Sabah TLAS+ Assessment Report
Principles 5 & 6 (P7 & 8 optional)

Organisation	Veisheng Timber Sdn. Bhd. 198001002304 (56087-W)	**Reference #**	GFSSBH 004-1011
Contact Person	Mr. Lin Hsien Tsung (Director)	**Audit Date** **Date close out**	27/10/2026 -
Office Address	Lot 1-10 Tingkat Bawah Multi Storey Car Park Sandakan, Peti Surat 179, 90702 Sandakan, Sabah, Malaysia.	**Telephone**	+6016 881 0086
Mill Address	Mile 9.5, Labuk Road, Church Road, Near Sg. Seguntor, PPM 91 Elopura, 90000 Sandakan, Sabah, Malaysia.	**Fax**	-
Email	Veisheng18@gmail.com PPW SDK: Janius.juriminebin@sabah.gov.my PPD SDK: Rosli.Siki@sabah.gov.my	**Approved By**	Dr. Kevin Grace

Statements			
Statement of Compliance	GFS 105 WTP		
Issuance Date	02 November 2026	Expiration Date	01 November 2027

Assessment Details	
Company Type	Veneer/Plywood, Kiln Dry, Supplier, Exporter, Importer, Jetty
Scope of Assessment	Sabah TLAS+ P5-6: JP(S)SS001/00(X08)R, JP(S)SS002/06(X22), FDS(SS)(S)076/2019(M), FDS(SS)(E)019/2019(M), FDS(SS)(I)022/2019(M), FDS(SS)(J)030/2019(M)
Product Group	Plywood
Source of Material	Sabah, Peninsular Malaysia – Malaysia, China, Taiwan, Russia, South Africa, Indonesia
Species	*Parashorea spp.* (White seraya/Urat mata), *Shorea spp.* (Red seraya, Yellow seraya, Melapi), *Heritiera spp.* (Kembang/Mengkulang), *Sapotaceae spp.* (Nyatoh), *Duabanga moluccana* (Magas), *Annonaceae spp.* (Karai), *Sindora spp.* (Sepetir), *Lauraceae spp.* (Medang), Lithocarpus & Quercus (Mempening), *Myristicaceae spp.* (Darah-darah), *Dillenia spp.* (Simpoh), *Cratoxylum spp.* (Serungan/Geronggang), *Pentace spp.* (Takalis), *Hopea sangal* (Gagil/Merawan), *Calophyllum obliquinervium* (Bintangor), *Macaranga spp.* (Sedaman), *Pterospermum spp.* (Bayor), *Dyera spp*. (Jelutong), *Annonaceae spp.* (Pisang-pisang/Mempisang), *Mangifera spp.* (Assam), *Parartorcarpus or Artocarpus* (Terap), *Gluta spp. & Melanochyla spp.* (Rengas), *Magnolia candollii* (Chempaka), *Octomeles sumatrana* (Binuang), *Alstonia* spp. (Pulai), *Scaphium macropodum* (Kembang Semangkok), *Terminalia spp.* (Talisai), *Planchonia valida* (Putat Paya), *Shorea pauciflora* (Oba Suluk), *Acacia Mangium* (Acacia), *Lumnitzera* spp. (Geriting), *Parkia speciosa* (Petai), *Anisoptera* spp. (Pengiran/Mersawa)
Lead Assessor	Ng Cai Ling
Assessor(s)	Stacy Robert, Ennald Chin
SFD Staff	PPD Sandakan: Asri Awang, Rujaidi Jasni

Objectives

- The objective of this checklist is to verify compliance with the Criteria listed in the Sabah Legality Standard as defined by Principles 5&6 including Principle 7 for Deforestation Free (DF) where applicable and Optional Principle 8 for CS3D dated 1 July 2026.
- 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 reflects non-compliance to the criterion which shall be addressed within 2 months.
- All issues identified under this standard shall be considered appropriate to the scale and degree of

forestry operations undertaken by the parties under the license agreement.

Scope of Assessment

- The scope of the evaluation is to verify compliance with the organisation to the criteria within the Sabah Timber Legality Assurance System (Sabah TLAS+) Principle 5 - Mill Operations and Principle 6 - Trade and Customs standards.
- Principle 7 Deforestation Free: ☐ Applicable ☒ Not Applicable
- Principle 8 (CS3D): ☐ Included ☒ Not Included
- Site evaluation to verify and report the level of compliance by Veisheng Timber Sdn. Bhd. and contractors to the standard in respect to each of the criteria within this report.

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 is 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 knowledge of GFS.

