Sabah TLAS Audit Report
Principles 5 & 6

Organisation	Lawas Lumber Wood Processing Sdn. Bhd. 200501030090 (712227-V)	**Reference #**	GFSSBH 004-931
Contact Person	Mr. Robert Wong (R.M Services) Ms. Rosslin Tadam (Lawas Lumber Wood Processing)	**Audit Date** **Date close out**	10/03/2026 -
Office Address	Sabah Office: Lot 3.28, 3rd Floor, Asia City Complex, Phase III, 88000 Kota Kinabalu, Sabah. Sarawak Office: Lot 665, Block 1, 22 KM, Jalan Lawas, Merapok Land District, Lawas, Sarawak, Malaysia.	**Telephone**	+6013 808 0266 +6014 594 2259
Mill Address	Lot 665, KM 22, Jalan Lawas, Merapok Land District, Lawas, Sarawak, Malaysia.	**Fax**	-
Email	Llwplawas88@gmail.com DFO KK: ZuridahNorfarizan.Jeragan@sabah.gov.my PPW KK: MohdNasir.AgSuman@sabah.gov.my	**Approved By**	Dr. Kevin Grace

Statements			
Statement of Compliance	GFS 259 WTP		
Issuance Date	17 March 2026	Expiration Date	16 March 2027

Assessment Details	
Company Type	Importer and exporter
Scope of Assessment	Sabah TLAS P5-6: FDS(KK)(E)005/2019, FDS(KK)(I)012/2019, FDS(KK)(S)005/2022
Product Group	Plywood
Source of Material	Peninsular Malaysia
Species	Mixed species
Lead Assessor	Sheanna Kehong
Assessor(s)	Riczuan Richard
SFD Staff	Cosmas P.A (PPW Kota Kinabalu), Mohd Adzre Mohd Nasir (PPW Kota Kinabalu), Zaini Noil (PPW Kota Kinabalu), Helda Parut (PPD Kota Kinabalu)

Terms of Assessment

The scope of the evaluation is to verify compliance with Lawas Lumber Wood Processing 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:

Lawas Lumber Wood Processing Sdn. Bhd. (Lawas Lumber Wood Processing) is, on and from 10/10/2005, incorporated under Companies Act 2016, and is registered in Miri, Sarawak, Malaysia, with registration #: 200501030090 (712227-V).

Lawas Lumber Wood Processing has a wood processing facility located in Lawas, Sarawak to produce plywood (Mill Reg. #: KPP/JPP/C1-10/(65), STIDC #: 0005375). Lawas Lumber Wood Processing has licenses from SFD with an address in Central Building, Kota Kinabalu, Sabah and the trading license is in Asia City Sabah. Lawas Lumber Wood Processing purchased veneer from Bestock Timber in Peninsular Malaysia to produce plywood in Bintulu facilities. Plywood was sent to Sabah Port by land through Merapok on behalf of Bestock Timber in Bintulu.

The previous assessment was conducted in March 2025 that resulted in 1 gap(s) and 1 observation(s) (Report #: GFSSBH 004-800).

Associated Organizations & Subcontractors:

Lawas Lumber Wood Processing does not engage any subcontractor to manufacture products or manpower.

Description of the Supply Chain:

From February 2025 to February 2026, Lawas Lumber Wood Processing purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Bestock Timber Sdn. Bhd.	Not stated	Veneer	Peninsular Malaysia	-	High

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

Summary Results:

(Major gap = 0, Minor gap = 4, Observation = 1)

GAPs: Year 2026				
GAP #	**Type**	**Checklist**	**Status**	**Description**
004/2025	minor	6.3.2, 6.3.3	Closed	**March 2025:** Lawas Lumber Wood Processing could not provide the SFD Import License Approval, Removal Pass, EIS form, declaration form and royalty payment for export consignments. **March 2026:** Lawas Lumber Wood Processing does not conduct export activities; thus, no export consignments.
001/2026	minor	5.1.1	New	**March 2026:** Trading license was not available during the assessment.
002/2026	minor	5.3.1, 5.3.2	New	**March 2026:** Lawas Lumber Wood Processing could not provide several employment agreements as of the assessment.
003/2026	minor	5.3.5	New	**March 2026:** Inconsistent in contributing EPF & SOCSO monthly contributions for workers.
004/2026	minor	6.4.1	New	**March 2026:** Summary of raw material purchased, Finished Goods and sales record was not available as of the assessment.

*Major = Non-Compliance

Observations: Year 2026		
Obs #	**Checklist**	**Description**
002-2025 Addressed	6.2.2, 6.2.5, 6.2.8	**March 2025:** Lawas Lumber Wood Processing could not provide SFD Import License Approval and SFD Import Inspection receipt for import consignments. **March 2026:** Lawas Lumber Wood Processing provided SFD Import License Approval for the import consignments.
001-2026	5.2.3, 6.2.3	**March 2026:** The Risk Assessment for the supplier has yet to be conducted.

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

Recommendations

Lawas Lumber Wood Processing 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 001/2026 (minor) – Checklist 5.1.1: Lawas Lumber Wood Processing should maintain Trading license for its office in Kota Kinabalu.
Gap 002/2026 (minor) – Checklist 5.3.1, 5.3.2: Lawas Lumber Wood Processing should maintain the employment agreement for all workers.
Gap 003/2026 (minor) – Checklist 5.3.5: Lawas Lumber Wood Processing should contribute EPF and SOCSO monthly for all workers as per statutory requirements. The company should consult with EPF/SOCSO regarding the monthly EPF/SOCSO contributions.
Gap 004/2026 (minor) – Checklist 6.4.1: Lawas Lumber Wood Processing shall establish summary of raw material purchase, Finished Goods and sales record.
Observation 001-2026 – Checklist 5.2.3, 6.2.3: Lawas Lumber Wood Processing should conduct the risk assessment for all suppliers.

The next surveillance visit is scheduled for March 2027.

End of Summary Report