

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Inspiration Furniture Sdn. Bhd. 200001003749 (506354-K)	Reference #	GFSSBH 004-700
Contact Person	Mr. Vithoune Khamvanh (Manager)	Audit Date	02/05/2024
Office Address	P.O. Box 14487, 88851 Kota Kinabalu, Sabah, Malaysia.	Date close out	-
Mill Address	-	Telephone	+6019 264 2399
Email	vithoune@weeluk.com DFO KK: Aglsmail.AgTuah@sabah.gov.my PPW KK: MohdNasir.AgSuman@sabah.gov.my	Fax	-
		Approved By	Dr. Kevin Grace

Statements			
Statement of Compliance	GFS 198 WTP		
Issuance Date	06 May 2024	Expiration Date	05 May 2025

Assessment Details	
Company Type	Exporter, Importer
Scope of Assessment	Sabah TLAS P5-6: FDS(KK)(E)076/2019, FDS(KK)(I)046/2019
Product Group	Plywood
Source of Material	Vietnam
Species	OT (Other Timber)
Lead Assessor	Vanessa Abin
Assessor(s)	Glory Linggou, Anne Gimbir
SFD Staff	-

Terms of Assessment
The scope of the evaluation is to verify compliance with Inspiration Furniture 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:

Inspiration Furniture Sdn. Bhd. (Inspiration Furniture) is, on and from the 25/02/2000, incorporated under the Companies Act 2016 in Kuala Lumpur, Malaysia, with the registration #: 200001003749 (506354-K). The company purchased plywood and the plywood was directly shipped from Vietnam to the buyers in Sabah.

Associated Organizations & Subcontractors:

Inspiration Furniture does not engage a subcontractor to produce, manufacture products or provide manpower.

Description of the Supply Chain:

From March 2023 to March 2024, Inspiration Furniture purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Kego Company Limited	Not stated	Plywood	Vietnam	SGSHK-COC-370236 SGSHK-CW-370236 (14/05/2024)**	Low
Hai An Wood Import & Export Co.	Not stated	Plywood	Vietnam	-	High

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

**Products were not claimed as FSC products.

Summary Results:

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

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
-	-	-	-	-

*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
001-2024	5.2.1	May 2024: The current system for purchasing is not according to the COC procedure and the Sabah TLAS requirement.
002-2024	5.3.1	May 2024: No procedure regarding the employment and contracting labor based on the Sabah Labor Ordinance.

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

Recommendations
<p>Inspiration Furniture 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>Observation 001-2024 – Checklist 5.2.1: Inspiration Furniture should use a Sales Contract / Purchase Order to purchase imported products as per COC procedure and the Sabah TLAS requirement.</p> <p>Observation 002-2024 – Checklist 5.3.1: Inspiration Furniture should have a procedure regarding employment and contracting labor based on the Sabah Labor Ordinance.</p> <p>The next surveillance visit is scheduled for May 2025.</p>

End of Summary Report