

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Licensee: Sungai Silinponpon (Blockboard) Sdn. Bhd. 198901005802 (183107-P) Tenant: Majestic Goldtree Sdn. Bhd. 201601010333 (1181263-K)	<b>Reference #</b>	GFSSBH 004-598
<b>Contact Person</b>	John Chu (Sungai Silinponpon) Awang Zaidun (Majestic Goldtree)	<b>Audit Date</b>	09/01/2024
<b>Office Address</b>	Sungai Silinponpon: KM10, Jalan Utara, Sungai Imam, Pasir Putih, Tawau, Sabah, Malaysia. Majestic Goldtree: TB 14483, 1st Floor, Dataran Saujana, Batu 3.5, Jalan Hot Spring, 91000 Tawau, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	KM10, Jalan Utara, Sungai Imam, Pasir Putih, Tawau, Sabah, Malaysia.	<b>Telephone</b>	+6014 966 3229 +6089 202 666
<b>Email</b>	awangzd@yahoo.com DFO Tawau: Nooridayu.MohdAyub@sabah.gov.my	<b>Fax</b>	+6089 203 666
		<b>Approved By</b>	Dr. Kevin Grace

### Statements

<b>Audit Statement #</b>	GFS 134 WTP		
<b>Issuance Date</b>	15 January 2024	<b>Expiration Date</b>	14 January 2025

### Assessment Details

<b>Company Type</b>	Sawmill, Moulding, Veneer, Kiln Dry, Exporter
<b>Scope of Assessment</b>	Sabah TLAS P5-6: JP(T)TW001/2022(X70), JP(T)TW043/00(X22)R, FDS(TW)(E)024/2019(M), FDS(TW)(S)025/2019(M), FDS(SR)(E)004/2021(M), FDS(SR)(S)006/2021(M), KON(TTW)002/2022(KK)
<b>Product Group</b>	Sawn timber
<b>Source of Material</b>	Sabah, Malaysia.
<b>Species</b>	<i>Shorea spp.</i> (Red seraya, Yellow seraya), <i>Shorea inappendiculata</i> (Selangan batu), <i>Parashorea spp.</i> (White Seraya), Lithocarpus & Quercus (Mempening), <i>Eusideroxylon zwageri</i> (Belian), Other Timber (OT)
<b>Lead Assessor</b>	Sandra George
<b>Assessor(s)</b>	Glory Linggou, Tommy Olui, Vanessa Abin
<b>FDS Staff</b>	Mohd Azhar Ismail (PPD Tawau)

### Terms of Assessment

The scope of the evaluation is to verify compliance of Sungai Silinponpon (Blockboard) Sdn. Bhd. (Majestic Goldtree 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:**

Sungai Silinponpon (Blockboard) Sdn. Bhd. [Sungai Silinponpon (Blockboard)] was registered in Kuala Lumpur, Malaysia, with registration #: 198901005802 (183107-P). Sungai Silinponpon (Blockboard) owns a sawmill, KD plant, exporter and timber supplier licensed under the SFD; however, the company does not manufacture products but leases its facilities to Majestic Goldtree Sdn. Bhd.

Sungai Silinponpon (Blockboard) leased the mill, including the KD, compressors and the staff quarters situated in Tawau, Lease #: 13225, to Majestic Goldtree Sdn. Bhd. (Majestic Goldtree) from 01/07/2022 for 2 years. Majestic Goldtree was registered in Kuala Lumpur, Malaysia, with registration #: 201601010333 (1181263-K). Majestic Goldtree produces and trades sawn timber for the local market.

The previous assessment was conducted in January 2023 that resulted in 1 gap(s) and 0 observation(s) (Report #: GFSSBH 004-452).

**Associated Organizations & Subcontractors:**

Majestic Goldtree (the Company) engaged Rakan Rimba (the provider) in providing financial and administrative management services and employing necessary manpower. Majestic Goldtree engages Arus Borneo Sdn. Bhd. and Dreamtim Sdn. Bhd. as its agent to handle export consignments.

**Description of the Supply Chain:**

From December 2022 to December 2023, Majestic Goldtree purchased raw materials from the suppliers below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
First Greenworld Sdn. Bhd.	SFMLA 02/2009	Round log	Serudong	GFS 074 LVS (18/06/2024)	Low
Top Quantum Sdn. Bhd.	SFMLA 01/2009	Round log	Serudong	GFS 071 LVS (18/06/2024)	Low
Pesona Majukaya Sdn. Bhd.	SFMLA 01/2018	Round log	Serudong	GFS 163 LVS (02/07/2024)	Low
Sabah Softwoods Berhad (Midas Esteem Sdn. Bhd.)	Form IIB: JPHTN/FRM 700-2/4/22/JILID.8/152 JPHTN/FRM 700-2/4/5/JILID.8/50 JPHTN/FRM 700-2/4/5/JILID.9/14 JPHTN/FRM 700-2/4/5/JILID.8/22 JPHTN(FIIB)TKA-2023/12	Round log	Kalabakan	-	High

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

**Summary Results:**

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

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
001/2023	minor	5.3.2 5.3.7	Closed	<b>January 2023:</b> Majestic Goldtree did not conduct training on safety for workers based on job function. <b>January 2024:</b> Majestic Goldtree conducted safety training for workers based on job function as part of its annual training.

\*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
-	-	-

<b>Highlights of Close-Out Visit (if applicable)</b>	<b>Date:</b> -
Not applicable	

<b>Recommendations</b>
<p><b>Sungai Silinponpon (Blockboard) Sdn. Bhd. (Majestic Goldtree Sdn. Bhd.)</b> 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>The next surveillance visit is scheduled for January 2025.</p>

**End of Summary Report**