

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	C. Y. K. Enterprise Sdn. Bhd. 200501030208 (712345-P)	<b>Reference #</b>	GFSSBH 004-619
<b>Contact Person</b>	Mr. Robert Chong Mdm. Daisy Yong	<b>Audit Date</b>	22/02/2024
<b>Office Address</b>	Unit 2.37, 2 <sup>nd</sup> Floor, Kompleks Asia City, 88000 Kota Kinabalu, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	-	<b>Telephone</b>	+6088 447 337
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		<b>Approved By</b>	Dr. Kevin Grace

### Statements

<b>Audit Statement #</b>	GFS 264 WTP		
<b>Issuance Date</b>	26 February 2024	<b>Expiration Date</b>	25 February 2025

### Assessment Details

<b>Company Type</b>	Importer
<b>Scope of Assessment</b>	Sabah TLAS P5-6: FDS(KK)(I)039/2019
<b>Product Group</b>	Sawn timber & Plywood
<b>Source of Material</b>	Sabah, Malaysia.
<b>Species</b>	<i>Eusideroxylon zwageri</i> (Belian), OT (Other timber), <i>Dipterocarp spp.</i> (Keruing), <i>Drybalanops spp.</i> (Kapur), <i>Shorea spp.</i> (Red seraya, Yellow seraya), <i>Eucalyptus pellita</i> (Eucalyptus)
<b>Lead Assessor</b>	Anne Gimbir
<b>Assessor(s)</b>	Vanessa Abin
<b>FDS Staff</b>	Robert M. Mijol (SFD), Charlene Billy (SFD)

### Terms of Assessment

The scope of the evaluation is to verify compliance of C. Y. K. Enterprise 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:**

C. Y. K. Enterprise Sdn. Bhd. (C. Y. K. Enterprise) is registered in Sabah, Malaysia, with registration #: 200501030208 (712345-P). C. Y. K. Enterprise has no imports from other countries from March 2023 to January 2024 and only purchases sawn timber & plywood from local suppliers and sells them to the local market.

The previous assessment was conducted in March 2023 that resulted in 2 gap(s) and 0 observation(s) (Report #: GFSSBH 004-470).

**Associated Organizations & Subcontractors:**

C. Y. K. Enterprise engaged the following companies:  
 Prosper Timber Sdn. Bhd. to provide storage of sawn timber/plywood.  
 Yung Lung Trading Sdn. Bhd. to provide rip saw services.  
 R.M Service Sdn. Bhd. as its agent to handle documentation for import activities.

**Description of the Supply Chain:**

From March 2023 to January 2024, C. Y. K. Enterprise purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Man Kin Trading	-	Plywood		-	High
Seratim Sdn. Bhd.	-	Sawn timber	Kota Kinabalu	GFS 022 WTP (28/05/2024)	Low
Power Timber Sdn. Bhd.	FDS(KK)(S)016/2019	Sawn timber	Kota Kinabalu	GFS 273 WTP (12/03/2024)	Low
Prosper Timber & Hardware Sdn. Bhd.	-	Sawn timber Plywood	Kota Kinabalu	-	High
Alam Mewah	-	Sawn timber	Kota Kinabalu	-	High
Caltech Enterprise	-	Sawn timber	Kota Kinabalu	-	High

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

**Summary Results:**

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

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
001/2022	minor	5.2.4	Closed	<p><b>March 2022:</b> No evidence that a documented COC system has been established in respect to compliance with Sabah TLAS requirements for its import and trading activities.</p> <p><b>March 2023:</b> C. Y. K. Enterprise has yet to establish a documented COC system for its import and trading activities.</p> <p><b>February 2024:</b> C.Y. K. Enterprise established and maintained the CoC procedures.</p>
001/2023	minor	5.2.2	Closed	<p><b>March 2023:</b> Removal passes were not consistently stamped as "Used" by SFD.</p> <p><b>February 2024:</b> Removal passes were consistently stamped as "Used."</p>

\*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
-	-	-

<b>Highlights of Close-Out Visit (if applicable)</b>	<b>Date: -</b>
Not applicable	

<b>Recommendations</b>
<p><b>C. Y. K. Enterprise 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>The next surveillance visit is scheduled for February 2025.</p>

**End of Summary Report**