

Sabah TLAS Audit Report

Sabah Legality Standard Principles 1 – 4

Licensee	Maxland Timber Sdn. Bhd. 198201014891(94655-M)	Reference #	GFSSBH 003-396
Contact Person	Albert Ganing (Manager) Cliff Edison (Assistant Manager)	Date of Report	10/04/2026
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		Approved By	Dr. Kevin Grace

Statements

Statements			
Statement of Compliance	GFS 009 LVS		
Issuance Date	13 April 2026	Expiration Date	12 April 2027

Assessment Details

Assessment Dates	06-10 April 2026
Scope of Assessment	Sabah TLAS P1-4: SFMLA 01/2007 - FMU 17A (Area A) & FMU 17B (Area B and Area C)
Species	Licensed Area A - planted: Eucalyptus (<i>Eucalyptus pellita</i>), Batai (<i>Albizia falcataria</i>), Red Laran (<i>Anthocephalus cadamba</i>), White Laran (<i>Neolamarckia cadamba</i>), Khaya (<i>Khaya ivorensis</i>) Licensed Area B - planted: Eucalyptus (<i>Eucalyptus pellita</i>), Batai (<i>Albizia falcataria</i>), (Laran) (<i>Neolamarckia cadamba</i>) Licensed Area C - planted and natural: Batai (<i>Albizia falcataria</i>), Laran (<i>Neolamarckia cadamba</i>), Yellow Seraya, Red Seraya, White Seraya, Melapi (<i>Shorea sp.</i>), Pulai (<i>Alstonias sp.</i>), Kapur (<i>Dryobalanops</i>), Medang (<i>Lauraceae</i>), Karai (<i>Annonaceae</i>), Kembang (<i>Heritiera simplicifolia</i>), Sepetir (<i>Sindora beccariana</i>), Nyatoh (<i>Paladium sp.</i>), Oba Suluk (<i>Shorea pauciflora King</i>), Keruing (<i>Dipterocarpus</i>), Gagil (<i>Hopea Sangal</i>), Kembang Semangkok (<i>Scaphium affine</i>), Jelutong (<i>Dyera sp.</i>), Bintangor (<i>Calophyllum obliquinervium</i>), Takalis (<i>Pentace sp.</i>), Keranji (<i>Dialium indum</i>), Impas (<i>Koompassia malaccensis</i>), Putat Paya (<i>Planchonia valida</i>), Simpoh (<i>Dillenia</i>), Resak (<i>Vatica sp.</i>), Sedaman (<i>Macaranga sp.</i>)
Lead Assessor	Teddy Quintin, (Acting Lead Auditor) Ennald Chin
Assessor(s)	Soliano Andrew, Rachal Jim (UMS Internship)
SFD Staff	Jaimi Mujit (ADFO Deramakot), Oss Justin Simin (PPD Deramakot), Victor Jarius (PPD Deramakot)

OBJECTIVES:

- The objective of this checklist is to verify compliance to the Criteria listed in the Sabah Legality Standard as defined by Principles 1 - 4 for Sabah dated November 2020 (**SFD-TLAS-002**).
- Compliance is defined when all applicable criteria are observed to be compliant. A minor Gap to any indicator does not constitute non-compliance to a criterion. A Major Gap to any applicable indicator does reflect non-compliance to a criterion. Compliance with a criterion where multiple minor gaps are identified in indicators under the criterion may reflect non-compliance to the criterion.
- All issues identified under this standard shall be considered appropriate to the scale and degree of forestry operations undertaken by the parties under the agreement.

Summary Information

Overview of Licensee:

Maxland Sdn. Bhd. (Maxland) is, on and from 21/12/1982, incorporated under Companies Act 2016, and is registered in Sandakan, Sabah, Malaysia, with registration #: 198201014891 (94655-M). Maxland changed its name to Maxland Timber Sdn. Bhd. (Maxland Timber) on 19/10/2023.

Maxland in Mar 2007 entered into an agreement with the State Government of Sabah (SFMLA 01/2007) to undertake timber extraction and the intensive rehabilitation of forests, in an area covering 1,000 ha (**Licensed Area A**), within Sg. Pinangah Forest Reserve (part of FMU 17A), for a period of 50 years, ending 31/12/2057.

