

Project Title
WithOneSeed Timor Leste Community Forestry Program
Gold Standard ID
GS4210
Year of this Annual Report
2017
Dual Certification
☐ FSC - Dual certification If the project is certified according the Forest Stewardship Council (FSC), the certification status replaces the completion of this template. Please provide the 'FSC Audit Report' in the <i>supporting documents</i> of section '3. Sustainability' and provide a reference to this <i>supporting document</i> in this template: ...

Please outline how your project meets each of the following requirements, referring to any *supporting documentation* where necessary. The formatting requirements provided in chapter 7.4 must be followed.

Reporting

2. The 'Annual Report' shall focus on information since the last 'Annual Report'. It shall include: (a) a summary (in English and local language) of the recent <u>projects</u> activities (b) a clear statement (in English and local language) on how <u>stakeholders</u> can provide inputs/grievances	
(a)	WithOneSeed is the first internationally certified community-forestry program in Timor-Leste. Ho Musan Ida mak hetan sertifikasaun internasional dahuluk iha programa florestal komunidadade Timor-Leste. The WithOneSeed program is a social enterprise taking action on climate change through community forestry in Timor-Leste. Since 2009 WithOneSeed has been working with 10 subsistence farming communities in the sub-district of Baguia, Municipality of Baucau to generate income through a community forestry initiative. WithOneSeed has four main commitments to: ▪ address local environmental degradation ▪ build village economies through annual payments to small landholder farmers who grow and maintain forest trees ▪ educate communities about the importance of trees for climate adaptation and mitigation measures ▪ build regional partnerships to collaborate on climate change. Programa Ho Musan Ida mak bussiness social nebe fo benefisiu ba komunidadade ne'ebe foti asaun iha parte mudansa klimatika liu husi florestal komunidadade iha Timor-Leste. Hahu iha tinan 2009 programa Ho Musan Ida servisu hamutuk ho to'os na'in sira iha suku 10 iha Postu Administrativu Baguia nian, Municipio Baucau atu hamoris rendimentu liu- husi inisiativu

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floresta comunidade nian.

Programa Ho Musan Ida iha komitmentu haat (4) ba:

- Hadia meio ambiente lokal ne'ebe estraga ka aat.
- Harii ekonomia iha suku laran liu-husi pagamentu annual ba to'os na'in sira ne'ebe kuda no kuidadu ai-horis.
- Eduka comunidade kona ba importansia ai-horis nian ba adaptasaun klimatika no hamenus ar foer.

Kria relasaun amizade regional atu serbisu hamutuk iha mudansa Klimatika

Key aspects of the program include:

- There are 3 main nurseries and 13 smaller village based propagation nurseries where seedlings are propagated and provided to participating farmers to plant on their land in locations of their choosing;
- To encourage participation and to introduce much needed income into the community, farmers receive an indexed annual incentive payment for each surviving tree, up to 500 trees;
- Farmers are supported with agroforestry training and advice on the planting and care of trees;
- Participating farmers become members of the Baguia Tree Cooperative where they support each other as they learn about agroforestry and permaculture

Aspetu importante programa nian inklui:

- Iha viveiru sentral tolu (3) no viveiru sanak iha sanolu resin rua (12) ne'ebe baseia ba kria ai-oan no bele fahe ba partisipante to'os na'in sira atu kuda iha sira nia to'os tuir area ne'ebe sira deside rasik.
- Atu fo motivasaun ba partisipante sira hodi apresenta katak presiza liu rendimentu osan iha comunidade, to'os na'in simu pagamentu annual insentivu ba ai-horis ne'ebe sei moris to'o hun atus lima (500).
- To'os na'in hetan treinamentu agroflorestal no informasaun sira kona ba kuda no kuidadu ai-horis.
- Partisipasaun to'os na'in sai hanesan membro ba koperativa ai-horis Baguia ne'ebe sira suporta malu hodi aprende kona ba agroflorestal no permakultura.

The program supports 10 of the 17 United Nations Sustainable Development Goals. It is an important part of the program objectives to align environmental activities with development activities.

Programa ne'e suporta objetivu sanulu(10) husi husi objetivu sanulu resin hitu (17) husi United Nation Sustainable Development. Ida ne'e parte importante ida husi objetivu programa atu hamutuk actividades meio ambiente nian no actividades desenvolvimento.

