

Private Use Permit Contract

Between The

Forestry Development Authority

&

Lower & Upper Hoh District, Grand Kru County

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September 1, 2010







PRIVATE USE PERMIT CONTRACT BETWEEN THE FORESTRY DEVELOPMENT AUTHORITY AND THE PEOPLE OF JLOH, GRAND KRU COUNTY, FOR THE HARVESTING OF 36,509 HECTARES OF FORESTLAND

A.D. 2010, by and between the Government of Liberia, through the Forestry Development Authority, hereinafter referred to as the **Authority**, represented by its Managing Director, Moses D. Wogbeh, Sr. and the People of Lower and Upper Jloh, hereinafter referred to as **Jloh** represented by Paramount Chiefs Brown Worjloh and Emmanuel P. Nimene, hereinafter collectively the Parties, hereby;

WITNESSETH:

WHEREAS, the Authority is statutorily responsible for the sustainable management and use of all categories of forest resources;

WHEREAS, the People of Jloh are legitimate owners of a tract of forestland of 90,177 acres/36,509 hectares by virtue of inheritance through a legitimate purchase from the Republic of Liberia;

WHEREAS, by virtue of Section 5.6 (d) (i) of the National Forestry Reform Law (NFRL) of 2006, copy of a duly certified Public Land Sale Deed issued in 1955 in favor of the People of Jloh under the signature of President William V.S. Tubman, in proof of ownership of the subject tract of land is hereto attached and marked Exhibit "A" to form a cogent part of this Permit;

WHEREAS, in further verification of the subject property, the Ministry of Lands, Mines & Energy finally gives authentication and verification to the said Karluway Deed through a letter under the signature of Assistant Minister George Y. Miller. Attached also is the said verification letter marked Exhibit "B" to form an integral part of this Contract;

WHEREAS, validation of the area in keeping with Section 5.6 (d) (ii) of the NFRL and Section 61 of FDA Regulation 102-07 shows that the said tract of land is suitable for commercial forestry. Said validation report is hereto attached and marked Exhibit "C" to form also an integral part of this contract;

WHEREAS, Jloh is desirous of commercializing harvestable tree species on the said tract of 23,459 hectares of land;

WHEREAS, the Authority having examined Jloh's application and the requirements of Section 5.6 of the NFRL having been met, declares Jloh qualified for issuance of a Private Use Permit and

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NOW, THEREFORE, for and in consideration of the mutual promises and agreements herein contained, the parties do hereby agree as follows:

1. Definitions

- a. Authority: The Forestry Development Authority (FDA) created by an Act of the Legislature on November 1, 1976.
- b. Annual Operations Plan: the plan that guides the annual operations of the Holder
- c. Chain of Custody: the path of custodianship followed by logs, Timber and wood products through harvesting, transport, interim storage, processing, distribution and export from source of origin in the forest to end use.
- d. Code of Forest Harvesting Practices: a set of standards for environmentally sound forest use prepared by the Authority
- e. Conservation: the sustainable management and protection of forest resources to achieve maximum environmental, social, economic and scientific benefits for present and future generations
- f. Forestry: the science, art and practice of conservation of forest resources
- g. Forest Resources License: any legal instrument pursuant to which the Authority allows a person, subject to specified conditions, to extract forest resources or make other productive and sustainable use of forest land. This includes Forest management Contracts, Timber Sale Contracts, Forest Use Permit and Private Use Permit.
- h. Forestland: a tract of land, including its flora and fauna capable of producing forest resources, or land set aside for the purpose of forestry, but not including land in permanent settlements and land that has been in long term use for non-shifting cultivation of crops or raising livestock.
- i. Forest Product: any material or item derived from forest resources.
- j. Forest Management Contract: forestry contract which covers a land area of 50,000 - 400,000 hectares.
- k. Holder: a person who holds a valid forest resources license
- Land Owner: a person who owns land by legal title

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- m.Operator: a person harvesting or making commercial use of forest resources under a forest resources license, including a person working as an employee, contractor or other agent for a Holder.
- n. Pre-Felling Operations: legal requirements of the Holder before felling of logs. They include posting of required performance bond; preparation of initial annual operations plan and preparation of environmental impact assessment.
- Private Use Permit: a forest resource license issued by the Government to allow commercial use of the forest resources on private land.
- p. Public Use Permit: a forest resource license issued to extract forest resource from an area less than 1000 hectares.
- q. Reforestation: the establishment of a tree plantation in a previously forested area that has been affected by cutting, fire, or some other act of tree removal.
- r. Societe Generale de Surveillance (SGS): the institution/company responsible to manage the Chain of Custody System.
- s. Timber Sale Contract: a short term forest resources license issued by the Government for a period of three (3) years that allows a person to harvest timber from a specified tract of forest land.

