

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Wengling Trading Sdn. Bhd. 202001041592 (1397913-A)	<b>Reference #</b>	GFSSBH 004-634
<b>Contact Person</b>	Mr. James Lee Kui Weng (Director) Ms. Winnie Chin Foo Ling	<b>Audit Date</b>	03/04/2024
<b>Office Address</b>	<u>Sabah Office:</u> No. Geran 017502377, No.12, Jalan Pinang, Tanjung Aru, 88000 Kota Kinabalu, Sabah, Malaysia. <u>Sarawak Office:</u> Lot 3436, BK.6, KBLD, Section 6, Permyjaya Technology Park, 98100 Miri, Sarawak, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	-	<b>Telephone</b>	+6085 421 189 +6019 814 8822
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		<b>Approved By</b>	Dr. Kevin Grace

### Statements

<b>Audit Statement #</b>	GFS 302 WTP		
<b>Issuance Date</b>	08 April 2024	<b>Expiration Date</b>	07 April 2025

### Assessment Details

<b>Company Type</b>	Importer
<b>Scope of Assessment</b>	Sabah TLAS P5-6: FDS(KK)(I)001/2022
<b>Product Group</b>	Plywood, Blockboard
<b>Source of Material</b>	Indonesia and Vietnam
<b>Species</b>	<i>Falcata albizia spp.</i> , <i>Keruing spp.</i> , <i>MHL</i>
<b>Lead Assessor</b>	Vanessa Abin
<b>Assessor(s)</b>	Anne Gimbir
<b>FDS Staff</b>	-

### Terms of Assessment

The scope of the evaluation is to verify compliance of Wengling Trading 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:**

Wengling Trading Sdn. Bhd. (Wengling Trading) was registered in Sarawak, Malaysia, on 16/12/2020, with registration 202001041592 (1397913-A). Wengling Trading is a retail sale of construction materials, hardware paints and glass in Sarawak. The company has an import license from the Sabah Forestry Department and imported plywood & blockboard from Sarawak, which was shipped directly to Thai Soon Hang (Sabah) Sdn. Bhd.

**Associated Organizations & Subcontractors:**

Wengling Trading does not engage other companies as their subcontractors to manufacture products.

**Description of the Supply Chain:**

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

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Shin Wii Trading Sdn. Bhd.	STIDC0007251	Plywood Blockboard	Sarawak	-	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 = 3)

**GAPs: Year 2024**

GAP #	Type	Checklist	Status	Description
-	-	-	-	-

\*Major = Non-Compliance

**Observations: Year 2024**

Obs #	Checklist	Description
001-2024	5.2.1, 6.3.2 6.3.3	<b>April 2024:</b> Removal pass data, such as Volume, supplier and product are not consistent against the import document.
002-2024	5.2.2	<b>April 2024:</b> Removal pass was not stamped as "Used" by the SFD.
003-2024	6.2.1	<b>April 2024:</b> The import license did not list Sarawak as the country of origin and blockboard (A5B) for the imported products.

**Highlights of Close-Out Visit (if applicable)**

Date: -

Not applicable

**Recommendations**

**Wengling Trading 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:

**Observation 001-2024 – Checklist 5.2.1, 6.3.2, 6.3.3:** The SFD shall ensure the data such as supplier, volume & product in the removal pass is consistent with the import document.

**Observation 002-2024 – Checklist 5.2.2:** SFD should stamp the removal pass as "Used."

**Observation 003-2024 – Checklist 6.2.1:** Wengling Trading should include Sarawak as a country of origin and blockboard (A5B) as one of the imported materials in its import license.

The next surveillance visit is scheduled for April 2025.

**End of Summary Report**