To date the program has been funded primarily by philanthropic donations, grants, pro bono contributions and small government grants. In February 2016, after a rigorous application and auditing process, WithOneSeed achieved Gold Standard Foundation Certification under the

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Aforestation/Reforestation Standard for the area covered by the program in Baguia. The certification covers the period from 2010 to 2039. xpand Foundation anticipates that the accreditation will enable the sale of carbon credits¹ in the voluntary carbon market² to raise sufficient funds to make WithOneSeed a self-sustaining program by 2021. The development of *WithOneSeed Business Plan and Risk Assessment* forms the finalisation of business planning, risk assessment and feasibility for the next stage of development for WithOneSeed in Baguia. The plan covers the period from 2016 to 2021, during which the program will be transitioning from a philanthropy/grant-funded project, managed from Australia, into a financially self-sustaining program, managed in Timor-Leste.

To'o agora programa ida ne'e suporta husi doasaun philanthropic, ajudasaun, kontribuisaun servisu gratuitu no orsamentu oituan husi governu. Iha Feveireiro 2016, depois husi aplikasaun rigorosu no prosesu audit, programa Ho Musan Ida hetan sertifikasaun husi Fundasaun Gold Standard iha standar Aflorestasaun no Reflorestasaun ba area ne'ebe iha ona programa ne'e iha Baguia. Sertifikasaun ne'e kona ba periodo husi 2010 to'o 2039. Fundasaun Xpand antisipa katak akreditasaun sei bele atu faan kreditu ar foer (dioxido de carbonu) iha merkadu voluntariado ar foer nian atu bele hetan orsamentu ne'ebe suficiente atu halo programa Ho Musan Ida bele hamrik mesak iha 2021. Plano dezvoltamento programa Ho Musan Ida no formula kalkulasaun risku atu halo hotu planu bussinees nian, risku kalkulasaun no dala ruma bele iha periodo tuir mai ba dezvoltamentu programa HO MUSAN IDA iha Baguia. Planu nee kona ba periodo husi 2016 too 2021, durante programa nee iha tempo transisaun nian husi ema riku sira ou orsamentu nebe ita hetan ba programa, organisa husi Australia , ba programa finanseiru nebe be hamriik mesak nebe organisa iha Timor Leste.

Since August 2016 the xpand Foundation has been marketing the carbon credits generated by the program under the name CarbonSocial. The carbon credits have been marketed as a premium product and targeted to individuals who want to take symbolic action on climate change. To the end of January 2017 sales of around A\$40,000 has been generated.

Hahu iha Agosto 2016 Fundasaun Xpand bele faan ona ar foer nebe hamoris husi programa nee ho naran karbono sosial. Kreditu karbono hahu ona faan produsaun dahuluk no ho tarjetu ba ema individual nebe hakarak foti asaun simbolika iha mudansa klimatika. To iha Janeiro loraon ikus 2017 hetan ona A\$ 40,000.

The program's achievements over the past twelve months include the following:

- By November 2016 the program had 583 farmers participating and 78,147 mahogany trees planted on their land in locations of the farmers' choosing. The trees are owned and maintained by the farmers and the farmers receive an annual incentive payment for the management of the trees.
- 8 people are employed by the Timor-Leste organisation Ho Musan Ida Foundation. Ho Musan Ida grows and distributes WithOneSeed seedlings, supports farmers by facilitating agroforestry education and training and distributes WithOneSeed annual

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payments to participating farmers.

- Baguia Farmers Cooperative has been established to represent the interests of participating farmers.
- xpand Foundation has established a Timor-Leste branch office with a primary role of local advocacy on behalf of WithOneSeed.
- By October 2016, through local salaries, farmer payments, local activities and infrastructure development, WithOneSeed has contributed over US\$250,000 into the Baguia community.
- In February 2016, after a rigorous application and auditing process, WithOneSeed achieved Gold Standard¹ Carbon Accreditation. The accreditation covers the period from 2010 to 2039. After an assessment by an independent auditor WithOneSeed carbon credits, branded CarbonSocial, are now for sale in the voluntary carbon market. xpand Foundation has recently initiated the verification process which will mean that CarbonSocial credits will then be eligible for carbon offsetting under Australia's *National Carbon Offsetting Standard*
- By June 2016, after considerable negotiation and a presentation to the Council of Ministers, the highest government body in Timor-Leste chaired by the Prime Minister, an MOU with the Government of Timor-Leste was agreed and signed that assigns the carbon rights to the farmers who are planting and maintaining trees on their land
- By December 2016 a further 13 tree nurseries have been established across the sub-district making a total of 16 nurseries that will propagate around 30,000 trees a year for the members of the Baguia Tree Cooperative.
- Currently a finance cooperative is in the process of being established that will provide a banking service to the Baguia Farmers Cooperative.