2. Metes & Bounds/Technical Description of Lower and Upper Jloh Forest land & Map

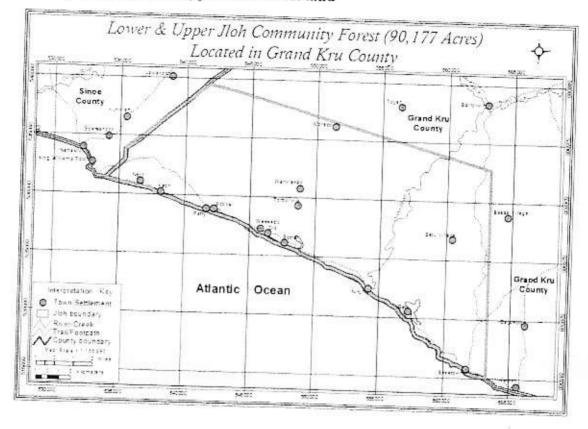
Starting from the point (531310.127635 lat. – 532264.624839 long.) on the North Atlantic Ocean; thence a line runs N 46 °E for 2,317 meters to a point; thence a line runs Due North for 909 meters to a point; thence a line runs N 52 °E for 8,976 meters to a point; thence a line runs S 76 °E for 3,061 meters to a point; thence a line runs S 74 °E for 21,539 meters to a point; thence a line runs Due South for 17,737 meters to the point on the Atlantic Ocean, thence a line runs along the Atlantic Ocean westward for 37,682 meters to the point of Commencement, containing 90,177 acres of land and no more.

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Map of Lower and Upper Jloh Forest land



3. Contract Objective

- To harvest merchantable tree species from 36,509 hectares of tract of land otherwise called the Jloh Forest Land
- b. To engage in reforestation of the area involving indigenous species
- c. To create alternative uses of the tract of land after harvesting of trees
- d. To create employment for about 300 locals of the contract area and surrounding towns and villages.

4. Contract Duration

The contract shall be for twenty-two (22) years.

5. Chain of Custody System

In keeping with Section 13.5 of the National Forestry Reform Law of 2006 and sections (1-35) of FDA Regulation 108-07, the Chain of Custody System will apply during the life and implementation of this contract. The system so established for the tracking of logs, timber and wood products from forest to processing and then to domestic or foreign market shall be managed by Societe Generale de Surveillance (SGS) using SGS/Helveta equipment and software as

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provided for by section 3.2 (3) of the Chain of Custody System Management Contract of 2007.

6. Land Rental & Stumpage Tax

Consistent with Section 5.7(b) of the National Forestry Reform Law of 2006, the Company shall not be charged to pay land rental tax. However, stumpage shall be paid consistent with Section 5.7 (c) of the National Forestry Reform Law and also consistent with Section 22(b) of Regulation 107-07.

7. Other Fees & GOL Taxes

All other fees and GOL Taxes levied on the project shall be consistent with the Revenue Law of Liberia and FDA Regulation.

8. Pre-felling Date

Before Company is certified for felling, all pre-felling operations including the following must be completed:

- a. Posting US\$50,000.00 performance bond
- Submission of initial annual operations plan
- c. Environmental Impact Assessment

9. Employment

Recruitment and employment by the Company shall be consistent with Labor Law of Liberia and International Labor Organization.

Termination

This contract shall be terminated if the company upon notice of breach of any term of this Contract fails to remedy said breach within a period of (60) sixty days.

10. Force Majeure

In the event of force majeure, which causes either party from meeting its obligations herein stated, the Contract shall be suspended as long as the force majeure continues.