Background Information:

Capital Veneers & Plywood Sdn. Bhd. is, on and from 12/03/1980, incorporated under Companies Act 2016, and is registered in Sabah, Malaysia, with registration #: 198001002304 (56087-W). The company changed its name to Veisheng Timber Sdn. Bhd. (Veisheng Timber) on 04/08/1999. Veisheng Timber purchases round logs, plantation logs and veneer from Sabah and also imports veneer and plywood from Peninsular Malaysia, China, Russia, South Africa, Cameroon and Indonesia to produce plywood for local sales and exports plywood to Peninsular Malaysia, USA, South Korea and Thailand.

The previous assessment was conducted in December 2025 that resulted in 2 gap(s) and 1 observation(s) (Report #: GFSSBH 004-885a).

Associated Organizations & Subcontractors:

Veisheng Timber does not engage subcontractor to produce, manufacture products or provide manpower. Agensi Pekerjaan Amat Mercu handles documentation for foreign workers.

Description of the Supply Chain:

From September 2025 to September 2026, Veisheng Timber purchased (raw materials / products) from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
KTS Plantation Sdn. Bhd.	JP(SLK)125/93(CO)	Round logs	Sandakan	GFS 012 LVS (28/06/2027) FDS(SLS)054/2026 (28/06/2027)	Low
Sri Bumi Plantation Sdn. Bhd.	JP(SBN)001/2022(F1)	Round logs	Beluran	-	High
Benta Wawasan Sdn. Bhd. (Timjadi Sdn. Bhd.)	TWU05/2021-BW9/00	Round logs	Tawau	GFS 055 LVS (26/04/2027) FDS(SLS)002/2026 (26/04/2027)	Low
Rakyat Berjaya Sdn. Bhd. (Hormat Jadi Sdn. Bhd.)	SFMLA 09/97	Round logs	Tawau	GFS 209 LVS (23/08/2027) FDS(SLS)056/2026 (23/08/2027)	Low
Kalabakan Borneo Resources Sdn. Bhd.	SFMLA 04/2018	Round logs	Tawau	GFS 175 LVS (26/07/2027) FDS(SLS)053/2026 (26/07/2027)	Low
Sabah Land Development	JP(NKG)004/2022(F1)	Round logs	Keningau	Non-Compliance	High

Board (Teraju Hijau Plantation Sdn. Bhd.)					
Kontractor Hiew (Kinsafajar Sdn. Bhd.)	2B308435	Round logs	Telupid	-	High
Havisual Sawmill Sdn. Bhd. (Goodvision Trading Sdn. Bhd.)	JP(S)SS001/09(X04)R	Round logs	Sandakan	GFS 085 WTP (27/09/2027) FDS(SCS)077/2025 (27/09/2027)	Low
Acacia Forest Industries Sdn. Bhd. (Bumit Tekad Sdn. Bhd.)	Gazette No. 684/83	Plantation logs	Pitas	GFS 093 LVS (09/08/2027) FDS(SLS)019/2026 (09/08/2027)	Low
Bountiful Returns Sdn. Bhd. (Sukses Jadi Sdn. Bhd.)	JP(T)KA001/2024(X17)	Veneer	Tawau	GFS 115 WTP (18/01/2027) FDS(SCS)138/2026 (18/01/2027)	Low
Rakyat Berjaya Sdn. Bhd. (Usahawan Borneo Greenwood Sdn. Bhd.)	SFMLA09/97	Round logs	Kalabakan	GFS 096 LVS (24/11/2026) FDS(SLS)031/2025 (24/11/2026)	Low
Pemegang Amanah Tanah Rizab (Super Kim Contractor Sdn. Bhd.)	JPHTN(FIIB)KRN-2026/02	Round logs	Tambunan	-	High
Viva Mawar Sdn. Bhd.	JPHTN/SN/FIT	Round logs	Ranau	-	High
Jawala Plantation Industries Sdn. Bhd.	SFMLA02/15	Plantation logs	Sapulut	GFS 100 LVS (09/02/2027) FDS(SLS)001/2026 (09/02/2027)	Low
Lebihasil Sdn. Bhd.	SMLA01/05 SDK 10/2022	Plantation logs	Sandakan	GFS 007 LVS (23/02/2027) FDS(SLS)042/2026 (23/02/2027)	Low
Eco Plantation Sdn. Bhd.	SFMLA02/2014	Round logs	Pitas	-	High
Chong Yun Teck Bersatu Sdn. Bhd.	JPHTN/KM:700-3/3/1/JLD2/163	Round logs	Kota Marudu	-	High
Ungkino Binti Yumpok & 3 Peserta	JO(SBN)001/2022(F1) JPHTN(FIIB)DKM-2026/02	Round logs	Telupid	-	High
Indra Sharil Che Ani	JPHTN/PTS700-3/7/2/4/JNLP.4/73	Round logs	Telupid	-	High
Hayati Enterprise (Matasib Bin Gantari & 3 Peserta)	JPHTN(FIIB)SLK-2026/03	Round logs	Telupid	-	High
Haba Jaya Sdn. Bhd. (Syarikat Gerak Maju)	CL09333243	Plantation logs	Telupid	-	High
Chin Yung Chung & 2 Peserta (New East Sons Contractor)	JPHTN/SDK700-2/5116(JID.1)/6	Plantation logs	Sandakan	-	High
Amos Midi & 13 Peserta (Erajay Resources Sdn. Bhd./L&T Enterprise)	JPHTN(FIIB)STG-2026/04	Plantation logs	Sipitang	-	High
Linyi Linjia Import And Export Co. Ltd.	-	Veneer	China	-	High
CV. Sumber Seri	-	Plywood	Indonesia	VLHH-32-12-0035	Low
Tesha Corporation Pte. Ltd. (Idalesprom LLC)	-	Veneer	Russia	-	High
Guangzhou Shen Yi Trade Co. Ltd.	-	Veneer	China	-	High
Jiangsu High Hope Arser Co. Ltd.	-	Veneer	China	-	High
Five W Manufacturing Pty. Ltd.	-	Veneer	South Africa	-	High
Junci Trade Co. Ltd.	-	Veneer	Cameroon	-	High
Optimus Wood and General Trade Sdn. Bhd.	-	Veneer	West Malaysia	-	High