In 2014, the State Government of Sabah reclassified an extensive portion of FMU 17A to Class 1 – Protection Forest; Tangkulap Forest Reserve (Class II to Class I), portions of Sg. Pinangah Forest Reserve (Class II) to Sg. Talibu Forest Reserve (Class I). Whilst retaining 4 compartments (56, 57, 70 & 71), covering some 2,015 ha, as Sg. Pinangah Forest Reserve (Class II), a production forest, for the purpose of producing timber, physically from short-rotation plantation forests (IT). The Licensed Area A, comprising of Compartments 70 & 71, is one of two concessions leased to private companies, the other being leased to Lebihasil Sdn. Bhd.

Maxland in Mar 2007 entered into an agreement with the State Government of Sabah (SFMLA 01/2007) to undertake timber extraction and the intensive rehabilitation of forests, in an area covering in total 3,000 Ha, within Sg. Pinangah Forest Reserve (part of FMU 17A and FMU 17B) for a period of 50 years, ending 31/12/2057. Maxland subsequently awarded an additional 1,000 ha some 3 KM south of “Area A” by Apr 2009 through a supplement agreement (**Licensed Area B**) to manage, plant and silvicultural treat natural and plantation forests.

In Mar 2007, Maxland entered into an agreement with the Government of the State of Sabah to undertake forest management in part of the Pinangah Forest Reserve for a period of 50 years, from 03/03/2007 to 31/12/2056, covering an area of 4,000 ha which is allocated progressively at per quantum of 1,000 ha via a supplementary agreement. In 2011, a second supplementary agreement was approved to develop another area of 1,000 ha (**Licensed Area C**) located adjacent to Licensed Area B.

Maxland Sdn. Bhd. (Maxland) is, on and from 21/12/1982, incorporated under Companies Act 2016, and is registered in Sandakan, Sabah, Malaysia, with registration #: 198201014891 (94655-M). Maxland on 19/10/2023 changed its name to Maxland Timber Sdn. Bhd. (Maxland Timber).
Separate Forest Management Plans are required for licensed areas, A, B, and C.

The previous assessment was conducted in March 2025 that resulted in 2 gap(s) and 0 observation(s) (Report #: GFSSBH 003-339).

Land use classification:

Licensed Area A: Tables 5.1 & 5.2: Estimated net production area (Ha)

Land classification	FMP Area (ha)	Current Status (ha)
Licensed Area (FMP Table 5.1)	979.80 *	979.80
Timber Plantation Zone: (FMP Table 5.2) Area < 15° slope = 877 ha Area 15-25° slope = 5.10 ha Area > 25° slope = 0 ha Riparian Buffer (30 meter) & road reserve = 18.50 ha	882.10	Total Area planted: 249.04 ha Area planted by species: Eucalyptus pellita, Albizia, Laran, Red laran, Khaya ivorensis
Non-production area: Roads & clearings = 36.80 ha Streams, ponds, including riparian buffer = 90.20 ha Steep areas & inoperable areas = 8.10 ha Base camp & other facilities = 2.90 ha	138.00	138.00

Licensed Area B: Table 5.1

Land classification	FMP Area (ha)	Current Status (ha)
Licensed Area	1,004.70	1,004.70
Net Production Area	833.60	Total Area planted: 320.83 ha Area planted by species: Eucalyptus pellita, Albizia, Laran
Non-production area: Roads & clearings = 50 ha Streams, ponds, including riparian buffer = 82 ha Steep & inoperable areas = 9.10 ha Base camp & other facilities (30 ha)	171.10	171.10

Licensed Area C: Table 5.1 Forest Land-Use

Land classification	FMP Area (ha)	Current Status (ha)
Total Licensed Area	995.60	995.60
Production (ITP)	874.50*	Natural Stand** = 456.46 ha Planted Area = 417.50 ha Species: Eucalyptus pellita, Albizia, Laran, Khaya ivorensis
Conservation area	50	50
Riparian and buffer	71.10	71.10

*Note: Based on GFS calculation, the total production area is = 873.96 ha

**Note: Natural timber stands were salvage logged & highly degraded based on approval of SFD under ITP zoning.

Current Operations:

Licensed Area A: Based on the AWP 2026, no harvesting or planting planned. Maxland Timber concentrates on maintaining road, boundary, planted trees and establishment of PSPs.

Licensed Area B: Based on the AWP 2026.

