

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Shua Lui Timber Sdn. Bhd. 201501016312 (1141646-H)	Reference #	GFSSBH 004-817
Contact Person	Mr. Yeoh Yeik Shua (Manager)	Audit Date	16/04/2025
Office Address	SH-1-12, Lot 12, 1 st Floor, Block A Towering, Koidupan Perdana, KM7.1, Jalan Penampang, 88300 Kota Kinabalu, Sabah, Malaysia.	Date close out	-
Mill Address	Mile 27, Patikang Laut, Tenom Road, Keningau, Sabah, Malaysia.	Telephone	+6016 833 9819
Email	dhammap_la@yahoo.com dhammapala@hotmail.my DFO KGU: Afifudin.Jadin@sabah.gov.my PPW KGU: Jaime.Gampawi@sabah.gov.my	Fax	+6087 336 739
		Approved By	Dr. Kevin Grace

Statements

Statement of Compliance				GFS 139 WTP			
Issuance Date		21 April 2025		Expiration Date		20 April 2026	

Assessment Details

Company Type	Moulding, furniture component, finger joint and Exporter
Scope of Assessment	Sabah TLAS P5-6: JP(N)KG001/16(X53), FDS(KG)(E)116/2019(M), FDS(KG)(S)082/2019(M), SFD(BEP)011/2024
Product Group	Sawn timber, moulding, Finger joint, Laminated product
Source of Material	Sabah, Malaysia.
Species	Parashorea spp. (White seraya), Shorea spp. (Red seraya, Yellow seraya), Drybalanops spp. (Kapur), Dipterocarpus spp. (Keruing), OT
Lead Assessor	Glory Linggou, Sheanna Kehong
Assessor(s)	Merlyne Gerard
SFD Staff	Mazlan Azman (PPW Keningau), Sofian Yunus (PPW Keningau), Fazianah Ajamsin (PPD Keningau), Andrew John (PPD Keningau)

Terms of Assessment

The scope of the evaluation is to verify compliance with Shua Lui Timber 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:

Shua Lui Timber Sdn. Bhd. (Shua Lui Timber) is, on and from 22/04/2015, incorporated under Companies Act 2016, and is registered in Kota Kinabalu, Sabah, Malaysia, with registration #: 201501016312 (1141646-H). Shua Lui Timber purchases sawn timber and produces moulding, finger-joint and laminated products. Shua Lui Timber sells finger joints and laminated products to CHK Enterprise and exports them to Mauritius, South Korea and China.

Associated Organizations & Subcontractors:

Shua Lui Timber does not engage other companies as their subcontractors to provide sawmilling services or manpower and manufacturing products.

Description of the Supply Chain:

From March 2024 to March 2025, Shua Lui Timber purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Kilang Papan Hiong Tiong Sdn. Bhd.	JP(K)KK003/00(X04)R	Sawn timber	Kota Kinabalu	GFS 071 WTP (24/11/2025)	Low
Lusera Sdn. Bhd.	JP(K)KK001/09(X39)	Sawn timber	Kota Kinabalu	GFS 114 WTP (15/12/2025)	Low
Hoong Yap Manufacturer Sdn. Bhd.	JP(N)KG001/11(X23)	Sawn timber	Keningau	GFS 111 WTP (16/09/2025)	Low

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

Summary Results:

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

GAPs: Year 2025				
GAP #	Type	Checklist	Status	Description
001/2025	minor	5.2.1, 6.1.1, 6.1.2, 6.1.3, 6.1.4	New	April 2025: The current purchasing system is not according to the COC system.
002/2025	minor	5.3.5	New	April 2025: Inconsistent in registering and contributing SOCSO for workers.

*Major = Non-Compliance

Observations: Year 2025		
Obs #	Checklist	Description
001-2025 Addressed	6.3.3	16 April 2025: The sales contract for the export consignment was not available. 17 April 2025: The Sales contract was provided for the export consignment.

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

Recommendations

Shua Lui Timber Sdn. Bhd. (Shua Lui Timber) 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 001/2025 (minor) – Checklist 5.2.1, 6.1.1, 6.1.2, 6.1.3, 6.1.4: Shua Lui Timber shall ensure the current purchasing system is according to the COC procedure.

Gap 002/2025 (minor) – Checklist 5.3.5: Shua Lui Timber shall ensure all workers are registered and contributed under SOCSO as stipulated in the Sabah Labor Ordinance.

The next surveillance visit is scheduled for April 2026.

End of Summary Report