



LegalSource™ Audit Report

for Solid Parkiet spółka cywilna

Annual audit 2021

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Organisation Contact

Anna Budyn - Świerczek
ul. Wolicka 7,
32-830 Wojnicz, Poland

Audit managed by

NEPCon Sp. z o.o.
ul. Emaus 7/11, 30-201 Kraków, Poland

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Contact email:	aorban@preferredbynature.org

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A. Introduction

The purpose of this report is to document conformance with the requirements of the LegalSource standard by Solid Parkiet s.c. hereafter referred to as "Organisation". The report presents findings of LegalSource auditors, who have evaluated the Organisation's systems and performance against the applicable requirements. The sections below provide the audit conclusions and follow-up actions required by the Organisation.

Dispute resolution: If stakeholders have concerns or comments about the LegalSource standard or the auditing body, they are encouraged to contact their closest NEPCon regional office. Formal concerns and complaints should be sent in writing.

B. Scope

The LegalSource audit, report and certificate covers the following scope:

Report Type	
Report type:	Public Summary

Organisation Details	
Primary contact:	Anna Budyn – Świerczek - co-owner
Address:	ul. Wolicka 7, 32 – 830 Wojnicz, Polska
Tel/Web/Email:	+48146787500, solidparkiet@solidparkiet.pl http://solidparkiet.pl/
Jurisdiction of primary legal entity:	Poland
Primary Activity	Secondary Manufacturer
Description of Organisation:	<p>Manufacturer of floor products. Single site with 1 factory located in the south of Poland.</p> <p>The LegalSource certificate scope of Organisation covers the production of solid wood floor planks made of native to Poland broad-leaved species: <i>Quercus robur</i> [mainly], <i>Quercus petraea</i>, <i>Fraxinus excelsior</i>, <i>Acer pseudoplatanus</i>, and one non-native species grown in Poland - <i>Quercus rubra</i>. Additionally, FSC certified <i>Pinus Sylvestris</i> and <i>Picea abies</i> plywood is used. The sawn-wood material is sourced locally (south of Poland) within radius of no more than 150 km from CH's factory. Species other than oak are used occasionally and main production is based on oak.</p> <p>Solid Parkiet sources all of its wood material from southern regions of Poland (Podkarpackie, Małopolskie, Śląskie). Annual material turnover runs from 1200 m³ (2017), 1300 m³ (2018), up to 1577 m³ (2019). Nearly all roundwood sourced by sawmills (Solid Parkiet suppliers) derives from FSC certified state forests. The proportion of FSC sourced material entering these sawmills may vary between 97% - 100%. The rest comes from PEFC certified FMUs of RDLP Krosno State Forest (northern region, FSC low risk FMUs only: nadleśnictwa Tuszyna, Strzyżów, Leżajsk, Krasiczyn, Oleszyce, Jarosław, Głogów, Lubaczów, Brzozów, Dukla). FMUs are low risk in FSC CNRA for Poland. The company do not buy wood from FMUs where FSC indicated specified risk (Białowieża, Hajnówka, and Browsk Forest Districts).</p>

	<p>Organization has implemented a Due Diligence System (DDS) and Chain of Custody (CoC) system for Polish region only. All input material is coming from sawmills and FMUs located south of Poland (except FSC certified plywood). No import takes place. These systems seek to avoid the wood from non-approved FMUs, private forests, that might enter sawmills. Solid Parkiet ensures that, for LegalSource production and claims following wood categories are used:</p> <ul style="list-style-type: none"> - FSC 100% certified, - 100% PEFC certified only from regions identified as low risk in FSC CNRA for Poland 2018 <p>Within Solid Parkiet, the sawn timber is segregated, stored, dried, and placed at production unit. Further the final product (flooring board) is packed and sold in German and other western European markets.</p>
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Certificate Scope	
Certificate Type	<input checked="" type="checkbox"/> Single site certificate <input type="checkbox"/> Group/ Multi-site certificate
Standards Evaluated:	<input checked="" type="checkbox"/> LegalSource Standard (LS-02) <input checked="" type="checkbox"/> NEPCon Generic Chain of Custody Standard (NC-STD-01) <input type="checkbox"/> NEPCon Generic Group & Multi-Site Standard (NC-STD-02)
Product scope:	<p>Floor Parquet 4409 Floor Lam-parquet 4409 Solid wood floor panels 4409</p> <p>Species: European oak (<i>Quercus robur</i>, <i>Quercus petraea</i>) European ash (<i>Fraxinus excelsior</i>), Red oak (<i>Quercus rubra</i>), Black locust (<i>Robinia pseudoacacia</i>), Sycomore maple (<i>Acer pseudoplatanus</i>), Wild Cherry (<i>Prunus avium</i>), European beech (<i>Fagus sylvatica</i>), Silver birch (<i>Betula pendula</i>), White birch (<i>Betula pubescens</i>).</p> <p>Lamela 4408</p> <p>Species Top: European oak (<i>Quercus robur</i>, <i>Quercus petraea</i>) European ash (<i>Fraxinus excelsior</i>), Red oak (<i>Quercus rubra</i>)</p> <p>Species Plywood: Scots pine (<i>Pinus Sylvestris</i>), Norway Spruce (<i>Picea abies</i>), Silver birch (<i>Betula pendula</i>), European alder (<i>Alnus glutinosa</i>), European beech (<i>Fagus sylvatica</i>).</p>
Current changes to certificate scope since last audit:	<p>Add 3 species as input to plywood: <i>Betula pendula</i>, <i>Alnus glutinosa</i>, <i>Fagus sylvatica</i>.</p> <p>Reduce the number of species on the top layer of floors to: European oak (<i>Quercus robur</i>, <i>Quercus petraea</i>) European ash (<i>Fraxinus excelsior</i>), Red oak (<i>Quercus rubra</i>).</p>
Past changes (implemented in previous audit)	<p>In 2019 following species have been removed: <i>Robinia pseudoacacia</i>, <i>Betula pendula</i>, <i>Betula pubescens</i>, <i>Fagus silvatica</i>, <i>Acer pseudoplatanus</i>, <i>Prunus avium</i>.</p> <p>In 2019 following species have been added: <i>Pinus Sylvestris</i> and <i>Picea abies</i> in a form of FSC certified plywood from Paged Sklejka, Poland.</p> <p>No other changes to certificate scope.</p>