Activity	Remarks
Preparation and re-planting	Blocks 20-24 = 119.44 Ha (<i>Eucalyptus pellita</i> , Laran, <i>Albizia falcata</i>)
Maintenance	Road maintenance = 24 KM, Boundary maintenance = 18 KM Maintenance of planted trees

List **current compartments** under planting. **Licensed Area B**

Coupe #	NFM / ITP	Status	Area (ha)	Geo-location data
SDK.12/2022	Mosaic	Sabah TLAS	896.76	NE:117°08'06.2" E 5°20'41.6" N SE:117°10'41.5" E 5°19'38.8" N SW:117°09'02.1" E 5°19'42.7" N NW:117°08'06.2" E 5°20'41.6" N

Licensed Area C: Based on the AWP 2026.

The first rotation planting has been fully harvested and completed in Feb 2026. As of the assessment, re-planting has yet to start.

Activity	Remarks
Harvesting planted trees & natural forest areas	Harvesting C/F from 2025: Planted Forest (37.45 Ha) & Natural Forest (79.53 Ha) = 116.98 ha
Site preparation and re-planting	417.50 ha
Maintenance	Road maintenance = 24 KM, Maintenance of planted trees = 302.30 Ha Treatment on natural forest patches = 456.90 Ha

List **AWP planned planting**. **Licensed Area C**

Coupe #	NFM / ITP	Status	Area (ha)	Geo-location data
SDK 03/2024	Mosaic	Sabah TLAS	874.50	NE: 593528 N, 828067 E SE: 592998 N, 828044 E SW: 593762 N, 820943 E

				NW: 595570 N, 823033 E
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Environmental Context:

Existing EIA report & key elements for protection / mitigation:

FMU 17A – Licensed Area A	EPD Approval Letter #	EIA Consultant
The Proposed Tree Harvesting and Mosaic Planting of 1000 hectares at FMU 17A within Sg. Pinangah Forest Reserve, District of Tongod, Sabah.	JPAS/PP/TGD/600-1/01/3/66(35)	North Borneo Environmental Services Sdn. Bhd.

FMU 17B – Licensed Area B	EPD Approval Letter #	EIA Consultant
The proposed timber harvesting and replanting at FMU 17(B) Area 2, measuring 998.67 hectares in Sg. Pinangah Forest Reserve, District Tongod, Sabah.	JPAS/PP/TGD/600-1/01/3/72(36)	North Borneo Environmental Services Sdn. Bhd.

FMU 17B – Licensed Area C	EPD Approval Letter #	EIA Consultant
The Proposed Timber Harvesting and Replanting at FMU-17 (B) Area 3, Measuring 951.90 Ha in Sg. Pinangah Forest Reserve, District of Tongod, Sabah.	JPAS/PP/TGD/600-1/01/3/1(16)	Kinabalu Environmental Consultancy Sdn. Bhd.

Forest type and short history of management:

Maxland took over the management compartment of Compartments 70 and 71 (Licensed Area) in Mar 2007. The FMP prepared for the first planning phase from 2007 to 2017. The plan dubbed a “Forest Rehabilitation Plan,” raised some confusion and ambiguity as to the plan’s conformity to characteristic activities; hence, the formal zoning under Clause 49 of the SFMLA. However, the essence of the “Forest Rehabilitation Plan” was the planting of mainly native timber species, selected for their known commercial value and fast growth rates, which were expected to be harvested, by the clear felling of the planted trees at the end of a short rotation. Therefore, the activities which were prescribed in the 1st FMP (2007-2017), was more akin to the definition of a Timber Plantation as provided for in the SFMLA.

Licensed Area A – Two climax forest formations, differentiated according to edaphic conditions, once covered the Licensed Area; namely, Lowland Mixed Dipterocarp Forest covering some 827.10 ha and to a lesser extent the Lowland Ultramafic Forest (approximately 152.70 ha) a forest patch located towards the north-eastern portion of the management area.

Licensed Area B – two climax forest formations, differentiated according to edaphic conditions, once covered the Licensed Area; namely the Lowland Mixed Dipterocarp Forest covering some 982.30 ha and to a lesser extent the Lowland Ultramafic Forest (approximately 52.40 ha) a forest patch located towards the south-western portion of the management area.

Licensed Area C - The project area is a logged over area that is dominated by the common species of typical secondary species of mixed dipterocarp such as Keruing, Urat Mata, Selangan and Seraya, planted trees include Albizia, commercial non-dipterocarp includes Laran, Binuang and Magas, pioneer trees include *Macaranga spp.* and *Homalanthus spp.* and other non-commercial species such as fruit trees.

