

Sabah TLAS Audit Report Principles 5 & 6

Organisation	C. Y. K. Enterprise Sdn. Bhd. 200501030208 (712345-P)	Reference #	GFSSBH 004-827
Contact Person	Mr. Robert Chong Mdm. Daisy Yong	Audit Date	08/05/2025
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		Approved By	Dr. Kevin Grace

Statements

Statement of Compliance	GFS 264 WTP		
Issuance Date	12 May 2025	Expiration Date	11 May 2026

Assessment Details

Company Type	Importer
Scope of Assessment	Sabah TLAS P5-6: FDS(KK)(I)039/2019
Product Group	Sawn timber, plywood
Source of Material	Argentina, Sabah, Malaysia
Species	Eusideroxylon zwageri (Belian), Selangan batu OT (Other timber), Pine Dipterocarp spp. (Keruing), Drybalanops spp. (Kapur), Shorea spp. (Red seraya, Yellow seraya), Eucalyptus pellita (Eucalyptus)
Lead Assessor	Sheanna Kehong
Assessor(s)	Auther Itin
SFD Staff	De-Almeida (PPD KK)

Terms of Assessment

The scope of the evaluation is to verify compliance with 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 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:

C. Y. K. Enterprise Sdn. Bhd. (C. Y. K. Enterprise) was incorporated on 11/10/2005, under Companies Act 2016, and is registered in Kota Kinabalu, Sabah, Malaysia, with registration #: 200501030208 (712345-P). C. Y. K. Enterprise imports from Argentina only and purchases sawn timber & plywood from local suppliers and sells them to the local market.

Associated Organizations & Subcontractors:

C. Y. K. Enterprise has a signed agreement "Memo of Work Service" with Yung Lung Trading Sdn. Bhd. (Yung Lung Trading) since 2020. Yung Lung Trading agrees to provide rip saw & resizing. R.M Service Sdn. Bhd. as its agent, handles documentation for import activities.

Description of the Supply Chain:

From February 2024 to May 2025, 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	Kota Kinabalu	-	High
Seratim Sdn. Bhd.	FDS(KK)(E)064/2019	Sawn timber	Kota Kinabalu	GFS 022 WTP (27/10/2025)	Low
Prosper Timber & Hardware Sdn. Bhd.	-	Sawn timber and plywood	Kota Kinabalu	-	High
Kilang Papan Hiong Tiong Sdn. Bhd.	JP(K)KK003/00(X04)R	Sawn timber	Kota Kinabalu	GFS 071 WTP (24/11/2025)	Low
Caltech Enterprise Sdn. Bhd.	-	Sawn timber	Kota Kinabalu	-	High
Lotus Region Sdn. Bhd.	KON(TTW)002/2023(K K)	Sawn timber	Tawau	GFS 296 WTP (13/04/2026)	Low
JG Progressive Enterprise	FDS(KK)(I)042/2019	Sawn timber	Kota Kinabalu	GFS 265 WTP (25/02/2025)	High*
Power Timber Sdn. Bhd.	FDS(KK)(S)016/2019	Sawn timber	Kota Kinabalu	GFS 273 WTP (28/03/2026)	Low
Yung Lung Trading Sdn. Bhd.	JP(P)KK001/2020(M01)	Sawn timber	Kota Kinabalu	GFS 272 WTP (03/03/2025)	High*

*GFS risk evaluation is based on the risk matrix for Sabah TLAS (VL) materials & products. Materials received before the expiry date are considered low risk.

Summary Results:

(Major gap = 0, Minor gap = 1, Observation = 2)

GAPs: Year 2025				
GAP #	Type	Checklist	Status	Description
001/2025	minor	5.2.1, 6.1.1, 6.1.2, 6.1.3	New	May 2025: The current system for purchasing is not according to the CoC procedure.

*Major = Non-Compliance

Observations: Year 2025		
Obs #	Checklist	Description
001-2025	6.2.2, 6.2.5	May 2025: The import license in the SFD Import approval differed from the current import license.
002-2025	6.2.3	May 2025: Inconsistent in conducting, defining and utilizing the Risk Assessment to define the overall risk.

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

Recommendations

C.Y.K. Enterprise 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.

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: C.Y.K. Enterprise shall ensure the current purchasing system is according to the CoC procedure.

Observation 001-2025 – Checklist 6.2.2, 6.2.5: SFD shall ensure the import license is updated in the SFD system to reflect the current Import license in the SFD Import Approval.

Observation 002-2025 – Checklist 6.2.3: C.Y.K. Enterprise should utilize the Risk Assessment based on the Sabah TLAS requirement and define the overall risk appropriately.

The next surveillance visit is scheduled for May 2026.

End of Summary Report