

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Tenant: ML Sabah Trading (Sole proprietorship) Licensee: Syarikat Jayaramai Sdn. Bhd. (1519146-K)	Reference #	GFSSBH 004-589
Contact Person	Kang Liam Meng (Director)	Audit Date	12/12/2023
Office Address	P.O. Box 2312, 89008 Keningau, Sabah, Malaysia.	Date close out	-
Mill Address	Batu 32, Jalan Nabawan-Sapulut, Sabah, Malaysia.	Telephone	+6087 366 128
Email	Email: cms331100@gmail.com DFO Sook: Bonaventure.Boyoun@sabah.gov.my	Fax	+6087 366 805
		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 056 WTP		
Issuance Date	18 December 2023	Expiration Date	17 December 2024

Assessment Details

Company Type	Sawmill
Scope of Assessment	Sabah TLAS P5-6: JP(N)SO055/00(B01)R, KON(NSO)021/98(KK)
Product Group	Sawn timber
Source of Material	Sabah, Malaysia.
Species	<i>Drybalanops spp.</i> (Kapur), <i>Dipterocarpus spp.</i> (Keruing), <i>Koompassia malaccensis</i> (Impas), <i>Parashorea spp.</i> (White seraya), <i>Shorea spp.</i> (Red seraya, Yellow seraya, Melapi, Selangan batu), Sapotaceae (Nyatoh), <i>Eugenia spp.</i> (Obah), Lauraceae (Medang), Lithocarpus & Quercus (Mempening), <i>Planchonia valida</i> (Putat), <i>Hopea sangal</i> (Gagil), <i>Koompassia excelsa</i> (Mengaris), <i>Tristanopsis merguensis</i> (Pelawan-pelawan), <i>Cotylelobium spp.</i> (Resak batu), <i>Dialium indum</i> (KerANJI), <i>Castanopsis motleyana</i> (Berangan), <i>Magnolia candollii</i> (Chempaka), Other Timber (OT)
Lead Assessor	Sandra George
Assessor(s)	Vanessa Abin, Aleeza Ho
FDS Staff	Esebius Aegidius (PPD Sook), Sekin Elang (PPD Sook), Iting Ning (PPD Sook), Victor Gadius (PPD Sook)

Terms of Assessment

The scope of the evaluation is to verify compliance of Syarikat Jayaramai Sdn. Bhd. (ML Sabah Trading) 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:

Syarikat Jayaramai Sdn. Bhd. (Syarikat Jayaramai) was registered in Kuala Lumpur, Malaysia, with registration # 1519146-K. ML Sabah Trading is a sole proprietorship; thus, does not require to register under the Companies Commission of Malaysia (SSM).

ML Sabah Trading has a rental agreement with Syarikat Jayaramai to operate the sawmill for sawn timber productions from 15/02/2022 to 14/02/2025. ML Sabah Trading produces sawn timber for the local market.

The previous assessment was conducted in January 2023 that resulted in 1 gap(s) and 1 observation(s) (Report #: GFSSBH 004-443).

Associated Organizations & Subcontractors:

ML Sabah Trading does not engage other companies as their subcontractors to provide or manufacture products.

Description of the Supply Chain:

From December 2022 to November 2023, ML Sabah Trading purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Bornion Timber Sdn. Bhd.	SFMLA 03/1997	Round logs	Sook	GFS 054 LVS (06/08/2024)	Low
Timberwell Berhad	SFMLA 06/97	Round logs	Kota Marudu	Non-Compliance	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 2023

GAP #	Type	Checklist	Status	Description
001/2023	minor	5.3.1	Closed	January 2023: Two (2) workers were not registered under COI. December 2023: Workers have been registered under COI as required.

*Major = Non-Compliance

Observations: Year 2023

Obs #	Checklist	Description
001-2023 Addressed	5.2.4	January 2023: The current COC section on Log Yard / Allocation does not include Log Identification for log arrival based on Lot # and allocation of Lot # to production Batch #. December 2023: Syarikat Jayaramai has revised the COC manual to include log identification for log arrival based on Lot #.

Highlights of Close-Out Visit (if applicable)

Date: -

Not applicable

Recommendations

Syarikat Jayaramai Sdn. Bhd. (ML Sabah Trading) 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.

The next surveillance visit is scheduled for December 2024.

End of Summary Report