Principal commercial species currently existing:

Licensed Area A - Planted: Eucalyptus (*Eucalyptus pellita*), Batai (*Albizia falcataria*), Red Laran (*Anthocephalus cadamba*), White Laran (*Neolamarckia cadamba*), Khaya (*Khaya ivorensis*)

Licensed Area B - Planted: Eucalyptus (*Eucalyptus pellita*), Batai (*Albizia falcataria*), (Laran) (*Neolamarckia cadamba*)

Licensed Area C - Planted and Natural Forest: Batai (*Albizia falcataria*), Laran (*Neolamarckia cadamba*), Eucalyptus (*Eucalyptus pellita*), Khaya (*Khaya ivorensis*), Yellow Seraya, Red Seraya, White Seraya, Melapi (*Shorea sp.*), Pulai (*Alstonias sp.*), Kapur (*Dryobalanops*), Medang (*Lauraceae*), Karai (*Annonaceae*), Kembang (*Heritiera simplicifolia*), Sepetir (*Sindora beccariana*), Nyatoh (*Palaquium sp.*), Oba Suluk (*Shorea pauciflora King*), Keruing (*Dipterocarpus*), Gagil (*Hopea Sangal*), Kembang Semangkok (*Scaphium affine*), Jelutong (*Dyera sp.*), Bintangor (*Calophyllum obliquinervium*), Takalis (*Pentace sp.*), Keranji (*Dialium indum*), Impas (*Koompassia malaccensis*), Putat Paya (*Planchonia valida*), Simpoh (*Dillenia*), Resak (*Vatica sp.*), Sedaman (*Macaranga sp.*)

Specific biological values (e.g., rare or endangered species):

Licensed Area A – Within FMU 17A, a total of 36 mammal species has been recorded, of which 14 species were assessed as been of conservation concern due to its threat status according to the IUCN criteria. Six recorded were listed under Schedule I and 3 bird species are listed under Schedule II of the Wildlife Conservation Enactment 1997. At least 8 mammal species and 18 bird species were endemic to Borneo.

Licensed Area B – Commonly observed within the Licensed Area is *Sus barbatus* which listed as Vulnerable according to the IUCN Red list. Other species importance, although rarely seen and are transient through the Licensed Area are Bornean Elephants, which on occasions are seen within the Planted Forests, foraging and feeding within the plantation area and listed on IUCN Red list as endangered.

Licensed Area C – It was stressed in the 1st FMP that Area C is generally poor in wildlife. Of which, attributed partly to the fact that the area is cut off from natural forests by oil palm plantations and the Karamuak River along its northern boundary.

Environmental services (e.g., critical watersheds, wildlife habitat, peat swamp, etc.):

Licensed Area A – The Licensed Area forms only a limited portion of two-water catchment; the Sg. Binalik and Sg. Pantagulung. Sg. Binalik, a 3rd order river, has its headwaters in Sg. Talibu Forest Reserve (Class I), with a catchment area of about 3,000 ha. There are no gazetted water-catchments located within the boundaries of the Licensed Area. No settlements or village located adjacent to the License Area is dependent on water sourced from the Licensed Area. Clean drinking water consumption for the base-camp within the Licensed Area is sourced some 14 KM to the south, through a gravity feed system installed by Maxland in Gunung Tinkar Forest Reserve (Class I).

Licensed Area B – The Licensed Area is generally drained by tributaries of Sungai Karamuak. To the west of the licensed area, a tributary of S. Karamuak, which predominantly flows in a north-east direction has been buffered as part of Maxland's mitigation measures for Area 3. About 90 % of the current licensed area is drained by Sg. Malung, a tributary of Sg. Karamuak. Sg. Malung flows in an easterly direction towards the centre of the licensed area. This tributary of Sg. Karamuak has been effectively buffered by a riparian buffer strip covering approximately 48 ha.

Licensed Area C – The entire licensed area serves as a watershed of many networks of streams, all of which, feed into the Kuamut River that is stretched north-south along the western boundary of the area. Most of the perennial stream having a width of greater than 5 metres which can be catagorized as a major river.

Social Context:

Social assessment **SBS / SIA / EIA** summary:

Licensed Area A – There are no villages or local communities settled within the Licensed Area. One village, kampung Kenang-Kenangan is located more than 10 KM southeast of the Licensed Area along Sg. Milian.

Licensed Area B – There are no villages or local communities settled within the License Area. Rebaco Plantation, an oil palm plantation, has a camp located approximately 1 KM north of the Licensed Area an upper bank of Sg. Karamuak.

