



**Bureau Veritas Certification  
North America, Inc.  
SFI and/or PEFC Audit Report**

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PEC Code:	E01E

Contract Number:	HQ12206	Certification Audit:		Re-Certification Audit:		Surveillance: (Indicate visit # or Pre-Assessment)	4
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**Audit Summary**

During July 7 - 10, 2008 Bureau Veritas Certification of Jamestown, New York conducted a surveillance audit to Performance Measures 8.3 and 8.4 and Objectives 10, 11 and 13 of the 2005-2009 Sustainable Forestry Initiative® (SFI) Standard for Rayonier Southeast Wood Product’s procurement system. Rick Larkin conducted the surveillance audit, and served as the lead auditor. Mr. Matt Jones SFI Supervisor, provided audit planning and logistical support that contributed to successful execution of the audit.

The audit plan ensured that all required core and other Verification Indicators were covered. As provided in the SFI 2005-2009 Edition standard, the two audit objectives adopted were to:

1. Establish conformance of Rayonier Southeast Wood Product’s SFI Program against the SFI Standard (SFI 2005-2009) and any additional criteria and indicators; and
2. Establish whether Rayonier Southeast Wood Products’s SFI management system and on-the-ground activities meet the SFI Standard Objectives and Performance Measures.

The scope of the audit was: *“Wood procurement activities including purchased stumpage, roundwood, and chips by Rayonier SEWP associated with the following facilities in Georgia, Virginia and Florida: Jesup performance fibers, Offerman fiber facility, Collins fiber facility, Eastman fiber facility, Barnesville fiber facility, Jarratt fiber facility, Fernandina performance fibers, Fernandina fiber facility, Baxley sawmill, Swainsboro sawmill and Eatonton sawmill. secondary material sources for EAM corporation Novathin facility in Jesup Georgia.”*

This SFI surveillance audit was conducted under environmental auditing methodologies identified in the SFI 2005-2009 Verification/Certification Principles and Procedures document (SFI-V/PPP). Standard Bureau Veritas Certification protocols and forms were applied throughout the verification as provided by the Bureau Veritas Certification SFI Auditor Handbook, Third Version dated September 2007. Verification against the SFI standard is a two-stage process that includes a planning audit and a surveillance audit.

During the opening meeting at the Baxley, Georgia office on July 7, 2008 the audit approach, scope, and objectives were discussed. An explanation of non-conformances, opportunities for improvement, and identification of notable practices was also provided. The audit plan was discussed and agreed to, and time and date of the closing meeting was confirmed.

Rayonier SEWP procures wood for two pulpmills, three sawmills, and six chipmills in Georgia, Florida and Virginia. This audit was conducted on the wood procurement operations for the Fernandina, Florida pulp mill and Jarratt, Virginia chip mill. Rayonier is on a surveillance audit schedule, with all facilities and covered and applicable indicators within SFI Objectives 8-13 audited within a five-year period.

The audit consisted of a field review of six gatewood tracts for which a BMP inspection report had been completed by Rayonier personnel or their supplier, in addition to a review of SFI program documentation. Rayonier personnel interviewed during the audit are identified on the SF61 evidence compliance matrix maintained on file by Bureau Veritas Certification.

The findings made by Bureau Veritas Certification are listed below.

**Non-conformances:**

No non-conformances were issued during the audit.

**Opportunity for Improvement:**

No opportunities for improvement were identified during the audit.

**Notable Practices:**

No notable practices were identified during the audit.

Results of the audit indicate Rayonier continues to implement its SFI program during its wood procurement activities.

With this report, the two SFI audit objectives were attained. Both the planning audit and surveillance audit were conducted in a positive atmosphere. The findings and conclusions of this certification audit are the results of a constructive and cooperative effort between Rayonier Southeast Wood Products and Bureau Veritas Certification.

During the audit, Bureau Veritas checked the SFI Inc. website to determine if the previous audit report had been posted on the website. While the 2006 audit report was posted, the 2007 audit report was not shown on the SFI website.

The closing meeting was conducted at the Jarratt, Virginia office on July 10, 2008. Attendees are listed on the closing meeting participation sheet. The results of the audit were discussed. A recommendation that Rayonier Southeast Wood Products be awarded continued certification was made.

The contents of this report are strictly confidential and the property of Rayonier Southeast Wood Product. Bureau Veritas Certification will not distribute this information without written permission from Rayonier Southeast Wood Products.

<b>Summary of Audit Findings:</b>									
Stage 1 Audit Dates:	From:				To:				
Stage 2, Renewal or Surveillance Audit Dates:	From: July 7, 2008				To: July 10, 2008				
Number of SF02's Raised:				Major:	0		Minor:	0	
Is a follow up visit required:	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	Date(s) of follow up visit:				
Follow-up visit remarks:									
<b>Team Leader Recommendation:</b>									
All NCR's now cleared:	Yes	-	No	-	Proceed to/Continue Certification	Yes	<input checked="" type="checkbox"/>	No	<input type="checkbox"/>
Date:	07/10/08								
Standard(s) audit conducted against:									
1)	2005:2009 SFIS		3)						
2)			4)						
Team Leader (1):			Team Members (2,3,4...)						
Rick Larkin EMS LA			2)						
			3)						
			4)						
			5)						
Scope of Supply: (scope statement must be verified and appear in the space below)									
Wood procurement activities including purchased stumpage, roundwood, and chips by Rayonier SEWP associated with the following facilities in Georgia, Virginia and Florida: Jesup performance fibers, Offerman fiber facility, Collins fiber facility, Eastman fiber facility, Barnesville fiber facility, Jarratt fiber facility, Fernandina performance fibers, Fernandina fiber facility, Baxley sawmill, Swainsboro sawmill and Eaton sawmill. Secondary material sources for EAM corporation Novathin facility in Jesup Georgia.									
Accreditation's:	ANAB								
Number of Certificates:									
<b>Audit Report Distribution</b>									
Matt Jones - <a href="mailto:MATT.JONES@RAYONIER.COM">MATT.JONES@RAYONIER.COM</a>									
Karen Rhodes - <a href="mailto:karen.rhodes@us.bureauveritas.com">karen.rhodes@us.bureauveritas.com</a>									

Clause	Audit Report
Opening Meeting	<p>Participants: Matt Jones - SFI Supervisor, Tom Termer - Procurement Forester, and Mark Morash - Area Supervisor</p> <p>Discussions:</p> <ul style="list-style-type: none"> <li>➤ Introductions</li> <li>➤ Scope of the audit</li> <li>➤ Audit schedule/plan</li> <li>➤ Nonconformance types – Major / Minor</li> <li>➤ Review of previous nonconformances - 0.</li> <li>➤ Process approach to auditing and audit sampling</li> <li>➤ Confidentiality agreement</li> <li>➤ Termination of the audit</li> <li>➤ Appeals process</li> <li>➤ Closing meeting timing</li> </ul>
Closing Meeting	<p>Participants: Matt Jones, R. Kent Callahan - Area Supervisor, Brandon Orrock - Procurement Forester, Van Wier - Area Superintendent, Steve Worthington - SEWP General Manager; Van and Steve participated by phone.</p> <p>Discussions:</p> <p>Introductions and appreciation for selecting Bureau Veritas Certification.</p> <ul style="list-style-type: none"> <li>➤ Review of audit process - process approach and sampling.</li> <li>➤ Review of OFIs and System Strengths</li> <li>➤ Nonconformances - 0</li> <li>➤ Date for next audit.</li> <li>➤ Reporting protocol and timing</li> </ul>