

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Mill: Hap Seng Property Investment Sdn. Bhd. 198901006336 (183641-A) Tenant: Borneo Moulding Sdn. Bhd. 198001004036 (57820-H)	<b>Reference #</b>	GFSSBH 004-785
<b>Contact Person</b>	Ms. Hasdianah Massa (Administrative)	<b>Audit Date</b>	20/02/2025
<b>Office Address</b>	P.O. Box No. 62423, 91034 Tawau, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	Shed No. 30 & 31, Hap Seng Timber Complex, Tanjung Batu Laut, Tawau, Sabah, Malaysia.	<b>Telephone</b>	+6016 826 6347
<b>Email</b>	caslink.chan@gmail.com DFO Tawau: Nooridayu.MohdAyub@sabah.gov.my PPW Tawau: MohdArapa.lamuda@sabah.gov.my	<b>Fax</b>	-
		<b>Approved By</b>	Dr. Kevin Grace

### Statements

Statement of Compliance	GFS 159 WTP		
Issuance Date	24 February 2025	Expiration Date	23 February 2026

### Assessment Details

Company Type	Kiln Dry Plant
Scope of Assessment	Sabah TLAS P5-6: JP(T)TW011/00(X22)R, FDS(TW)(S)001/2025(M)
Product Group	Sawn timber
Source of Material	Sabah, Malaysia.
Species	Parashorea spp. (White seraya), Shorea spp. (Red seraya, Yellow seraya), OT (Other timber), <i>Agathis borneensis</i> (Agathis)
Lead Assessor	Sheanna Kehong
Assessor(s)	Anne G. Grace
SFD Staff	-

### Terms of Assessment

The scope of the evaluation is to verify compliance with Borneo Moulding 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:

Borneo Moulding Sdn. Bhd. (Borneo Moulding) is, on and from 30/04/1980, incorporated under Companies Act 2016, and is registered in Tawau, Sabah, Malaysia, with registration # 198001004036 (57820-H). Borneo Moulding did not purchased raw materials and only provides kiln dry services to Caslink Sdn. Bhd..

Besteam Sdn. Bhd. is, on from 27/06/1989, incorporated under Companies Act 2016 and changed its

name to Hap Seng Property Investment Sdn. Bhd. (Hap Seng Property Investment) with registration #: 198901006336 (183641-A). Hap Seng Property Investment lease the premise to Borneo Moulding from 01/09/2023 to 31/08/2025 for processing and storing of sawn timber only.

**Associated Organizations & Subcontractors:**

Borneo Moulding does not engage other companies as their subcontractors to provide or manufacture products.

**Description of the Supply Chain:**

From October 2023 to January 2025, Borneo Moulding purchased raw materials from the suppliers as below:

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 = 0)

GAPs: Year 2025				
GAP #	Type	Checklist	Status	Description
001/2025	minor	5.3.6	New	February 2025: No work safety was conducted since 2023.

\*Major = Non-Compliance

Observations: Year 2025		
Obs #	Checklist	Description
-	-	-

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

Recommendations
<p><b>Borneo Moulding Sdn. Bhd.</b> 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:  <b>Gap 001/2025 (minor) - Checklist 5.3.6:</b> Borneo Moulding should conduct work safety annually.</p> <p>The next surveillance visit is scheduled for February 2026.</p>

**End of Summary Report**