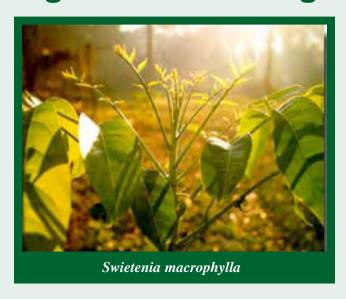




WORKSHOP "Sustainable Trade and Management of Mahogany"



Working Principles, Findings, Recommendations, and Unresolved Issues

Co-Hosts: Tropical Forest Foundation and EMBRAPA Amazonia Oriental

Belém, Brazil May 2-4, 2002

Sponsors: International Wood Products Association, Timber Exporters Association of the State of Para, U.S. AID/U.S. Forest Service International Programs









"Big-Leaf" Mahogany (*S. macrophylla*) is and has for many generations been the most popular exotic tropical timber species in the trade. In recent years, trade in mahogany has become controversial. In May 2002, more than 100 people interested in the species gathered in the heart of the Amazon Basin to assess difficulties related to its management and trade and to look for solutions. The workshop was unusual in that it was designed to feature the participation of the mahogany producers and buyers to which public perception and the future of the mahogany resource is so important. This is a report from that Workshop.



Dr. Ariel Lugo delivered one of the keynote addresses in the opening session in Belém

Panelists and speakers included scientists, government, NGOs, and industry representatives from Latin America, the United States and Europe having a major stake in the management and/or in the trade of mahogany.

The Workshop, "Sustainable Trade and Management of Mahogany", was co-hosted by the Tropical Forest Foundation (TFF) and Empresa Brasileira de Pesquisa Agro-Pecuaria (EMBRAPA), and was co-sponsored by the International Wood Products Association (IWPA), the Timber Exporters Association of the State of Para (AIMEX), U.S. Agency for International Development (AID) and U.S. Department of Agriculture Forest Service - International Programs.

The Mahogany Workshop was made possible through the generous funding of U.S. AID, U.S.D.A. Forest Service, the International Wood Products Association, and donations from the following:

- Industry producers and consumers
- American Furniture Manufacturers Association
- Hardwood Plywood Veneer Association
- Architectural Woodwork Institute.

Dr. Ariel Lugo, Director of the International Institute of Tropical Forestry (Puerto Rico) facilitated development of a consensus summary and recommendations from the workshop.

The key Principles, Findings and Recommendations from the Mahogany Workshop are provided for the benefit of those who have a role in the management and trade of mahogany.

Working Principles, Findings, Recommendations, and Unresolved Issues (adopted by consensus of all attendees)



Working Principles

- Conservation and sustainable use of mahogany and of tropical forests is the primary objective of our activities.
- The principle of sustainability should guide all uses of mahogany and of the tropical forest.
- People are part of the resource use/conservation equation and part of the solution.
- Realizing the economic value of tropical forests is consistent with conservation and sustaining biodiversity.
- Sustaining trade activity is part of sustaining tropical forests.
- Active management in the context of sustainability is compatible with conservation.
- How mahogany is managed sets an important precedent for the management of tropical forests in Latin America; it might well dictate the future of these forests.
- Bans on logging and trade activities are generally counterproductive in relation to a sustainable use of forests.
- Scientific information provides the basis for effective management activities.
- Scientists provide scientific information to enlighten and inform debates, policy, management, and decisionmaking.

Findings: General

- Business as usual is no longer possible in the context of today 's social environment.
- The public is receiving significant levels of misinformation about tropical forestry; this promotes myths and confusion.
- A misinformed public endangers the conservation of tropical forests.

- Low impact logging pays off ecologically and economically, but will not alone create proper conditions for abundant regeneration of mahogany.
- Mahogany stands dedicated as "seed reserves" contribute to regeneration and conservation of genetic diversity when scattered over the landscape.

Findings: Technical

- Sufficient technical information is available for managing mahogany stands.
- However, the species functions along multiple gradients of topography, rainfall, temperature, and disturbance, and there is a need for more research and synthesis of available information.
- Mahogany has a complex life history and different size classes appear to have different requirements to advance to larger sizes.
- Forest use and management requires continuous tree inventories to assess forest productivity, regeneration, and sustainability of stocks.

