

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Mill: Hap Seng Property Investment Sdn. Bhd. 198901006336 (183641-A) Tenant: Bersatu Andal Sdn. Bhd. 200001010708 (513314-M)	Reference #	GFSSBH 004-736
Contact Person	Ms. Samsiwati Patirol (Clerk)	Audit Date	17/10/2024
Office Address	P.O. Box No. 62423, 91034 Tawau, Sabah, Malaysia.	Date close out	-
Mill Address	Shed No. 51B, 45 & 46 Hap Seng Timber Complex, Batu 3 ½, Jalan Tanjung Batu Laut, Tawau, Sabah, Malaysia.	Telephone	+6016 826 6345
Email	bersatu5568@gmail.com DFO TWU:Nooridayu.MohdAyub@sabah.gov.my PPW TWU:MohdArapa.Lamuda@sabah.gov.my	Fax	-
		Approved By	Dr. Kevin Grace

Statements

Statement of Compliance	GFS 129 WTP		
Issuance Date	21 October 2024	Expiration Date	20 October 2025

Assessment Details

Company Type	Sawmill, Moulding, Exporter
Scope of Assessment	Sabah TLAS P5-6: JP(T)TW004/06(X04), FDS(TW)(S)050/2019(M), FDS(TW)(E)074/2019(M)
Product Group	Sawn timber
Source of Material	Sabah, Malaysia
Species	Shorea inappendiculata (Selangan batu), Parashorea spp. (White seraya), Shorea spp. (Red seraya, Yellow seraya, Melapi), Heritiera simplicifolia (Kembang), Scaphium spp. (Kembang semangkuk), Shorea pauciflora (Oba suluk), Neolamarckia cadamba (Laran), Duabanga moluccana (Magas), Alstonia spp. (Pulai), Annonaceae spp. (Karai), Lauraceae (Medang), Hopea sangal (Gagil), Eusideroxylon zwageri (Belian), Tektona grandis (Teak), Dialium indum (KerANJI), Annonaceae (Pisang-pisang), Azadirachta excels (Bawang bawang), Tamarindus indica (Assam), Other timber (OT)
Lead Assessor	Glory Linggou
Assessor(s)	Anne G. Grace
SFD Staff	Abd Suhaimi Abd Manap (PPD TWU)

Terms of Assessment

The scope of the evaluation is to verify compliance with Bersatu Andal 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:

Hap Seng Property Investment Sdn. Bhd. (Hap Seng Property Investment) is, on and from 27/06/1989, incorporated under Companies Act 2016, and is registered in Kuala Lumpur, Malaysia, with registration #: 198901006336 (183641-A). Bersatu Andal Sdn. Bhd. (Bersatu Andal) is, on and from 04/05/2000, incorporated under Companies Act 2016, and is registered in Kuala Lumpur, Malaysia, with registration #: 200001010708 (513314-M). Bersatu Andal did not purchase and sell materials; instead, Bersatu Andal provided sawmilling services to Unikarya Sdn. Bhd. (Unikarya Trading).

Hap Seng Property Investment rented their premises, Shed No. 45, 46 and 51B, dated 01/11/2023 until 30/10/2024 to Bersatu Andal Sdn. Bhd. (Bersatu Andal) for processing and storing sawn timber.

Associated Organizations & Subcontractors:

Bersatu Andal does not engage subcontractor to produce, manufacture products or provide manpower.

Description of the Supply Chain:

From July 2023 to September 2024, Bersatu Andal has not purchased raw materials from any suppliers; however, only provides KD service to Unikarya Trading Sdn. Bhd.

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 = 1, Observation = 1)

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
001/2024	minor	5.3.5	New	October 2024: Worker was not registered and contributed under SOCSO/EPF.

*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
001-2024	5.3.6, 5.3.7	October 2024: Incomplete training attendance record, fire extinguisher obstructed and no PPE distribution records.

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

Recommendations
<p>Bersatu Andal 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 001/2024 (minor) – Checklist 5.3.5: Bersatu Andal shall register and contribute monthly contribution for all workers as stipulated in the EPF/SOCSO requirements.</p> <p>Observation 001-2024 – Checklist 5.3.6, 5.3.7: Training record should include attendance sheet, fire extinguisher should be clear from obstruction and generate the PPE distribution record.</p> <p>The next surveillance visit is scheduled for October 2025.</p>

End of Summary Report