

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Mill: Havisual Sawmill Sdn. Bhd. (408640-V) Tenant: Goodvision Trading Sdn. Bhd. (811799-X)	Reference #	GFSSBH 004-509
Contact Person	Fong Hen Vun (Goodvision Trading Manager)	Audit Date	07/06/2023
Office Address	Mile 8, PPM Bandar Sibuga Jaya II M888, 90000 Sandakan, Sabah, Malaysia.	Date close out	-
Mill Address	Lot 2, Sungai Seguntor, Off Mile 11, Labuk Road, Sandakan, Sabah, Malaysia.	Telephone	+6016 718 7129 +6019 853 7129
Email	goodvision2008@yahoo.com.tw	Fax	+6089 748 697
		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 085 WTP		
Issuance Date	12 June 2023	Expiration Date	11 June 2024

Assessment Details

Company Type	Sawmill, Exporter
Scope of Assessment	Sabah TLAS P5-6: JP(S)SS001/09(X04)R
Product Group	Sawn timber
Source of Material	Sabah, Malaysia.
Species	<i>Drybalanops</i> spp. (Kapur), <i>Dipterocarpus</i> spp. (Keruing), <i>Shorea inappendiculata</i> (Selangan batu), <i>Parashorea</i> spp. (White seraya), <i>Shorea</i> spp. (Red seraya, Yellow seraya), <i>Sapotaceae</i> spp. (Nyatoh), <i>Shorea pauciflora</i> (Oba suluk), <i>Neolamarckia cadamba</i> (Laran), <i>Duabanga moluccana</i> (Magas), <i>Octomeles sumatrana</i> (Binuang), <i>Alstonia</i> spp. (Pulai), <i>Cotylelobium</i> spp. (Resak batu), <i>Cratoxylum arborescens</i> (Serungan), <i>Pentace</i> spp. (Takalis), <i>Hopea sangal</i> (Gagil), <i>Pterocymbium javanicum</i> (Teleto), <i>Koompassia excelsa</i> (Mengaris), <i>Tectona grandis</i> (Assam), <i>Annonaceae</i> spp. (Karai), Melapi, <i>Calophyllum obliquinervium</i> (Bintangor), <i>Anisoptera</i> spp. (Pengiran), <i>Dialium indum</i> (KerANJI), <i>Tristanopsis merguensis</i> (Pelawan-pelawan), Other Timber (OT)
Lead Assessor	Sandra George
Assessor(s)	Asraf Mahmud
FDS Staff	Ruslan Ismail (ADFO Sandakan), Rome Asmad (PPD Sandakan), Sahari Sakah (PPD Sandakan)

Terms of Assessment

The scope of the evaluation is to verify compliance of Havisual Sawmill Sdn. Bhd. (Goodvision Trading Sdn. Bhd.) to the criteria within the Sabah Timber Legality Assurance System (TLAS) Principle 5 - Mill Operations and Principle 6 - Trade and Customs standards. Compliance is defined when the organization demonstrates that there is no non-compliance to any applicable criteria. Non-compliance to the Sabah Legality Standard occurs when the organization does not comply with 1 or more criteria. Non-compliance must be formally addressed prior to certification or within 2 months following a surveillance assessment.

Limitations of Assessment

The information presented in this report is based on documentation and other information presented by the client and observations made during the field verification under the assessment. Auditor's reporting of information presented by the client are taken as accurate, unless evaluated differently through the observations made during the assessment. All information presented in the report is accurate and complete to the best of knowledge of GFS.

Background Information:

Havisual Sawmill Sdn. Bhd. (Havisual Sawmill) is registered in Kuala Lumpur, Malaysia, with registration # 408640-V. Goodvision Trading Sdn. Bhd. (Goodvision Trading) is registered in Kuala Lumpur, Malaysia, with registration # 811799-X. Goodvision Trading is the sister company of Shinn FA Lumber Co. Ltd., a Taiwan-based company.

Havisual Sawmill (landlord) has a tenancy agreement with Goodvision Trading (tenant) and is valid through 31/03/2025. Havisual Sawmill is a beneficial land owner at CL075449008, Sungai Seguntor, Jalan Labuk, Sandakan, Sabah. The landlord is responsible for paying licensing regarding the sawmill. The tenant produces sawn timber for the local market and exports mainly to Taiwan.

