

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Soonlinmas Sdn. Bhd. 199401022491 (308176-A)	Reference #	GFSSBH 004-610
Contact Person	Ms. Yii Kiew Kiew	Audit Date	30/01/2024
Office Address	No.2A, Lot D8, Taman Industri Warisan, Lorong Industri Warisan 2, Mile 6.5, Jalan Tuaran Inanam, Kota Kinabalu, Sabah, Malaysia.	Date close out	-
Mill Address	<u>Warehouse in Tropical Timber & Trading (Sabah) Sdn. Bhd.</u> No.2A, Lot D8, Taman Industri Warisan, Lorong Industri Warisan 2, Mile 6.5, Jalan Tuaran Inanam, Kota Kinabalu, Sabah, Malaysia.	Telephone	+6085 659 888
Email	jasmine.g@soonlinmas.com DFO Kota Kinabalu: Aglsmail.AgTuah@sabah.gov.my	Fax	-
		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 261 WTP		
Issuance Date	05 February 2024	Expiration Date	04 February 2025

Assessment Details

Company Type	Importer
Scope of Assessment	Sabah TLAS P5-6: FDS(KK)(S)043/2019
Product Group	Plywood, Blockboard
Source of Material	Indonesia & Vietnam
Species	Indonesia: <i>Paraserianthes falcataria</i> (Sengon), <i>Albizia falcataria</i> (Batai), <i>Dipterocarpus spp.</i> (Keruing), <i>Albizia chinensis</i> , <i>Shorea johorensis</i> , <i>Shorea gysbertsiana</i> Vietnam: <i>Calophyllum obliquinervium</i> (Bintangor)
Lead Assessor	Brandon James
Assessor(s)	Vanessa Abin
FDS Staff	Sharif Affendy (PPD Kota Kinabalu), Welfred Wihimos (PPD Kota Kinabalu)

Terms of Assessment

The scope of the evaluation is to verify compliance of Soonlinmas 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:

Soonlinmas Sdn. Bhd. (Soonlinmas) is registered in Sarawak, Malaysia, with registration # 199401022491 (308176-A). Soonlinmas imports plywood and blockboard from Indonesia & Vietnam for the local market.

Soonlinmas has a tenancy agreement between Tropical Timber & Trading (Sabah) Sdn. Bhd. from 1st February 2023 to 31st January 2025.

The previous assessment was conducted in February 2024 that resulted in 3 gap(s) and 1 observation(s) (Report #: GFSSBH 004-465).

Associated Organizations & Subcontractors:

Soonlinmas engages Bonusoon Trading Sdn. Bhd. to provide manpower as part of the warehouse tenancy agreement between Tropical Timber & Trading (Sabah) Sdn. Bhd. Bonusoon Trading engages Jelas Cermat Sdn. Bhd. as a subcontractor to provide manpower. Soonlinmas shares warehousing with Bonusoon Trading and Cymasun Trading.

Description of the Supply Chain:

From December 2022 to December 2023, Soonlinmas purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
CV. Kandang Lestari	Not stated	Blockboard	Indonesia	LPVI-007-IDN	Low
CV. Mirai Alam Sejahtera	Not stated	Plywood	Indonesia	LPVI-007-IDN	Low
CV. Pinus Jaya	Not stated	Plywood	Indonesia	LPVI-011-IDN	Low
CV. Wahyu Karya	Not stated	Plywood	Indonesia	LVLK-002-IDN	Low
PT. Adn Wood Batang	Not stated	Plywood	Indonesia	LPVI-008-IDN	Low
PT. Albasi Priangan Lestari	Not stated	Plywood	Indonesia	LVLK-001-IDN	Low
PT. Chandra Mega Utama	Not stated	Plywood	Indonesia	LVLK-002-IDN	Low
PT. Lestari Djaya Utama	Not stated	Plywood	Indonesia	LPVI-01-IDN	Low
PT. Manunggal Indowood Investindo	Not stated	Plywood	Indonesia	LVLK-003-IDN	Low
PT. Mapan Wijaya	Not stated	Plywood	Indonesia	LPVI-012-IDN	Low
PT. Natura Lestari	Not stated	Plywood	Indonesia	LVLK-016-IDN	Low
PT. Prima Parquet Indonesia	Not stated	Blockboard	Indonesia	LVLK-002-IDN	Low
PT. Pundi Uniwood Industry	Not stated	Plywood	Indonesia	LVLK-004-IDN	Low
PT. Ramadhika Jaya Mandiri	Not stated	Plywood	Indonesia	LPVI-013-IDN	Low
PT. Sumber Abadi Bersama	Not stated	Not stated	Indonesia	LPVI-017-IDN	Low
PT. Sahabat Utama Industri	Not stated	Blockboard	Indonesia	LPVI-009-IDN	Low
PT. Sukses Mitra Sejahtera	Not stated	Plywood	Indonesia	LPVI-017-IDN	Low
PT. Surya Mandiri Jaya Sakti	Not stated	Blockboard	Indonesia	LVLK-003-IDN	Low
PT. Tri Tunggal Laksana	Not stated	Plywood	Indonesia	LPVI-008-IDN	Low
PT. Wijaya Cahaya Timber TBK	Not stated	Plywood	Indonesia	LPVI-012-IDN	Low
PT. Wahyu Daya Mulia	Not stated	Plywood	Indonesia	LPVI-008-IDN	Low
Dai Lam Moc Import Export and Trading Co. Ltd.	Not stated	Plywood	Vietnam	-	High
Dinh Gia Manufacturing Company Limited	Not stated	Plywood	Vietnam	-	High

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 = 1)

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
001/2022	minor	5.2.2	Closed	February 2022: The Forest Ranger/Forester did not stamp the removal pass as "Used Removal Pass" for 2020 and 2021. February 2023: SFD did not consistently stamp the removal pass as "Used." January 2024: All removal passes were stamped as "Used."
002/2022	minor	6.2.4	Closed	February 2022: Soonlinmas did not conduct risk assessment for their suppliers. February 2023: The risk assessment was not conducted correctly and was incomplete for their suppliers. January 2024: Soonlinmas conducted the risk assessment correctly for all imported materials.
001/2023	minor	5.2.1	Outstanding	February 2023: Inconsistent in maintaining the removal pass for materials received in the warehouse. January 2024: Inconsistency in maintaining removal passes in the warehouse.

*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
001-2023 Outstanding	5.2.3	February 2023: Inconsistent in maintaining the material arrival book in the warehouse. January 2024: Data in material arrival book in the warehouse is incomplete.

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

Recommendations
<p>Soonlinmas 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:</p> <p>Gap 001/2023 (minor) Outstanding – Checklist 5.2.1: Soonlinmas shall maintain all removal passes in the warehouse for materials received in the warehouse.</p> <p>Gap 001-2023 (Outstanding) – Checklist 5.2.3: Soonlinmas shall complete the material arrival book by stating the supplier, removal pass, Sabah TLAS status, species, total material & volume.</p> <p>The next surveillance visit is scheduled for January 2025.</p>

End of Summary Report