - |
| Total: | 185.596 | | 110.620 |
| Expenses | | | |
| Salaries and social securities | 113.561 | | 50.695 |
| Other organisation costs | | | |
| Travel and accomodation | 4.142 | | 760 |
| Study | 120 | | 11.870 |
| Board and Committee of Experts | 15.600 | | 21.284 |
| Certification | 41.410 | | 19.042 |
| Other | 5.620 | | 3.400 |
| Total: | 180.453 | | 107.051 |
| Result | 5.143 | | 3.569 |
| | | | |

summary of audit financial statement by Blaak & Breederveld acountants Naaldwijk, NL