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Duty of Care

The Authority shall ensure that the Company maintains environmental quality of the cutting area and comply with all other conditions consistent with the Liberia Code of Harvesting Practices to include:

- a. Water course protection
- b. Erosion prevention
- Prevention of pollution to rivers, streams and other waterways by disposal of wastes
- d. Prevention of fire disaster

The operation shall also be in conformity with international conventions to which Liberia is a party. They include: the Convention on Biodiversity, the International Tropical Timber Agreement, the United Nation Framework Convention on Climate Change, the United Nations Convention to Combat Desertification, the Convention on International Trade In Endangered Species and the RAMSAR Convention on Wetland Management

12.

Governing Laws

In effecting this Contract between the Corporation and the Authority, the relevant Laws of Liberia including but not limited to the National Forestry Reform Law and regulation governing Chain of Custody will prevail.

13.

Binding Effect

This Agreement is binding on the parties, their successors-in-office as if they were physically present at execution of this instrument.

In witness whereof, we have affixed our signatures on the day and date first mentioned above.

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FOR THE AUTHORITY

Witness

Approved:

Managing Director

FOR THE PEOPLE OF JLOH

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Chairman-FDA Board of Directors

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THIS IS TO CERTIFY THAT the within document is a true and orrect copy of ABORIGINEES' DEED from the Republicof the to Charf, liders and Citizens of Lower and Hyper. Jiob District &s recorded in Vol. 7 pages 404-405 of the neceris of Maryland County; filed in the Archives of the Milliary of Portion ... fairs GIVEN UNDER MY HAND and Seal of the Ministry of Pareign Affairs this 20th. lay of June A.J. 1974 and of the Republic the One Hundred and Twenty-C. Cecil Dennis, Jr. MINISTER OF FOREIGN APPAIRS.

KNOW ALL MEN BY THESE PRESENTS, SHALL COME: Whereas it is the true policy of this Got trament to induce the Abortginess-of-the-Country to adopt civil ation and to become loyal citizens of this Republic and whereas U cof the best means thereto is to grant lends in fee simple to all these showing themselves fit to be entrusted with the rights and duties of full citizenship as voters and where-Es the Triet, Elders and Citizens of Lower and Upper Jloh District, fra Gra : Transpry has showing themselves to be fit trusted with said ingits and duties, Now therefore Know ye that I William V.S. Circar President of the Republic of Liberia for and in consideration of he aricas duties of ditizenship hereinafter to be legally perform by the said above named mentioned, I William V.S. Tubman president; of the Lapublic of Liberia for myself and my successors in Office have granted, and by these presents do give, grant and confirm unto the sais Chief, Elders and Citizens of Lower and Upper Joh District the r.c. ra, axecutors, diministrators or assigns forever all that? t and larger and larger and situated, lying and being in Lower and Joper & oh Fistrics, As Coust Territory, in Mary Land County and) saring in the authentic records of said County the number N/N -Sad lounted ind descrips as follows: - Commencing at a point on the Nirth Atlantic Coast, the ros N. 46 degrees E. 115 chains to a point; Dierce due North 45 chains to a point; thence N. 52 degrees E. 446 - unains to a point; theac - i. 76 degrees E. 152 chains to a point; thence S. 74 legrees E. 1, 270, 5 chains to a point; thence due South Asi, 5 che ins to the point on the Atlantic Coast: thence along the MA Library woant masterns . 371 chains to the point of commencement E RE CONTE INIT 3 30, 177 or an of laid and no more. To HAVE ANDTO HOLD . Suc rooms granted premises together with all and singular the - laitaings, improverents and appurtenances thereof belonging to the -: 215 Chi s_{i} -: 20 and -: fix and -of-said-District-fixed r heire, $-i \ge i$ --- aritic .- aritistring - or-assigns forever. And I the said -1-134 ... Ishash Bras lent as Aforesaid for Eyaclf and Ey



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July 23, 2010

Hon, Kederick F. Johnson Acting Managing Director Forestry Development Authority P.O. Box 10-3010 Monrovia, Liberia

Dear Hon, Johnson:

Fla. Kanter- Johnson Please prepare all documents needed.