Licensed Area C – There are no human settlements within the Area C. However, about 9 KM southeast of the area is Kg. Karamuak, a rural settlement that is clustered around the confluence of the Karamuak River and Milian River.

Other nearby villages are mainly located along the Milian Rover, such as Kg. Tamoi, Kg. Mapad and Kg. Sinua (within 10 KM). All these villages are outside forest reserve land.

Of the villages above, only Kg. Karamuak and Kg. Kenang-Kenangan have legal land tenure rights. The other villages occupy state land for which residents have applied, but have not yet been granted ownership.

Identified communities that are dependent on the FMU:

None

Land claims, disputes & communication system:

None

Community Forestry Projects:

None

Scope of Assessment

- The scope of the evaluation is to verify compliance of Maxland Timber Sdn. Bhd. with the Sustainable Forest Management License Agreement (SFMLA 01/07) for FMU 17A (partly) & FMU 17B (partly).
- The assessment is in accordance with the terms of the agreement for the “Sabah Legality Standard Principles 1 - 4 dated 1 January 2024 (SFD-TLAS-006).
- Site evaluation to verify and report the level of compliance by Maxland Timber Sdn. Bhd. and contractors to the standard in respect to each of the criteria within this report.
- Compliance is defined when the auditee demonstrates that the indicators consist of none or only minor gaps against any applicable criteria of the standard. Non-compliance to the Sabah Legality Standard occurs when the auditee does not comply adequately with a criterion.

Itinerary & Mandays: 06-10 April 2026 / FMU 17A (partly) & FMU17B (partly): Maxland Timber Sdn. Bhd. / Deramakot District

Date	Activity	GFS Staff	Mandays
06 April 2026 Monday	Travel to IPS Telupid and overnight. Opening meeting at base camp office, document review.	Teddy Quintin, Ennald Chin, Soliano Andrew, Rachal Jim	4
07 April 2026 Tuesday	Field assessment to operation areas Area A (licensed boundary, protected areas (riparian reserve & steep area), PSP. Area B Block 20, 21 planting area, licensed boundary, protected area (riparian reserve, steep area). Area C completed harvesting area, licensed boundary, protected area (riparian reserve, steep area). Document review.	Teddy Quintin, Ennald Chin, Soliano Andrew, Rachal Jim	4
08 April 2026 Wednesday	Field assessment to workshop, worker quarters, diesel depot, genset room, nursery, log yard and landfill. Document review.	Teddy Quintin, Ennald Chin, Soliano Andrew, Rachal Jim	4
09 April 2026 Thursday	Social assessment and interview with representative from Kg. Tenaga Baru. Document review.	Teddy Quintin, Ennald Chin, Soliano Andrew, Rachal Jim	4
10 April 2026 Friday	Closing meeting at PPD Telupid. Travel back to home base.	Teddy Quintin, Ennald Chin, Soliano Andrew, Rachal Jim	4
11-12 April 2026	Reporting/Administration: GFSSBH003-396	Dr. Kevin Grace Teddy Quintin	2
Total			22

Highlights of Assessment

(Major Gaps = 0; Minor Gaps = 0; Observations = 3)

Maxland Timber Sdn. Bhd. has complied with the Sabah TLAS requirements (FDS TLAS-006) as no non-compliance was identified during the assessment on 06-10 April 2026.

Summary of status of operations by **Principle**:

Principle 1. Right to Harvest

Maxland Timber operates 3 licensed areas (A,B,C) in FMU 17 under Industrial Timber Plantation (ITP) licenses integrating tree planting with natural forest areas under a Mosaic system. The company demonstrated compliance with the license requirements, required management planning, and submission of documents or reports such as the EIA monitoring report to the relevant authorities.

Integration of ITP within natural forest areas under the Mosaic system allows for salvage logging and clearing of degraded natural forest areas for planting of fast growing local tree species to enhance productivity. Degraded forest areas under ITP can be cleared and planted with exotic species as well as local species based on approved Management Plans (FMP, PDP, AWP & Compartment Plans). Mosaic Systems require that natural forest areas NOT cleared for planting are to be managed under sustained

Highlights of Assessment

yield systems with selective harvesting of trees with minimum diameter limits and defined harvest cycles. All three licensed area were ordinarily harvested and planted between 2007-2013.

