Sabah TLAS Audit Report
Principles 5 & 6

Organisation	Landlord: Megabig Enterprise Sdn. Bhd. 200601006171 (725920-D) Tenant: Megamas Plywood Sdn. Bhd. 201301041640 (1071464-A)
Contact Person	Mr. Tang Jung Hing (Manager)
Office Address	P.O. Box No. 1887, 90715 Sandakan, Sabah, Malaysia.
Mill Address	CL.075367403 Seguntor, Off Mile 11, Jalan Labuk, Sandakan, Sabah, Malaysia.
Email	megamasplywood2014@gmail.com DFO SDK: Rosli.Siki@sabah.gov.my PPW SDK: Janius.Ebin@sabah.gov.my

Reference #	GFSSBH 004-888
Audit Date **Date close out**	11/11/2025 -
Telephone	+6089 236 080
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Approved By	Dr. Kevin Grace

Statements			
Statement of Compliance	GFS 106 WTP		
Issuance Date	17 November 2025	Expiration Date	16 November 2026

Assessment Details	
Company Type	Sawmill, Veneer, Plywood mill, Kiln Dry Plant, Exporter
Scope of Assessment	Sabah TLAS P5-6: JP(S)SS001/07(X06), FDS(SS)(J)008/2019(M), FDS(SS)(E)066/2019(M), FDS(SS)(S)048/2019(M), JP(S)SS001/15(X22), FDS(SS)(E)023/2019(M), FDS(SS)(S)024/2019(M)
Product Group	Sawn timber, Veneer, Plywood
Source of Material	Sabah, Malaysia
Species	*Parashorea spp.* (White seraya), *Shorea spp.* (Oba suluk, Red seraya, Yellow seraya, Melapi, Selangan batu), *Neolamarckia cadamba* (Laran), *Duabanga moluccana* (Magas), *Octomeles sumatrana* (Binuang), *Alstonia spp.* (Pulai), *Annonaceae spp.* (Karai), *Lauraceace sp.* (Medang), *Myristicaceae spp.* (Darah-darah), *Cotylelobium spp.* (Resak batu), *Palaquium sp.* (Nyatoh), *Anisoptera sp.* (Pengiran)
Lead Assessor	Ennald Chin
Assessor(s)	Ng Cai Ling
SFD Staff	Muhd. Adeeb Bin Farid Anwar (PPD Sandakan), Hassin Pupong (PPD Sandakan),

Terms of Assessment

The scope of the evaluation is to verify compliance with Megamas Plywood 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 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:

Megabig Enterprise Sdn. Bhd. (Megabig Enterprise) is, on and from 07/03/2006, incorporated under Companies Act 2016, and is registered in Sibu, Sarawak, Malaysia, with registration #: 200601006171 (725920-D). Megabig Enterprise has no operations and solely leases its mill to Megamas Plywood.

Megamas Plywood Sdn. Bhd. (Megamas Plywood) is, on and from 25/11/2013, incorporated under Companies Act 2016, and is registered in Sandakan, Sabah, Malaysia, with registration #: 201301041640 (1071464-A). Megamas Plywood produces veneer and plywood for the local market.

Megabig Enterprise is a beneficial landowner at CL.075367403, Sungai Seguntor, Jalan Labuk, Sandakan, Sabah. Megabig Enterprise (Landlord) has a tenancy agreement with Megamas Plywood (Tenant) and is valid from 01/12/2023 to 30/11/2028.

The previous assessment was conducted in November 2024 that resulted in 2 gap(s) and 1 observation(s) (Report #: GFSSBH 004-755).

Associated Organizations & Subcontractors:

Megamas Plywood does not engage subcontractor to produce, manufacture products or provide manpower.

Description of the Supply Chain:

From December 2024 to October 2025, Megamas Plywood purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Timberwell Berhad	SFMLA 06/97	Round logs	Kota Marudu	GFS 002 LVS (16/03/2026)	Low
Pemegang Amanah Tanah Rizab	JPHTN/FRM700-2/4/1/161/JILID.4/7	Round logs	Ranau	-	High
Melvin L. Longinus & 4 Peserta	2B308379	Round logs	Tongod	-	High
Deramakot Forest Reserve	2B308389	Round logs	Telupid	GFS 181 LVS (28/10/2026)	Low
Mohamad Bin Bakar	JPHTN/SDK700-2/5/16(JLD.11)16	Round logs	Sandakan	-	High
Asian Forestry Company (Sabah) Sdn. Bhd.	JP(DPS)001/2024F1	Round logs	Nibang	GFS 015 LVS (05/10/2026)	Low
Chong Nyet Loon	2B308403 2B308416	Round logs	Kinabatangan	-	High

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

Summary Results:

(Major gap = 0, Minor gap = 1, Observation = 2)

GAPs: Year 2025				
GAP #	**Type**	**Checklist**	**Status**	**Description**
001/2024	minor	5.1.3	Closed	**November 2024:** Incorrect recording of volume for transit and log transfer to sawmill in Appendix 3 manual submission and Veneer carry forward for March 2024 was not recorded in Appendix 3 online submission. **November 2025:** Volume for transit in Appendix 3 manual 10/2024 was recorded correctly.
002/2024	minor	5.3.6	Closed	**November 2024:** No work safety training for workers. **November 2025:** Work safety training was conducted for workers.
001/2025	minor	5.1.3	New	**November 2025:**

				Incorrect C/F logs and inconsistent in recording volume in arrival book and Appendix 1 against the Removal Pass.

*Major = Non-Compliance

Observations: Year 2025		
Obs #	**Checklist**	**Description**
001-2024 Outstanding	6.1.5, 6.4.3	**November 2024:** Sabah TLAS Compliance Certificate number was not identified on Sales invoice and Delivery Notes for sales of Sabah TLAS materials. **November 2025:** Sabah TLAS Compliance Certificate number was not identified on Delivery Notes for sales of Sabah TLAS materials.
001-2025	5.3.5	**November 2025:** One permanent resident was not contributed under EPF.

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

Recommendations

Megamas Plywood 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 001/2025 (minor) – Checklist 5.1.3: Megamas Plywood shall record volume for logs CF correctly. The volume for Arrival Book and Appendix 1 should be consistent with the Removal Pass.
Observation 001-2024 Outstanding – Checklist 6.1.5, 6.4.3: Megamas Plywood shall identify Sabah TLAS Compliance Certificate number on Delivery Notes for sales of Sabah TLAS materials.
Observation 001-2025 – Checklist 5.3.5: Megamas Plywood should contribute EPF for all workers as stipulated by EPF.

The next surveillance visit is scheduled for November 2026.

End of Summary Report