Findings: Commercialization & Trade

- Trade bans, excessive bureaucracy, and punitive—as opposed to incentive-based—regulations hinder trade and reduce the effectiveness of the market.
- These measures penalize and obstruct legitimate businesses while facilitating corruption, criminal activity, and ineffective use of resources.
- All the above create confusion and a negative image for tropical timber in foreign markets and jeopardize the competitive position of tropical woods in the world market.
- Wood from naturally grown large trees has greater commercial value than wood from smaller trees or plantation-grown wood.



Working Principles, Findings, Recommendations, and Unresolved Issues

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- There is profit in the commercialization of mahogany seed production.
- The productive sector is undercapitalized and unprepared to properly manage the tropical forest.
- All aspects of the wood industry require clear rules and predictable conditions to facilitate long-term investments.

Recommendations: General

- Land owners, producers, and buyers must actively collaborate to contribute to government policy.
- Expand the conservation dialogue to all sectors of society.
- Develop a new synthesis of the ecological knowledge on mahogany.
- Develop new policies and guidelines for the management of mahogany.
- Assure that mahogany in trade is sustainably produced.
- Implement an education and publicity campaign in favor of sustainable tropical forest management, use of wood, and forest conservation.

Recommendations: Management

- Sustain seed production capacity on logged areas and throughout the range of mahogany.
- Establish at local levels a minimum diameter limit on harvesting of mahogany.
- Promote long-term investments for the management of mahogany in the range states.
- Restore mahogany to deforested sites.
- Regenerate current and previously logged mahogany stands.

Recommendations: Other

- The group expressed unanimous agreement in support of forest cover throughout the range of mahogany.
- Organizers should consider a second workshop in two years.
- A number of participants said they would be interested to participate in a working group to continue the dialogue, with a goal of convening a second workshop in two years.
- Participating organizations should post in their WEB pages or publish in their newsletters these *Working Principles, Findings, Recommendations, and Unresolved Issues.*
- These Working Principles, Findings,
 Recommendations, and Unresolved Issues should be
 sent with a letter explaining how they were developed
 (through consensus of participants) and a list of the
 registered participants to: the governments in the
 mahogany range, trade associations globally, CITES
 secretariats globally, ITTO, the investment community,
 NGO 's, the media, public institutions with interest in
 tropical forests, and others as required.

Issues That Remain Unresolved

- What constitutes the proper approach to certification of management activities in diverse tropical forests?
- Should public lands be subject to a system of forestry concessions?
- Do we need one strategy for managing mahogany stands and another for managing forests that lack mahogany?
- Is the burden of responsibility for tracking wood from the forest to the buyer on the government, the wood industry, or both? If both, how could this be done?

Addendum I



Official Program

Welcome:

"Sustainable Trade and Management of Mahogany"

- Dr. Adilson Serrao, Diretor do EMBRAPA
- Robert Petterson, President, Tropical Forest Foundation

Industry Welcome:

- Mr. Bruce Frost, President, International Wood Products Association
- The Honorable Elias Salame da Silva, Presidente da AIMEX

Brazilian Host Welcome:

- The Honorable Edmilson Brito Rodrigues, Prefeito da Cidade Belém
- The Honorable Dr. Almir José de Oliveira Gabriel, Governor do Estado do Pará, Represented by Dr. Carlos Antonio Rocha Vicente, Secretario de Extrativismo Floresta,
- The Honorable Jorge Ney Viana Macêdo Neves, Governador do Estado Acre
- The Honorable Dr. Rômulo José Fernandez Barreto Mello, Presidente do IBAMA, Represented by Dra. Selma Melgaco, Gerente Executiva
- The Honorable Dr. Raimundo Deusdará Filho, Diretor, MMA, National Forestry Programme
- Dr. Ubiratan Cazetta, Procurador Regional da República no Pará
- The Honorable Manoel Malheiros Tourinho, Diretor da FCAP
- The Honorable Francisco Macedo, do Director, FIEPA

OPENING SESSION - "Why are we talking about Mahogany?"