Linyi Qihong International Trade Co. Ltd.	-	Veneer	China	-	High
PT. Kayu Alam Perkasa Raya	-	Plywood Veneer	Indonesia	VLHH-64-12-0002	Low

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

Summary Results:

(Major gap = 0, Minor gap = 5, Observation = 2)

GAPs: Year 2026				
GAP #	**Type**	**Checklist**	**Status**	**Description**
001/2026	minor	5.2.1, 5.2.3, 6.1.1, 6.1.2, 6.1.3	New	**October 2026:** Inconsistent in issuing Purchase Order for materials being purchased and status of the materials was not indicated in the Purchase Order.
002/2026	minor	5.2.4, 5.2.5	New	**October 2026:** Status of materials received were not stated in the Arrival Book.
003/2026	minor	5.2.11, 5.2.12, 5.2.13	New	**October 2026:** Inconsistent in identifying the status of the materials from Work in Progress to Finished Goods.
004/2026	minor	5.3.6, 5.3.7, 5.3.8	New	**October 2026:** Training for work safety was not conducted for workers and lack of attendance record for fire training. Workers were observed not wearing PPE.
005/2026	minor	6.2.2	New	**October 2026:** The imported materials have no supporting document such as Sales Contract or Purchase Order.

*Major = Non-Compliance

Observations: Year 2026		
Obs #	**Checklist**	**Description**
001-2026	5.1.1	**October 2026:** Inconsistent in maintaining JPJ registration for old wheel loader.
002-2026	5.2.2	**October 2026:** The QR code for Geo-location was not included in the e-Removal Pass by the SFD.

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

Recommendations

Veisheng Timber Sdn. Bhd. has demonstrated compliance with the Sabah TLAS+ 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 (Sabah 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 001/2026 (minor) – Checklist 5.2.1, 5.2.3, 6.1.1, 6.1.2, 6.1.3: Veisheng Timber shall use Purchase Order to its suppliers and indicate the status of the materials in Purchase Order according to the COC procedure.

Gap 002/2026 (minor) – Checklist 5.2.4, 5.2.5: Status of materials should be stated in the Arrival Book.

Gap 003/2026 (minor) – Checklist 5.2.11, 5.2.12, 5.2.13: Status of materials from Work In Progress to Finished Goods should be identified as per the CoC procedure.

Gap 004/2026 (minor) – Checklist 5.3.6, 5.3.7, 5.3.8: Training for work safety should be conducted annually and when there are new workers and the use of PPE should be implemented as per DOSH requirements.

Gap 005/2026 (minor) – Checklist 6.2.2: The imported materials should have supported document such as Sales Contract or Purchase Order.
Observation 001-2026 – Checklist 5.1.1: JPJ registration for old wheel loader should be maintained.
Observation 002-2026 - 5.2.2: SFD shall include QR code for Geo-location in the e-Removal Pass.

The next surveillance visit is scheduled for October 2027.

End of Summary Report