Certificate Sites or Group members

X No other sites

Evaluation Process	
Audit team:	<p>Mikhail Rai – LS / FSC / PEFC Lead auditor</p> <p>Waldemar Malinowski – FSC Lead auditor, LS trainee auditor</p>
Description of Audit Process:	<p>2021 annual evaluation process has been conducted on-site on 21st of December 2021 at the main office, factory site location - Wojnicz, near Tarnów, Poland and the same day at chosen suppliers location in Janowice (2 sawmills). The lead auditor participated remotely due to international travel restrictions resulting from Covid prophylaxis. On-site LS auditor in training participated in the audit.</p> <p>The owners of the company, daily management staff, certificate responsible person and auditor were present at opening meeting. Organization was informed about data and information protection policy as well as the methodology of the auditing and approval process.</p> <p>At this second stage, the following procedures and documents were assessed:</p> <ul style="list-style-type: none"> - DDS procedures - risk evaluation - material ordering system - checking of the incoming material - purchase policy of the company - supplier declaration signed by new supplier - purchase and sale invoices. - supplier list - access to FSC CNRA for Poland <p>During the field visit, the organization's site was visited to confirm management quality, scope of production, species used and stored, quantities, source of material, knowledge of staff, received material storage areas, sawing and production lines and halls, drying compartments and final product storage sites. Key staff were interviewed in connection to general understanding of due diligence procedures, receiving, storing, production and final sale of wood.</p> <p>The closing meeting was conducted where audit conclusions were provided verbally.</p> <p>Supplier sample audit has been conducted on-site at 2 chosen suppliers:</p> <p>TARTAK JANOWICE Ewa Kocik, Marcin Kocik, Bartosz Kocik Spółka Cywilna</p> <p>Interview with owner of a small company, log-landing stock inspected to confirm origin of wood by digit identity numbers. Following documents were checked: purchase and delivery documents, sales invoices.</p> <p>Exh 8</p> <p>FPU KRYSZTYAN KOCIK</p> <p>Interview with owner of a small company, log-landing stock inspected to confirm origin of wood by digit identity numbers. Following documents were checked: purchase and delivery documents, sales invoices.</p>

	Both sawmills are located in the same place.
Actions taken by Organisation prior to report finalisation:	No additional actions required or taken.
Notes for the next audit:	No specific instructions.

C. Audit Findings

Audit Conclusion:	
Organisation approved: No non-conformances issued	<input checked="" type="checkbox"/>
Organisation not approved:	<input type="checkbox"/>
<p>Additional comments: Low risk LS certificate holder. The scope of the LegalSource certificate and material procurement due diligence system of Organisation is limited to local suppliers and FMUs. Organization sources its wood entirely from south of Poland. No import takes place. In 2014 – October 2021 period no "LegalSource" certified sale has taken place.</p> <p>Lack of purchase from private forest. Only wood from broken chain of FSC and PEFC Polish National States Forests has purchased.</p>	

Non-Conformances

Non-conformance reports (NCRs) describe the non-conformances identified during audits. NCRs include defined timelines for the Organisation to demonstrate conformance. MAJOR non-conformances issued during assessments/reassessments shall be closed prior to issuance of the certificate. MAJOR non-conformances issued during annual audits shall be closed within the timeline against standard requirements are shown below:

No non-compliances identified during 2021 annual audit.

Observations

Observations (Obs) are issued for the early stages of a problem which does not in and of itself constitute a non-conformance, but which the auditor considers may lead to a future non-conformance if not addressed by the Organisation or where general improvements may be made. Where applicable, all observations are shown below:

No observations formulating during 2021 annual audit.

D. Closed Non-Conformances

Closed Non-Conformances

This section indicates where the Organisation has adequately addressed non-conformances issued during or since the last audit.

Any non-conformances which cannot be closed remain open and appear in Section C (above). Failure to comply with a minor non-conformance results in the NCR being upgraded to major; the specified follow-up action is required by the Organisation or involuntary suspension will take place.

No NCRs issued in 2020 to be evaluated.

OBS 1/20 has closed.

E. LegalSource Due Diligence Checklist (CONFIDENTIAL)

G. Legal compliance in the supply chain (CONFIDENTIAL)

H. Chain of Custody (CoC) (CONFIDENTIAL)

I. Evaluation of supplier verification programme (CONFIDENTIAL)

Appendix 1: Overview of Products/ Supply Chains Evaluated by Organization (CONFIDENTIAL)

Appendix 2: Overview of Products/ Supply Chains Evaluated by NEPCon (CONFIDENTIAL)

Appendix 3: Exhibit List (CONFIDENTIAL)