

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Lamitech International Sdn. Bhd.(1241931-W)	<b>Reference #</b>	GFSSBH 004-513
<b>Contact Person</b>	Jacqueline Chong (Admin Manager)	<b>Audit Date</b>	14/06/2023
<b>Office Address</b>	KM 57, Kg. Benoni, Papar-Beaufort Highway, Kuala Benoni 89608 Kimanis, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	KM 57, Kg. Benoni, Papar-Beaufort Highway, Kuala Benoni 89608 Kimanis, Sabah, Malaysia.	<b>Telephone</b>	+6088 431 033
<b>Email</b>	admin@lamitech.com.my	<b>Fax</b>	+6088 495 439
		<b>Approved By</b>	Dr. Kevin Grace

### Statements

<b>Audit Statement #</b>	GFS 236 WTP		
<b>Issuance Date</b>	19 June 2023	<b>Expiration Date</b>	18 June 2024

### Assessment Details

<b>Company Type</b>	Sawmill, Moulding, Briquette, Kiln Dry, Wood Preservation plant, Exporter, Importer
<b>Scope of Assessment</b>	Sabah TLAS P5-6: JP(K)KK001/19(X68), JP(K)KK002/18(X22)
<b>Product Group</b>	Sawn timber, Moulding, Finger Joint, laminated products, Briquette
<b>Source of Material</b>	Sabah, Malaysia.
<b>Species</b>	<i>Shorea spp.</i> (Mixed seraya), Kapur, Melapi, Majau, Mengkulang, OT
<b>Lead Assessor</b>	Glory Linggou
<b>Assessor(s)</b>	Anne Gimbir
<b>FDS Staff</b>	Mohd Sahrulizam Mohd Sen (JPS)

### Terms of Assessment

The scope of the evaluation is to verify compliance of Lamitech International 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:**

Lamitech International Sdn. Bhd. (Lamitech International) is registered in Kuala Lumpur, Malaysia, with registration # 1241931-W. Lamitech International has participated in the PEFC with certificate #: SIRIM-COC 00224, valid until 20 August 2024. The company produces and exports moulding products mainly to Singapore, Germany, Japan, and South Korea.

Lamitech International has a tenancy agreement dated 06/01/2023 with Lamitech Wood Industries for six months or such extended period as shall be mutually agreed by the parties herein. Lamitech Wood Industries responsible in complying with the Malaysian Act Law for its employees and permitted to utilize Lamitech International's license.

The previous assessment was conducted in July 2022 that resulted in 1 gap(s) and 0 observation(s) (Report #: GFSSBH 004-369).

**Associated Organizations & Subcontractors:**

Lamitech International engages Bidasari Sdn. Bhd. to provide kilning services and RM Services as a subcontractor for handling import & export activities. Lamitech International engaged Agensi Pekerjaan Decaria Sdn. Bhd. as their agent to handle passports and work permits for foreign workers.

**Description of the Supply Chain:**

From May 2022 to June 2023, Lamitech International purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Sapulut Forest Development Sdn. Bhd.	SFMLA 04/97	Round logs	Tibow	GFS 025 LVS (10/07/2023)	Low

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

**Summary Results:**

(Major gap = 0, Minor gap = 0, Observation = 2)

GAPs: Year 2023				
GAP #	Type	Checklist	Status	Description
001/2022	minor	5.1.2	Closed	<b>July 2022:</b> Observed discrepancies in log supply volume between the company's records and online submission of Appendix 1. <b>June 2023:</b> The log supply volume records are consistent with Appendix 1 online submission.

\*Major = Non-Compliance

Observations: Year 2023		
Obs #	Checklist	Description
001-2023	5.3.8	<b>June 2023:</b> No evidence of fire training conducted from August 2022 to June 2023.
002-2023	6.2.1	<b>June 2023:</b> No evidence that the import license is renewed.

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

**Recommendations**

**Lamitech International 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:

**Observation 001-2023 – Checklist 5.3.8:** Lamitech International shall conduct fire training annually.

**Observation 002-2023 – Checklist 6.2.1:** Lamitech International shall renew the import license annually.

The next surveillance visit is scheduled for June 2024.

**End of Summary Report**