Keynote Presentations:

- 1. Evaristo de Moura Terezo Forest Industry Consultant. *An Industry Overview; Background & Evolution of Trade in Mahogany from Latin America*
- 2. Dr. Ariel Lugo, Director, USDA Forest Service, International Institute of Tropical Forestry - *Progress & Advances in Mahogany Management*

- 3. Raimundo Deusdará Filho, Director, MMA, National Forestry Programe. *A acao do Ministerio do Meio Ambiente para a conservacao dos recursos florestais da Amazonia: O Programa de Florestas*
- 4. Carlos Antônio Rocha Vicente, Secretário de Extrativismo Floresta Acre State. "Mahogany management in Acre"

PANEL I: Commercial & Scientific Status of Big-Leaf Mahogany

Facilitator: Plinio Sist, Coordenador do

CIRAD, CIRAD FORET

Panelist 1: Paulo Gonçalves Barreto,

Diretor do IMAZON,

"Mahogany in the Brazilian Amazon: Lessons Learned and

Policy Initiatives"

Panelist 2: Jorge Avila, Camara Forestal

de Bolívia, "Commercial Status

of Mahogany in Bolivia"

Panelist 3: Guillermo Zender, President,

Cormadera Peru, "Commercial Status of Mahogany in Peru"

Panelist 4: Dr. Julio C. Figueroa Colon,

Ecologist, IITF "Natural Mahogany Density and Stand

Structure along an

Environmental Gradient"

PANEL II: Current Forest Management Practices & Problems

Facilitator: Dr. Natalino Silva, EMBRAPA

Amazônia Oriental

Panelist 1: Dr. Patricia Negreros-Castillo,

Iowa State University "Latest

Advances in Mahogany Management

in Mexico"



Addendum I Official Program

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Panelist 2: Dr. Laura K. Snook, Programme

Leader, Sustainable Forest Management Center, Center for International Forestry Research (CIFOR), "New insights about sustaining mahogany from six years of studies in MesoAmerica"

Panelist 3: Dr. Steve Jennings, Project

Manager, ProForest "The Density & Size Distribution of Mahogany Before & AfterLogging"

Panelist 4: Dr. Jimmy Grogan, Yale School

of Forestry & Environmental Science, USA/IMAZON, "Natural Forest Management of Mahogany"

PANEL III: Changes and Trends in Consumer Attitudes

Facilitator: Wendy Baer, Executive Vice

President, International Wood

Products Association

Panelist 1: Roberto Smeraldi, Director,

Amigos da Terra

Panelist 2: Tasso Rezende, Imaflora, Smartwood

Brazil

Panelist 3: Dr. Penelope Bienz, Timber Trade

Federation, U.K. perspective

Panelist 4: Philip Duvic, AWI, Architectural

Perspective

Panelist 5: Donald A. Thompson, Thompson

Mahogany Co.

PANEL IV: Challenges in the Mahogany Trade

Facilitator Keister Evans, Executive Director,

Tropical Forest Foundation

Panelist 1: Perito Garcia, Red Maderias (Brazil)

Panelist 2: Guillherme Carvalho, AIMEX

(Brazil)

Panelist 3: Romel Bezerra, Aljoma Lumber Co.

Panelist 4: Larry Cross, J. Gibson McIlvain Co.

Panelist 5: Tom Herga, Intercontinental

Hardwoods

Panelist 6: Rodney Newman, Newman Lumber

Panelist 7: Ivens Robinson, Robinson Lumber

Panelist 8: Stewart Sexton, DLH Nordisk

Panelist 9: Tom Dean, Dean Hardwoods

Working Meeting of Closing Session Panelists

CLOSING SESSION/SUMMARY

DISCUSSION/DIALOGUE

Industry's Role in Achieving a Sustainable

Future for Mahogany & Its Trade

What have we heard? What was suggested?

Where do we go from here?

Discussion Summary

Discussion Leader: Dr. Ariel Lugo, Director,

International Institute of

Tropical Forestry

CLOSING - Workshop Chairman:

Robert Petterson, TFF

President

Addendum II Registered Participants



Speakers/Panelists

Jorge Ávila, Camara Forestal de Bolívia

Wendy Baer, International Wood Products Association

Paulo Gonçalves Barreto, IMAZON

Romel Bezerra, Aljoma Lumber Company

Dr. Penelope Bienz, Timber Trade Federation (U.K.)

Guillherme Carvalho, AIMEX

Dr. Ubiratan Cazetta, Procurador Reg. da República no Pará

Dr. Julio C. Figueroa Colon, Ecologist, IITF Larry Cross, J. Gibson McIlvain Company

Tom Dean, Dean Hardwoods

Philip Duvic, Architectural Woodwork Institute Keister Evans, Tropical Forest Foundation

Dr. Raimundo Deusdará Filho, MMA, Nat. Forestry Program

Bruce Frost, IWPA (Frost Hardwood Lumber Co.)