We write to present our compliments, and acknowledge receipt of your letter dated 24th May 2010, Ref. No. FDA'AMD & F/05/60-10, requesting the Ministry of Lands, Mines & Energy to review, verify and authenticate deeds pertaining to Trenbo, Upper and Lower Jloh, Bolloh, Karluway # 1 & 2. Barrobo, Nyenebo, Tuobo, Zota and Tiempo forests; we are pleased to furnish

Hon, Johnson, after carefully plotting, analyzing and field verification by County and Resident surveyors, it was observed that the documentations submitted to the Ministry were all found correct and land un-incumbent, thus permitting the Forestry Development Authority to proceed with the granting of Private Use Permit in the interest of the above communities.

We are also pleased to inform you that all documentations submitted were counter checked by my office and the Ministry of Foreign Affairs.

Hon. Johnson, we requests that all field verification conducted by your institution must include County or Resident surveyors in consultation with the Ministry of Lands, Mines & Energy inorder to avoid un-necessary delays.

Thanks for your patience and we regret the delay of this communication as the result of bad roads and climatic condition. Sincerely yours,

The Hon. George Y. Miller

Assistant Minister

Department of Lands, Surveys & Cartography

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Forestry Development Authority P.O. Box 10-3010



Elise Saliby's Compound Kappa House, Congo Town Monrovia, Liberia

MEMORANDUM

TO:

Moses D. Wogbeh, Snr.

Managing Director,

Forestry Development Authority

FROM:

John D. Kantor, Snr.

Technical Manager/R&D

Augustine B.M. Johnson

GIS & Remote Sensing Expert 484 July 2 Junior

Subject:

Authentication & Verification of Deeded Land Properties in

Southeastern Liberia Pertaining to: Trenbo, Upper & Lower Jloh,

Bolloh Forests (Grand Kru County), Karluway # 1 & 2, Barrobo Forests (Maryland County), Nyenebo, Tuobo, & Tiempo Forests (River Gee

DATE:

April 5, 2010

Background

Predicated on a written communication dated February 7, 2010 from the Management of Atlantic Resources, Ltd., under the signature of Mr. Augustus Abram, General Manager of A.R.L. requesting the Forestry Development Authority to authenticate, verify and issue Private Use Permit (PUP) for seven (7) different community forests in Southeastern Liberia. A team of technicians from the FDA, blended with the Regional Staff was mandated by former Managing Director John T. Woods to visit those areas for detail ground truthing and authentication of the area for Management's reaction.

In light of this, the Technical Manager of Scientific Research & Development, the Manager of Geographic Information Systems & Remote Sensing, and the Regional Forester for Region # 4, accompanied with the Management Officer, Extension Community Officer, Concession Preparation Officer, Contract Administrator, Inspection Forester, and the Community Engagement Ranger traveled to the land under consideration to conduct a joint ground truthing exercise of the area.

Field Patrol

During the period March 12-29, 2010, the joint team patrolled a significant portion of the area and gathered detail information relating to on going multiple uses of the area, types of vegetation and livelihood of community dwellers within the parameters of the forests. The Technical Manager for Scientific Research & Development & the Manager of GIS & Remote Sensing handled all Technical issues relating to the deed location, boundaries on March 12, 2019.

On March 13, 2010, various working groups were formed by FDA staff on how to conduct an on the spot authentication and validation process amongst stakeholders and land owners. County officials were brief by Regional Forester Philip Joekolo on the objective, scope and limitation of the exercise. Three (3) thematic working groups were formed.

For group #1, headed by Alexander Akoi, he made stop in Fish Town, River Gee County late in the afternoon and presented a communication to the Acting Superintendent Hon. Pouh Wesseh and explained to him the mission. Superintendent Wesseh whole heartedly welcomed the group and told them to proceed to Webbo District to meet with the District statutory Superintendent; Hon. Samuel Bohlen who will assist the team in conducting these exercises.

In Konowroken City, the meeting was held at the City Major's premises with the City Major Hon. Wilfred G.N. Davis, the Statutory Superintendent Hon. Samuel Bolhen, Paramount chief of Tuobo Chiefdom, Hon. Moses Dargbah, and several town chiefs, elders, youth leaders, woman leaders attended these meetings in providing historical facts about their forests location and deed diagrams.