The previous assessment was conducted in June 2022 that resulted in 1 gap(s) and 2 observation(s) (Report #: GFSSBH 004-362).

Associated Organizations & Subcontractors:

Goodvision Trading does not engage other company as their subcontractors to provide sawmilling services or manpower and manufacturing products.

Description of the Supply Chain:

From June 2022 to May 2023, Goodvision Trading purchased raw materials from the suppliers as below:

Suppliers	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Timberwell Berhad	SFMLA 06/97	Round Logs	Kota Marudu	Non-Compliance	High
KTS Plantation Sdn. Bhd.	JP(SLK)125/93(CO)	Round Logs	Sandakan	GFS 012 LVS (14/05/2024)	Low
Rakyat Berjaya Sdn. Bhd. (Kinetic Journey Sdn. Bhd.)	SFMLA 09/97	Round Logs	Tongod	GFS 130 LVS (25/09/2023)	Low
Rakyat Berjaya Sdn. Bhd. (Waygood Enterprise Sdn. Bhd.)	JP(DPS)007/2021(F1)	Round Logs	Pitas	GFS 198 LVS (03/04/2024)	Low
Lam Chui Yin	JPHTN/SDK/ 700-2/5/16(JLD.8)125	Mahogany Plantation Logs	Sandakan	-	Low
Sunggong Binti Apong & 50 Peserta	JPHTN/KDT700-2/3/6/12/JLD.2(37)	Round Logs	Kudat	-	High
Paulin Bin Udin	2B308337	Round Logs	Telupid	-	High

Note: *GFS risk evaluation is based on the risk matrix for Sabah TLAS (VL) material & products.

Summary Results:

(Major gap = 0, Minor gap = 0, Observation = 2)

GAPs: Year 2023				
GAP #	Type	Checklist	Status	Description
001/2022	Minor	5.3.2 5.3.7	Closed	June 2022: The company has yet to conduct training on safety & fire. June 2023: Goodvision Trading has conducted safety and fire training for all workers.

*Major = Non-Compliance

Observations: Year 2023		
Obs #	Checklist	Description
002-2021 Addressed	5.2.4	June 2021: The company does not include procedures for operating a production batch unit system for non-Sabah TLAS material. June 2022:

Observations: Year 2023		
Obs #	Checklist	Description
		The company has yet to include the use of Lot # for Non-TLAS material/production in the COC system. June 2023: Goodvision Trading has revised the COC procedure to include Lot # for Non-TLAS material/production.
001-2022 Outstanding	5.2.2	June 2022: SFD did not stamp "Sabah TLAS compliant" on removal passes from Timberwell Berhad. June 2023: Inconsistent stamping of "Sabah TLAS CC" for logs received from the supplier under Sabah TLAS P1-4 compliant.
001-2023	5.2.5	June 2023: Incorrect identification of Sabah TLAS status for WIP from Rakyat Berjaya Sdn. Bhd. (Kinetic Journey Sdn. Bhd.) due to lack of stamping by SFD.

Highlights of Close-Out Visit (if applicable)	Date: -
Not applicable	

Recommendations
<p>Havisual Sawmill Sdn. Bhd. (Goodvision Trading Sdn. Bhd.) has demonstrated compliance with the Sabah Standard Principles 5-6 for Chain of Custody and is recommended to receive a GFS Statement of Compliance and Sabah Timber Legality Assurance System Compliance Certificate (TLAS-CC) from SFD.</p> <p>Gap(s)/Observation(s) identified in this assessment should be addressed before the next surveillance visit. Action required to close the gap(s)/observation(s) include:</p> <p>Observation 001-2022 (Outstanding) – Checklist 5.2.2: SFD shall stamp removal pass from the Sabah TLAS compliant supplier with the TLAS CC stamp.</p> <p>Observation 001-2023 – Checklist 5.2.5: Goodvision Trading shall identify Sabah TLAS status on WIP correctly.</p> <p>The next surveillance visit is scheduled for June 2024.</p>

End of Summary Report