Perito Garcia, Red Maderas

Dr. Jimmy Grogan, USA/IMAZON Tom Herga, Intercontinental Hardwoods

Dr. Steve Jennings, ProForest

Dr. Ariel Lugo, USDA Forest Service, Int'l Inst. of Tropical Forestry

The Honorable Francisco Macedo, FIEPA

Dra. Selma Melgaco, IBAMA

Dr. Patricia Negreros-Castillo, Iowa State University Rodney Newman, Newman Lumber Company

The Honorable Jorge Ney Viana Macêdo Neves, Gov. do Estado Acre

Robert Petterson, Tropical Forest Foundation (Caterpillar Inc.)

Tasso Rezende, Imaflora, Smartwood Brazil

Ivens Robinson, Robinson Lumber Company

The Honorable Edmilson Brito Rodrigues, Prefeito da Cidade Belém

The Honorable Elias Salame da Silva, AIMEX

Dr. Adilson Serrão, EMBRAPA Stewart Sexton, DLH Nordisk

Dr. Natalino Silva, EMBRAPA Amazônia Oriental

Plinio Sist, CIRAD, CIRAD FORET Roberto Smeraldi, Amigos da Terra

Dr. Laura K. Snook, Sustainable Forest Management Center, CIFOR

Evaristo de Moura Terezo – Forest Industry Consultant. Donald A. Thompson, Thompson Mahogany Company The Honorable Manoel Malheiros Tourinho, FCAP

Dr. Carlos Antonio Rocha Vicente, Sec. de Extrativismo Floresta

Guillermo Zender, Cormadera Peru

Attendees

Paulo Adário, Greenpeace Suely Agostinho, Caterpillar Inc.

Mauricio Almeida Paulo Amaral, IMAZON Claudia de Azevdo

Ubiran Messias de Andrade Costa, SAGRI Mario de Assis Menezes, Ações Estratégicas

Anadilza Baima, EMBRAPA Ramiro Bentes, Pará State

John van Blommestein, Inter-Continental Hardwoods

Art Blundell, USAID Global Forest Team

Armando Borges, AIMEX

Drago Bozovich, Bozovich Timber Products

René Capriles, ECO-21

José do Caremo Lopes, EMBRAPA

Martinho Arnaldo Campos Carmona, Assembléia Legislativa

Paulo Chaves, EMBRAPA

Nelson Cintra, CIKEL Brasil Verde

Eriel Cruz, EMBRAPA Milo Davila, Greenpeace Andresa Dias, AMAZON Renato Dedini, Bozovich Timber Products Wilson Diaz, Thompson Mahogany Michael Duncan, Caterpillar Inc.

Ion Fahian Barlian Ltd

Jon Fabian, Berlion Ltd

R. A. Ferguson, Terra Novaco

José Severino Filho, Madenorte Carl Gade, The Penrod Company

Marcos Cipriano Cardoso Garcia

William von der Goltz, Downes & Reader

Emmanuel Gonçalves Matos, Secretário de Estado

Robert Hendricks, U.S. Forest Service International Programs

Gustavo Hernández, CATIE

Kemel Kalif, IPAM

Milton Kanachiro, IBAMA

Jonathan Kingdom

Sandro Marcelo Correa Lages, Madenorte

Roberto Leão, Aljoma Lumber, Inc.

Ruy Lima, Maginco Carmo Lopes, IBAMA

Lyn Loveless, IBAMA

Joao Carlos Malinski, Serraria Marajoara

Marcelo Marquesini, FSC-Brasil

Christian Matthiesen, J. Gibson McIlvain Company

Nagib Matni, DLH Nordisk, Inc. Rui Guilherme Mendes, SOTREO

Raimundo Moraes, Ministério Público Estadual

Rosa Moraes, Caterpillar Inc. Mirtes Morbach, AIDAI

Marcelo Moreira, Evergreen Hardwoods, Inc.

Joe Morelli, Diamond Hardwoods

Orlando Ohashi, FCAP

Delcia de Fátima Menezco Picanco Luiz Pinto de Oliveira, Pará State Mário Grande Pousa Jr., Tapajós Timber Mário Grande Pousa Meto, Tapajós Timber

Luiz Carlos Pinagé, WWF Brasil José Carlos Prado, IBAMA Roberto Pupo, AIMEX Antonio Queiroz, SAGRI

Rod Reader, Downes & Reader Hardwood Co., Inc.