FMP for Area C approved in 2024 planned the harvesting operation to be scheduled for one year. FMP 5.2: "In variably, the lower cutting limit for area under NFM is 45cm (dbh) and in mosaic management area is 30 cm (dbh) and above". Rotation of planted trees is 10-15 years (Table 5.4). Rotation age for natural forests are not defined in the 10-year FMP but tend to be 30-40 years.

Approved compartment planning (CHPP) defined the planting area of 417.5 ha (Eucalyptus pelita 334 ha) with 456.9 ha to remain under natural forests within the total concession area of 995.60 ha. The approved CHPP referenced salvage logging without minimum diameter limits in natural forest areas.

Principle 2. Forest Operations

Maxland Timber demonstrated compliance with the licensed area security, maintenance of the licensed boundary, and protection of the riparian reserve and steep area. Maxland Timber has also implemented their system to monitor planted trees and ensure compliance with the regulatory requirements for workers.

Maxland operations in Area C are based on ITP zoning conditions whereby the SFD approved CHPP harvesting of trees without minimum diameter limits. The data on planting area within the compartments and blocks are defined as 417.50 ha but are not mapped. Salvage logging records of trees within the natural forest areas and log production includes Selangan Batu logs down to 24 cm diameter which contradicts the FMP Mosaic system and results in forest degradation not meeting EUDR requirements. Several log diameters were observed to differ greater than 10% from scaling records.

April 2026: Observation 001-2026 - Checklist 2.1.16

Several scaled log diameters differed greater than 10% from assessment measurements.

April 2026: Observation 002-2026 – Checklist 2.2.3

Information on origin such as forest reserve, compartment number, Geo-location and payment receipt # were not indicated in the e-Removal Pass by the SFD.

Observed Maxland was inconsistent in paying EPF contributions for workers as required.

April 2026: Observation 003-2026 – Checklist 2.4.8

Inconsistent contribution under EPF for workers.

Principle 3. Statutory Charges

Maxland Timber has paid the applicable licensing fees and other charges to the SFD.

Principle 4. Other User Rights

Licensed Area A – There are no villages or local communities settled within the Licensed Area. One village, kampung Kenang-Kenangan is located more than 10 KM southeast of the Licensed Area along Sg. Milian.

Licensed Area B – There are no villages or local communities settled within the License Area. Rebaco Plantation, an oil palm plantation, has a camp located approximately 1 KM north of the Licensed Area an upper bank of Sg. Karamuak.

Licensed Area C – There are no human settlements within the Area C. However, about 9 KM southeast of the area is Kg. Karamuak, a rural settlement that is clustered around the confluence of the Karamuak River and Milian River.

Other nearby villages are mainly located along the Milian Rover, such as Kg. Tamoi, Kg. Mapad and Kg. Sinua (within 10 KM). All these villages are outside forest reserve land.

Of the villages above, only Kg. Karamuak and Kg. Kenang-Kenangan have legal land tenure rights. The other villages occupy state land for which residents have applied but have not yet been granted ownership.

Summary Results:**(Major Gaps = 0; Minor Gaps = 0; Observations = 3)**

Gap raised against indicators & criteria during the April 2026 assessment.

GAP	Type	Checklist	Status	Description
-	-	-	-	-

Observation raised against indicators & criteria during the April 2026 assessment.

Obs #	Checklist	Description
001-2026	2.1.16	April 2026: Several scaled log diameters differed greater than 10% from assessment measurements.
002-2026	2.2.3	April 2026: Information on origin such as forest reserve, compartment number, Geo-location and payment receipt # were not indicated in the e-Removal Pass by the SFD.
003-2026	2.4.8	April 2026: Inconsistent contribution under EPF for workers.

Highlights of Close Out Visit (if applicable)	Dates	-
Not applicable		

Recommendations
Maxland Timber Sdn. Bhd. demonstrated compliance with the Sabah TLAS requirements (FDS TLAS-006) for its designated area and is recommended to receive a GFS Statement of Compliance and Sabah Timber Legality Assurance System Compliance Certificate (TLAS-CC) from SFD. 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: Observation 001-2026 - Checklist 2.1.16: Scaled Log measurements need to be consistently accurate. Observation 002-2026 – Checklist 2.2.3: SFD should ensure information on origin such as forest reserve, compartment number Geo-location and payment receipt # is documented in the e-Removal Pass. Observation 003-2026 - Checklist 2.4.8: Maxland Timber shall ensure EPF monthly contributions are consistently paid for all workers as per statutory requirements. The next annual surveillance audit will be scheduled for April 2027.

End of Summary Report
