

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Kilang Papan KK Assan Sdn. Bhd. (104025-W)	Reference #	GFSSBH 004-571
Contact Person	Jude S. Arambala (Manager)	Audit Date	02/11/2023
Office Address	Lot 131 & 132, Block O, Lorong Plaza Permai 4, Alamesra, Sulaman-Coastral Highway, 88400 Kota Kinabalu, Sabah, Malaysia.	Date close out	-
Mill Address	KM 4, Jalan Kg. Lotong, Kota Marudu, Sabah, Malaysia.	Telephone	+6088 448 827 +6088 661 116
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		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 062 WTP		
Issuance Date	06 November 2023	Expiration Date	05 November 2024

Assessment Details

Company Type	Sawmill, Moulding mill, Kiln Dry Plant, Wood Preservation Plant, Exporter, Importer
Scope of Assessment	Sabah TLAS P5-6: JP(D)KM030/00(X04)R, JP(D)KM062/00 (X22)R, JP(D)KM001/03 (X07), FDS(KM)(E)002/2020(M), FDS(KM)(I)009/2019(M), FDS(KM)(S)066/2019(M)
Product Group	Kiln Dried rough sawn & moulded timber
Source of Material	Sabah, Malaysia.
Species	<i>Acacia mangium</i> (Acacia), <i>Hevea brasiliensis</i> (Rubberwood), <i>Cocos nucifera</i> (Coconut), <i>Albizia falcataria</i> (Batai),
Lead Assessor	Sandra George
Assessor(s)	Aleeza Ho, Vanessa Abin
FDS Staff	Beatrice Joseph (ADFO Kota Marudu), Ahmad Liman (PPD Kota Marudu), Rubin Bin Yakin (PPD Kota Marudu), Mohd. Hafizyam (PPD Kota Marudu)

Terms of Assessment

The scope of the evaluation is to verify compliance of Kilang Papan KK Assan 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:

Kilang Papan KK Assan Sdn. Bhd. (Kilang Papan KK Assan) is registered in Kota Kinabalu, Malaysia, with registration # 104025-W. Kilang Papan KK Assan produces sawn timber, finger joint and mouldings for the local market and exports them to Japan, China and Singapore. The company has Kiln Drying for their materials for own use.

The previous assessment was conducted in November 2022 that resulted in 1 gap(s) and 1 observation(s) (Report #: GFSSBH 004-431).

Associated Organizations & Subcontractors:

Kilang Papan KK Assan engages Agensi Pekerjaan Hasil Utara Sdn. Bhd. to handle foreign workers' documents and R.M Services to manage the export documents.

Description of the Supply Chain:

From October 2022 to October 2023, Kilang Papan KK Assan purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk*
Lim Yui Foh	JPHTN/KM700-2/5/JLD.19/(1)	Plantation logs	Kota Marudu	-	Low
Biddy Balinggi	JPHTN/KM700-2/5/JLD/19/(17)	Plantation logs	Kota Marudu	-	Low
Sudiah Kodou	JPHTN/KM700-2/5/JLD/19/(21)	Plantation logs	Kota Marudu	-	Low
Jaliau Tail	JPHTN/KM700-2/5/JLD/18/(92)	Plantation logs	Kota Marudu	-	Low
Dauni Bin Darusin & 2 Peserta	JPHTN/KB700-2/5/48(7)4/9/2023	Plantation logs	Kota Belud	-	Low
Roslyn Sakelin	JPHTN/KM700-2/5/JLD.18/(82)	Plantation logs	Kota Marudu	-	Low
Albit Simbir	JPHTN/KM700-2/5/JLD.19/(2)	Plantation logs	Kota Marudu	-	Low
Elison Bin Gitas	JPHTN/KB700-2/5/46(12)-01/09/2023	Plantation logs	Kota Belud	-	Low
Jumly Matangos	JPHTN/KM700-2/5/JLD.18/(80)	Plantation logs	Kota Marudu	-	Low
Edirus Lajun	JPHTN/RNU700-2/5/JLD.8/93	Plantation logs	Ranau	-	Low
Alinah@Elly Bte Idrus	JPHTN/KDT800-4/2/8(76)	Plantation logs	Kudat	-	Low
Juin B. Dahilig	JPHTN/KDT800-4/2/3/JLD.14(6)	Plantation logs	Kudat	-	Low
Juanis Mogusi	JPHTN/KM700-2/5/JLD.18/(62)	Plantation logs	Kota Marudu	-	Low
Naiyah Garokon	JPHTN/KM700-2/5/JLD.18/(55)	Plantation logs	Kota Marudu	-	Low
Dody Lamadoi	JPHTN/KM700-2/5/JLD.18/49	Plantation logs	Kota Marudu	-	Low
Lee Chin An	JPHTN/KDT800-4/2/6(49)	Plantation logs	Kudat	-	Low
Rukina Bongon	JPHTN/KM700-2/5/JLD.18/(22)	Plantation logs	Kota Marudu	-	Low
Roney Philip	JPHTN/KM700-2/5/Jilid.18/(14)	Plantation logs	Kota Marudu	-	Low
Astin Binti Magadau	JPHTN/KDT800-4/2/6/Jld.1/47	Plantation logs	Kudat	-	Low
Ethimis B. Monsilin	JPHTN/KM700-2/5/JLD.18/(8)	Plantation logs	Kota Marudu	-	Low
Binson Bin Omijal	JPHTN/KDT800-4/2/7(37)	Plantation logs	Kudat	-	Low
Suajim Surugau	JPHTN/KM700-2/5/JLD.17/(103)	Plantation logs	Kota Marudu	-	Low

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

Summary Results:

(Major gap = 0, minor gap = 1, Observation = 0)

GAPs: Year 2023				
GAP #	Type	Checklist	Status	Description
001/2022	minor	5.2.3	Closed	<p>November 2022: The company did not state the Sabah TLAS status and TDP in the arrival book.</p> <p>November 2023: Kilang Papan KK Assan has recorded the Sabah TLAS status in the arrival book. The TDP is not required for plantation logs.</p>
001/2023	minor	5.3.2, 5.3.7 5.3.8	New	<p>November 2023: There is no evidence of safety and fire training for workers in 2023.</p>

*Major = Non-Compliance

Observations: Year 2023		
Obs #	Checklist	Description
001-2022 Addressed	5.2.2	<p>November 2022: Removal pass for logs received from Dusi Bin Ginso & 10 Peserta (Kynsasynergy Sdn. Bhd.) in August 2022 was not stamped as "Sabah TLAS Compliant" by SFD.</p> <p>November 2023: Kilang Papan KK Assan purchased plantation logs from private landowners that were not assessed under the Sabah TLAS.</p>

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

Recommendations
<p>Kilang Papan KK Assan 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.</p> <p>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 5.3.2, 5.3.7, 5.3.8: Kilang Papan KK Assan shall conduct safety and fire training for workers annually.</p> <p>The next surveillance visit is scheduled for November 2024.</p>

End of Summary Report