Danilo Remor, President, FIEPA Ruth Rendeiro, EMBRAPA Alcir Riberio, CIKEL Brasil Verde Kevin Russom, Berlion Ltd.

Leandro Raul Rymsza, Lamapa Laminados de Madeiras do Pará S/A

Nilma Macedo Sarmento, IBAMA Toru Sato, Caterpiller Inc. Danilo Edson Silva, Sotreq S.A. Manoel Silva, CIKEL Brasil Verde

Phil Sitman, Greenpeace

Antonio Solano, Jr., Caterpillar Inc. Leônidas Ernesto de Souza, AIMEX Eric Stoner, USAID/Brazil Paulo Sérgio Soares, SAGRI

Erik Svane-Knudsen, DLH Nordisk, Inc. Patrick Symmes, Outside Magazine Nabiek Nakgeuris Tourinho

Juan Valle, C.I.C. do Brasil

Jorge Villanueva, Villasa Exportadora e Importadora Ltda.

Laércio Pereira Vulcão, Pará State Jorge Yared, EMBRAPA

Daniel Zalewski, C.I.C. do Brasil Newton Jordão Zerbini, MMA Johan Cornelis Zweede, FFT



Addendum III Recommendations - AIMEX

Recommendations of Timber Exporters Association of the State of Para, Brazil (AIMEX) for Mahogany Production in Brazil

- 1. Assist, with the available data and information, in the procedures to implement economic and ecological zoning in forest production areas.
- 2. Establish and maintain a fund originated from Mahogany products, to be managed by BASA and AIMEX, directing the use of the financial resources exclusively for forest inventory and associated research.
- 3. Support the efforts of the Brazilian Government towards finding a country to finance a Mahogany and other species forest inventory, which was approved by ITTO and waiting financing.
- 4. Implementation by MMA/IBAMA of a specific system for control of Mahogany logging, through logging quotas, where assigned volumes would be based on the authorized volumes in the Sustainable Forest Management Plants, thus providing transparency to all interested parties of all the procedures carried through in logging activities.
- 5. Conduct the necessary technical and scientific research to support the Brazilian proposal for Mahogany in the next CITES Conference.

- 6. MMA/IBAMA and similar agencies must establish policies for the adequate use of the Mahogany existing in private properties, National Forests and Indian Reservations.
- 7. MMA/IBAMA must provide proper conditions to carry on the necessary discussions with producers and the civil society, as well as the legal framework to regulate Mahogany production before issuing new Regulations.
- 8. Discuss with the competent agencies all industry's policies aiming to the sustainable production of Mahogany, including legal land ownership.
- Allow awareness and participation of private companies or their representatives, when inspecting the production, manufacturing or trade of Mahogany.
- 10. All companies who produce, manufacture or trade Mahogany must carry on large-scale reforestation of the species and publicize the results of their efforts wherever possible.

About the Organizers

The Mahogany Workshop was organized by a planning committee under the auspices of the Tropical Forest Foundation. The planning committee included the following individuals:

- Wendy Baer, Executive Vice President, International Wood Products Association
- Keister Evans, Executive Director, Tropical Forest Foundation
- Robert Hendricks, Senior Policy Analyst, USDA Forest Service, International Programs
- Stewart Sexton, President, DLH Nordisk
- Les Whitmore, Tropical Forest Foundation Board Member, President of the International Society of Tropical Foresters.

The Brazilian Agricultural Research Corporation (Embrapa)'s mission is to provide feasible solutions for the sustainable development of the Brazilian agribusiness. To date, EMBRAPA has generated and recommended more than nine thousand technologies for Brazilian agriculture, reduced production costs and helped Brazil to increase the offer of food while, at the same time, conserving natural resources and the environment and diminishing external dependence on technologies, basic products and genetic materials.

IWPA, the **International Wood Products Association**, is the only group organized in the United States to represent and serve the

interests of the imported wood products industry. Membership is comprised of U.S. wood product importers, overseas producers and exporters, manufacturers, buyers, sellers and businesses offering services allied to the industry.

The **Tropical Forest Foundation** was founded ten years ago to address issues of conserving tropical forests through sustainable forestry. The Tropical Forest Foundation has become widely recognized for establishing demonstration models and training schools to show the advantages of sustainable forest management applying the principles of Reduced-Impact Logging (RIL).

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