

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Jang Heng Sdn. Bhd. 202001000553 (1356872-U)	Reference #	GFSSBH 004-635
Contact Person	Mr. Joshua Chieng (Sales & Marketing)	Audit Date	04/04/2024
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		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 303 WTP		
Issuance Date	08 April 2024	Expiration Date	07 April 2025

Assessment Details

Company Type	Importer
Scope of Assessment	Sabah TLAS P5-6: FDS(KK)(I)005/2023
Product Group	Plywood, Blockboard, Sawn timber
Source of Material	Sabah, Sarawak – Malaysia, Vietnam, Indonesia.
Species	Bintangor, Falcata, Keruing, OT.
Lead Assessor	Vanessa Abin
Assessor(s)	Anne Gimbir
FDS Staff	-

Terms of Assessment

The scope of the evaluation is to verify compliance of Jang Heng 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:

Spring Plywood Sdn. Bhd. was incorporated in Malaysia, on 06/01/2020, with registration 202001000553 (1356872-U). The company changed their name to Jang Heng Sdn. Bhd. (Jang Heng) on 28/06/2022. Jang Heng imported sawn timber, plywood and blockboard from Sarawak, Vietnam and Indonesia and sells it to the nearby residents.

Associated Organizations & Subcontractors:

Jang Heng is only dealing with TS Top Logistics directly for the shipping of materials from

Description of the Supply Chain:

From January 2023 to March 2024, Jang Heng purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Everply Sdn. Bhd.	865479-D	Plywood	Kota Kinabalu	GFS 292 WTP (09/04/2024)	Low
United Spring Plywood Sdn. Bhd.	883803-U	Blockboard	Sarawak	-	High
Soonlinmas Sdn. Bhd.	308170-A	Plywood	Kota Kinabalu	GFS 261 WTP (04/04/2025)	Low
H-5 Timber Sdn. Bhd.	645102-P		Sarawak	-	High
Megaply Pte. Ltd. (Multiple suppliers)	201915976C	Plywood	Vietnam Indonesia	-	High

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

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	5.2.2	April 2024: The removal pass was not stamped as "Used."
002-2024	5.3.2, 5.3.7, 5.3.8	April 2024: Jang Heng did not conduct work safety and fire training for workers.

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

Recommendations
<p>Jang Heng 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 5.2.2: The SFD should stamp the removal pass as "Used" as required.</p> <p>Observation 002-2024 – Checklist 5.3.2, 5.3.7, 5.3.8: Jang Heng should conduct work safety and fire training annually.</p> <p>The next surveillance visit is scheduled for April 2025.</p>

End of Summary Report