Programa nee nia planu neebe hetan ona iha fulan sanulu resin rua (12) liu ba mak tuir mai nee:

- Too iha fulan Novembro 2016 programa nee iha ona toos na'in atus lima walunulu resin tolu (583) nebe partticipa no ai mahony hun 78,147 kuda ona iha toos na'in sira nia toos nebe sira desidi ona.S
Ai nee pertense ona ba toos nain sira no sira mak sei tau matan no kuidadu no toos nain sira sei simu insentivu kada tinan nian ba manajementu ai horis nian.
- Fundasaun HO MUSAN IDA iha Timor Leste fo serbisu ba ema nain walu iha programa nee. Programa HO MUSAN IDA prepara no distribui ai oan ba toos na'in sira, ajuda toos na'in sira hodi fo treinamentu no edukasaun atu to'os na'in bele partisipa iha programa nee.
- Koperativa toos nain Baguia estabese ona hodi representa interesse ba partisipasaun to,os na,in nian.
- Fundasaun Xpand estabelese ona hanesan sanak ofisiu iha Timor Leste ho regra dahuluk husi advokasia local hodi WITHONESEED nia naran.
- Too iha Outubro 2016, liu husi salario lokal, selu to'os na'in sira, actividades lokal no konstrusaun desenvolvimentu, WITHOneSeed kontribui ona U\$ 250.000 iha comunidade Baguia .

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- Iha Feveireiro 2016, liu tiha aplikasaun no prosesu audit nebe riguroso, WITHOneSeed hetan ona akreditasaun ba Karbono husi Fundasaun Gold Standard. Akreditasaun nee hahu husi periodo 2010 too 2039. Liu tiha kalkulasaun husi auditor independente ba WITHOneSeed kreditu karbono, ho marka carbonSocial, agora bele faan ona iha merkadu voluntario ar foer nian. Fundasaun Xpand foin dadaun hahu prosesu verifikasaun ne'ebe ho hanoin katak kreditu karbono sosial sei tuir kriterios ba carbo offsetting ho kontrola ida husi *National Carbon Offsetting Standard Australia* nian.
- *Iha Junho 2016, liu tiha* negosiasaun nebe ho diak no apresentasaun ba iha konsellu ministru nian, nebe xefia husi primeiro ministro nudar orgaun soberano iha Timor Leste iha akordo ida ho governo Timor Leste konkorda no asina hodi hatudu katak direitu ar foer nian ba to'os na'in nebe kuda ai horis no kuidadu nia iha sira nia area.
- Iha Desembro 2016, estabelese viveiro sanak sanulu resin rua (12) iha postu administrativu nia laran nunee total hamutuk viveiru sanulu resin lima (15) nebe sei prepara ai oan hamutuk hun 30.000 kada tinan ba membro koperativa ai horis iha Baguia.
- Agora dadaun nee orsamentu koperativa nian sei iha prosesu estabesimentu nia laran neebe sei ajuda asesu banku iha koperativa haburas Baguia.

Transitioning to financial self-sustainability by 2021

The development of WithOneSeed has been funded so far primarily by philanthropic grants and donations, pro bono contributions and small government grants. In September 2016, WithOneSeed began to acquire income from the sale of CarbonSocial carbon credits. xpand Foundation's financial modelling¹, using conservative assumptions, indicates that WithOneSeed income from CarbonSocial sales will grow to the point in 2021 when it will cover the annual costs of delivery of the program in Baguia and have begun to build financial capacity to expand the program into new sub-districts of Timor-Leste.

Mudansa ba finanseiru nebe hamriik mesak iha 2021

Desenvolvimentu WITHONESEED nian suporta husi ema riku sira no doadores too oras nee, kontribuisaun serbisu gratuitu no orsamentu oituan husi governo. Iha Setembro 2016, hahu hetan osan husi faan kreditu ar foer iha carbonsocial. Modelu finanseiro Fundasaun Xpand usa hanoin sira, hatudu katak WithONESEED nia rendimentu finanseiru husi loja carbonsocial nebe sei buras too iha objetivu iha 2021 wainhira nee sei taka gastus annual hodi halao programa nee iha Baguia no hahu harii kapasidade finanseiru hodi haburas no halekar programa nee iha postu administrativu seluk iha Timor Leste nia laran.