Group # 2 & 3 conducted similar exercises and were impressed with the warmed reception received from all known settlements and satellite communities living within and out of the deeded polygons in Maryland County (Barrobo District, Pleebo/Sodeken On Warten Districts).

On Wednesday March 17, 2010, the team held meeting with the people of Barrobo Statutory District in Globaken City, informing them about Atlantic Resource Logging Company/FMC Area "P" operation that is to start or take place in their areas and expressed interest in their community forests. The citizen expressed their cooperation and obtaining the community forests.

In Grand Kru County, Barclayville City, FDA staff met with a cross section of the citizen including Hon. Cletus Segbe Wotorson, Senator Blamoh Nelson, Representative Gbenimah Slopadoe, I. of District # 1 and Representative George Wesseh Blamoh of District # 2. They provided valuable services and information to FDA's GIS & Remote Sensing Laboratory in the authentication and legitimacy of all deeds submitted by the County caucus.

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Findings

Following an intensive tour by the three (3) teams we observed and authenticated that:

■ Indeed the Nyenebo/Tuobo, Karluway # 1 and #2 deeded land does not overlap with any of the designated land use proposed by the FDA.

The Trenbo land deed which is located in Grand Kru County shares common border with Atlantic Resources Ltd. Logging Company boundary line.

The Upper and Lower Jloh deeded land shares common border with the University of Liberia Forest in Grand Kru County and directly falls within the Grand Kru Proposed Protected Area.

The Bolloh Land deed in Grand Kru County shares common border with the Atlantic Resources Ltd. Logging Company and the University of Liberia boundary lines; also the Bolloh deeded land falls directly within the Grand Kru Proposed Protected Area.

The Tiehnpo land deed in River Gee County doesn't share any common boundary with the University of Liberia forest and the Atlantic Resources Logging Company but rather falls within the designated Proposed Protected Area.

Large portion of all the areas as described in the deeds consists of primary forests and species except those areas near the Dubo River, Joda River, Sinoe Creek, Munu Creek and the Si Creek consists of mangrove swamps.

The area is the home of some protected wildlife animals species

Large portion of all the areas are suitable for harvesting (commercial logging).

Topographically, the entire land mass of deeds submitted to FDA is relatively flat with more water ways.

The areas are truly located in Southeastern Liberia

Technically, the Metes & Bounds of all deeds are correct.

Total land area of Tribal Deed submitted to FDA is 320,428 acres or 129,675 hectares

Recommendation

In view of the verification and confirmation of these documents by the Forestry Development Authority, coupled with our ground truthing (March 12-29), we herein recommend that:

- That the deed be forwarded to the Ministry of Lands, Mines & Surveys, especially the Director of Cartography for authentication. After authenticating the deed and found legitimate, the FDA should perform the below activities:
- As per National Forestry Reform Law (NFRL) of 2006 provision in chapter five section 5.6, we therefore recommend that FDA Management issue a Private Use Permit for separate Tribal Land totaling 320,428 acres or 129,675 hectares to the people in Southeastern Liberia in compliance with

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(I,II,III,IV,V,VI) respectively.

That a compromise of Tiehnpo, Bolloh, Upper & Lower Jloh deeded land which falls directly within the Grand Kru Proposed Protected area be reached to avoid problems.

TEAM MEMBERS

- John D. Kantor, Snr. Technical Manager, Research & Development/FDA
- Augustine B.M. Johnson: GIS & Remote Sensing Expert/FDA
- Philip K. Joekolo: Regional Forester, Region # 4/FDA
- Alexander D. Akoi: Management Officer, Region # 4/FDA
- Soko Koryon: Extension Community Officer, Region # 4/FDA
- Emmanuel S. Nmah Contract Administrator, Harper City, Region # 4/FDA
- William Glay Inspection Forester, Region # 4/FDA
- Francis Togba Concession Preparation Officer, Region # 4/FDA
- Koffa Wiah Community Engagement Ranger, Region # 4/FDA

Below is an attached Investigative Maps of all land deeds submitted to FDA.

Cc/ DMDA Law Office Commercial Department File

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Liberia's Forestry Development Authority

Kappa House Elise Saliby's Compound P.O. Box 10-3010 Congo Town, Paynesville City Monrovia, Liberia











