

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Carl Ronnow Logistics Sdn. Bhd. 200601028018 (747774-P)	<b>Reference #</b>	GFSSBH 004-752a
<b>Contact Person</b>	Dick Anning (Environmental Manager)	<b>Audit Date</b>	20/11/2024
<b>Office Address</b>	Kg. Melawa, 14.5 KM, Jalan Sepangar Bay, 88450 Menggatal, Locked Bag 20, 88990 Kota Kinabalu, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	Kg. Melawa, 14.5 KM, Jalan Sepangar Bay, 88450 Menggatal, Locked Bag 20, 88990 Kota Kinabalu, Sabah, Malaysia.	<b>Telephone</b>	+6088 483 888
<b>Email</b>	rja@carlronnow.com anp@carlronnow.com DFO KK: Aglsmail.AgTuah@sabah.gov.my PPW KK: MohdNasir.AgSuman@sabah.gov.my	<b>Fax</b>	+6088 483 801
		<b>Approved By</b>	Dr. Kevin Grace

### Statements

Statement of Compliance	GFS 073 WTP		
Issuance Date	25 November 2024	Expiration Date	24 November 2025

### Assessment Details

Company Type	Kiln Dry Plant
Scope of Assessment	Sabah TLAS P5-6: JP(K)KK005/11(X22)
Product Group	Sawn timber
Source of Material	Sabah, Malaysia.
Species	Shorea inappendiculate (Selangan batu), Shorea pauciflora (Oba Suluk), Shorea johoreensis (Seraya Majau), Parashorea spp. (White seraya), Shorea spp. (Red seraya, Yellow seraya), Sapotaceae spp. (Nyatoh), Drybalanops spp. (Kapur), Meliaceae spp. (Surian), Other Timber (OT), Dysoxylum parasiticum (Jarum-Jarum)
Lead Assessor	Glory Linggou
Assessor(s)	Evelyn Chong
SFD Staff	Jepri Bin Brahim (PPD Kota Kinabalu)

### Terms of Assessment

The scope of the evaluation is to verify compliance with Carl Ronnow Logistics 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:**

Carl Ronnow Logistics Sdn. Bhd. (Carl Ronnow Logistics) is, on and from 18/09/2006, incorporated under Companies Act 2016, and is registered in Kota Kinabalu, Sabah, Malaysia, with registration #: 200601028018 (747774-P). Carl Ronnow Logistics has an FSC Certificate: FSC-C0089609 NC-COC-000864 expiry date 19/02/2028. Carl Ronnow Logistics provides kiln dry, re-bundling and storage services to Carl Ronnow (Malaysia) and clients.

**Associated Organizations & Subcontractors:**

Carl Ronnow Logistics does not engage subcontractor to produce, manufacture products or provide manpower.

**Description of the Supply Chain:**

From September 2023 to October 2024, Carl Ronnow Logistics only provides KD services.

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
-	-	-	-	-	-

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

**Summary Results:**

(Major gap = 0, Minor gap = 0, Observation = 3)

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
-	-	-	-	

\*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
001-2024	5.1.6	<b>November 2024:</b> The CoC procedure does not clearly define the identification of lot number associated with receiving, kiln drying and timber handling.
002-2024	5.3.1 5.3.2	<b>November 2024:</b> Employment agreement for workers lacks job information in relation to the Sabah Labor Ordinance.
003-2024	5.1.3, 5.2.8	<b>November 2024:</b> No submission of Appendix 11 Manual version since January 2022.

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

Recommendations
<p><b>Carl Ronnow Logistics Sdn. Bhd.</b> 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:</p> <p><b>Observation 001-2024 – Checklist 5.1.6:</b> The CoC procedure shall clearly define the identification of lot number in relation to receiving, kiln drying &amp; timber handling as appropriate.</p> <p><b>Observation 002-2024 – Checklist 5.3.1, 5.3.2:</b> Employment agreement for all workers shall include all relevant information related to the job &amp; Labour regulations.</p> <p><b>Observation 003-2024 – Checklist 5.1.3, 5.2.8:</b> Carl Ronnow Logistics should submit the manual version of Appendix 11 as required by the SFD. SFD should provide a memo to the timber industry regarding online and manual submissions of Appendices.</p> <p>The next surveillance visit is scheduled for November 2025.</p>

**End of Summary Report**