

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Selera Indah Sdn. Bhd. (172601-X)	Reference #	GFSSBH 004-566
Contact Person	Sim Si Jet (Admin Manager)	Audit Date	24/10/2023
Office Address	Shed No.8, Hap Seng Timber Complex, Jalan Tg. Batu Laut, 91000 Tawau, Sabah, Malaysia.	Date close out	-
Mill Address	Shed No.8, Hap Seng Timber Complex, Jalan Tg. Batu Laut, 91000 Tawau, Sabah, Malaysia.	Telephone	+6089 777 609
Email	seleraindah04@gmail.com DFO Tawau: Nooridayu.MohdAyub@sabah.gov.my	Fax	+6089 756 609
		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 096 WTP		
Issuance Date	30 October 2023	Issuance Date	29 October 2024

Assessment Details

Company Type	Moulding, Finger joint, Laminated Products, Exporter
Scope of Assessment	Sabah TLAS P5-6: JP(T)TW001/00(X50)R, FDS(TW)(S)092/2019(M), SFD(BEP)003/2023, FDS(TW)(E)129/2019(M)
Product Group	Moulding, Finger joint and Laminated Products
Source of Material	Sabah, Malaysia.
Species	<i>Eusideroxylon zwageri</i> (Belian), <i>Koompassia malaccensis</i> (Impas), <i>Parashorea spp.</i> (White seraya), <i>Shorea spp.</i> (Red seraya, Yellow seraya), <i>Lithocarpus & Quercus</i> (Mempening), <i>Tristaniopsis merguensis</i> (Pelawan-pelawan), <i>Dialium indum</i> (KerANJI), Other timber (OT)
Lead Assessor	Brandon James
Assessor(s)	Sandra George, Vanessa Abin
FDS Staff	Zulhazrey Rasli (PPD Tawau), Abdul Suhaimi Abdul Manap (PPD Tawau)

Terms of Assessment

The scope of the evaluation is to verify compliance of Selera Indah 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:

Selera Indah Sdn. Bhd. (Selera Indah) is registered in Tawau, Malaysia, with registration # 172601-X. Selera Indah produces moulding, finger joint and laminated products and exports them to Australia, South Korea, Mauritius, The United State of America and Japan.

The previous assessment was conducted in October 2022 that resulted in 0 gap(s) and 1 observation(s) (Report #: GFSSBH 004-416).

Associated Organizations & Subcontractors:

Selera Indah does not engage other companies as their subcontractors to provide or manufacture products.

Description of the Supply Chain:

From October 2022 to September 2023, Selera Indah purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk*
Mastergroup Enterprise Sdn. Bhd. (Lotus Region Sdn. Bhd.)	JP(T)TW001/00(X37)R	Sawn timber	Tawau	GFS 296 WTP (18/12/2023)	Low
Maju Mapan Trading Sdn. Bhd.	JP(T)TW005/10(X04)	Sawn timber	Tawau	GFS 130 WTP (20/08/2024)	Low
Gold Rank Sdn. Bhd.	JP(T)TW001/10(X04)	Sawn timber	Tawau	GFS 010 WTP (25/06/2024)	Low
Waygood Enterprise Sdn. Bhd. (Taman Sawmill Enterprise)	JP(N)NN002/19(B01)	Sawn timber	Nabawan	Non-Compliance	High
Unikarya Trading Sdn. Bhd.	JP(T)TW003/15(X04)	Sawn timber	Tawau	GFS 190 WTP (12/02/2024)	Low
Sungai Silinponpon (Blockboard) Sdn. Bhd. [Majestic Goldtree Sdn. Bhd.]	JP(T)TW002/19(X69)	Sawn timber	Tawau	GFS 134 WTP (23/01/2024)	Low

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

Summary Results:

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

GAPs: Year 2023				
GAP #	Type	Checklist	Status	Description
001/2023	minor	5.1.2	New	October 2023: Discrepancy in the volume of sawn timber reported in Appendix 7, against the volume of sawn timber in arrival book and removal pass records.
002/2023	Minor	6.1.2	New	Selera Indah did not identify or use Sabah TLAS materials for moulding products under PC-MCC-116458 as specified by McCorry & Co. Limited.

*Major = Non-Compliance

Observations: Year 2023		
Obs #	Checklist	Description
001-2022 Addressed	6.1.2	October 2022: The company did not indicate the correct terms for the GFS WTP in the export sales invoice. October 2023: Selera Indah did not claim any Sabah TLAS materials for export from October 2022 to September 2023.

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

Recommendations

Selera Indah 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.

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:

Gap 001/2023 (minor) – Checklist 5.1.2: Selera Indah must ensure the monthly volume of sawn timber arrival is consistent with the sawn timber arrival book, Appendix 7 and removal pass record.

Gap 002/2023 (minor) – Checklist 6.1.2: Selera Indah shall notify McCorry that moulding products provided under PC-MCC-116458 were not Sabah TLAS as per purchase contract specifications.

The next surveillance visit is scheduled for October 2024.

End of Summary Report