WithOneSeed stakeholder relationships

The WithOneSeed model is based on relationships between key stakeholders. The relationships are formally established in:

- a tri-partite agreement between xpand Foundation, Ho Musan Ida and Baguia Farmers Cooperative
- agreements between xpand Foundation and each participating farmer
- a memorandum of understanding relating to WithOneSeed between xpand Foundation

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and the Government of Timor-Leste.

Relasaun amizade ho ema nebe involve iha WithONESEED

Modelu WithONESEED nee baseia iha relasaun amizade entre ema nebe hanesan xave ou ema nebe importante iha programa nee. Relasaun amizade nee formalmente estabelese iha:

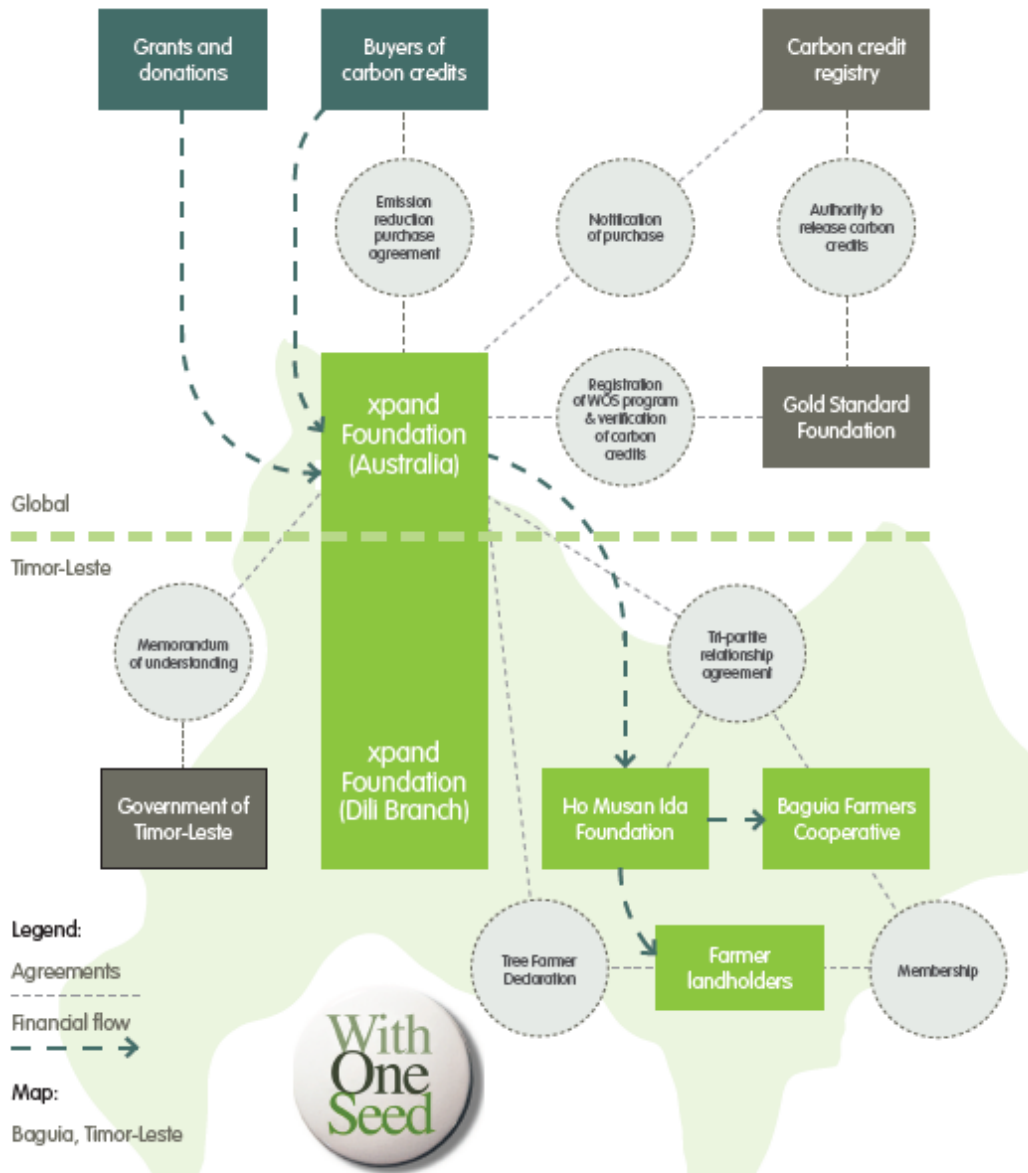
- Konkordansia ida iha parte tolu (3) entre Fundasaun Xpand, HO MUSAN IDA no Koperativa Haburas Baguia
- Konkordansia entre Fundasaun Xpand no kada to'os na'in.
- Akordu nee relasaun ho WITHONESEED entre Fundasaun Xpand no governu Timor Leste

The program has a number of very high profile supporters including His Excellency Dr José Ramos Horta. Dr Horta is a co-author of an article on WithOneSeed in the Huffington Post.

http://www.huffingtonpost.com/jose-ramoshorta/in-the-mountains-of-timor_b_12976624.html

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The diagram below presents the WithOneSeed entities, related agreements and funding flows.



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(b) The process for Inputs and Grievances.

1. Continuous Input and Grievance Expression Process Book

A book will be placed in the office of the sub District Administration of Baguia where people will be able to record issues or grievances.

The book will be reviewed at weekly project meetings by the local project manager. All issues recorded in the book will be discussed at the meeting and appropriate action will be determined. This may require the project manager to engage with the person/s who raised the issue or it could be another member of staff who completes the follow up. How is the complaint going to be managed.

The sub District Administration is the central point of communication across the sub District of Baguia. This office is well respected and a trusted office by the broader community of Baguia.

Contact: Sr. Antonio Dos Ramos, sub District Administrator
Phone: [77304117](tel:77304117)

2. Telephone access

The phone number of the Program Manager of the WithOneSeed program is well publicised and known by the farmers across the sub District. This is the first point of voice communication for people with an issue or grievance.

The WithOneSeed program manager is well known and respected in the sub District of Baguia

Contact: Sna Leopoldina Guterras
Phone: 77280188

3. Village tree coordinator

Each of the 10 villages in the sub-district of Baguia has a nominated person who is responsible for coordinating the tree planting and management activities for that particular village. This person is responsible for addressing any issue or concerns that tree farmers may have and then he/she brings the issues to the attention of the Ho Musan ida program manager.

Submit the following documents together with this 'Annual report':

- | | |
|-----|---|
| (c) | Filled-in template 'List of Input & Grievances', listing the input and grievances since the last 'Annual Report'
...Attached |
| (d) | Updated 'Key Project Information'
...Attached |

Submit the following documents together with this 'Annual report':

(e)	List of <u>stakeholders</u> who will receive the 'Annual Report' Minister for Economic Coordination, Agriculture and Fisheries, Timor Leste Secretary of State Forestry, Timor Leste Director General Agriculture, Timor Leste Director General Forestry, Timor-Leste WithOneSeed Patron, H.E. Dr. Jose Ramos Horta President RDTL, H.E. Taur Matan Ruak Advisor to the Prime Minister of Climate Change and Environment, Timor Leste Minister for Industry, Commerce and Environment, Timor Leste Designated Climate Change Office, Timor-Leste Australian Ambassador to Timor-Leste Timor Ambassador to Australia Municipal Administrator Baucau, Timor-Leste Sub –Municipal Administrator Bagaia, Timor-Leste xpanse Foundation Board CEO, Computershare Australia PMF Morris Family Trust A copy will be posted on the WithOneSeed website ...
(f)	Most recent 'Certification Report' Initial Certification https://www.dropbox.com/s/9taos34rcpzpggr/WithOneSeed GS initial cert 16.doc?dl=0
(g)	Updated 'Project Participants & Secured Titles' (in case of any changes) https://www.dropbox.com/s/ekg3g8f65aul7uk/3.5 - Template - Project Participants_Secured Titles Performance Certification.pdf?dl=0

Declaration of correct project information

I hereby certify and declare that, to the best of my knowledge, the project complies with the project information submitted to The Gold Standard.

Project owner

Legal entity:

xpanse Foundation
32 Tamar Grove
Oakleigh, Victoria
3166
Australia

Contact person:

Andrew Mahar

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Place, Date and Signature

Melbourne, Australia
14/3/2017

