

Sabah TLAS Audit Report

Sabah Legality Standard Principles 1 – 4

Licensee	Licensee: Rakyat Berjaya Sdn. Bhd. (009867-W) Contractor: Kinetic Journey Sdn. Bhd. (1132533-K)	Reference #	GFSSBH 003-214
Contact Person	Ronnie Bibi (Forestry Manager RBJ Sandakan)	Date of Report	01/09/2023
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		Approved By	Dr. Kevin Grace

Statements

Audit Statement	GFS 130 LVS		
Issuance Date	04 September 2023	Expiration Date	03 September 2024

Assessment Details

Assessment Dates	28 August – 01 September 2023
Scope of Assessment	Sabah TLAS 1 – 4: FMU 16 (SFMLA 09/97)
Species	<i>Dryobalanops</i> spp. (Kapur), <i>Dipterocarpus</i> spp. (Keruing), <i>Shorea inappendiculata</i> (Selangan Batu), <i>Koompassia malaccensis</i> (Impas), <i>Parashorea</i> spp. (White Seraya), <i>Shorea</i> spp. (Red Seraya, Yellow Seraya, Urat Mata, Melapi), <i>Shorea</i> spp. (Oba suluk), <i>Neolamarckia cadamba</i> (Laran), <i>Duabanga moluccana</i> (Magas), <i>Octomeles sumatrana</i> (Binuang), <i>Alstonia</i> spp. (Pulai), <i>Annonaceae</i> spp. (Karai), <i>Eugenia</i> spp. (Obah), <i>Sindora beccariana</i> (Sepetir), Lauraceae (Medang), <i>Planchonia valida</i> (Putat), <i>Lophopetalum</i> spp. (Perupok), <i>Terminalia subspathulata</i> (Talisai), <i>Lithocarpus</i> & <i>Quercus</i> spp. (Mempening), Myristicaceae (Darah-darah), <i>Dillenia</i> spp. (Simpur), <i>Cotylelobium</i> spp. (Resak batu), <i>Cratoxylum arborescens</i> (Serungan), <i>Pentace</i> spp. (Takalis), <i>Hopea sangal</i> . (Gagil), <i>Calophyllum obliquinervium</i> (Bintangor), <i>Canarium dactyodes</i> & other Burseraceae spp. (Kedondong), <i>Pterocymbium javanicum</i> (Teletto), <i>Prerospermum</i> spp. (Bayor), <i>Dyera</i> spp. (Jelutong), <i>Dialium indum</i> spp. (KerANJI), <i>Annonaceae</i> (Pisang-pisang), <i>Castanopsis motleyana</i> (Berangan), <i>Camptosperma auriculatum</i> (Terentang), <i>Anisoptera</i> spp. (Pengiran), <i>Cratoxylum</i> spp. (Geronggang), <i>Endospermum diadenum</i> (Sendok-Sendok), <i>Tristaniopsis merguensis</i> (Pelawan-pelawan), <i>Potoxylon melagangai</i> (Malagangai) and other timbers (OT)
Lead Assessor	Priera Bagang
Assessor(s)	Brandon James, Glory Linggou
SFD Staff	Jamal Ibrahim (DFO Tongod), James Torimoh (ADFO Tongod), Ag. Omar (KPPM Tongod), Imenuel Tambalok (PPM Tongod), Herry Juing (PPM Tongod)

OBJECTIVES:

- The objective of this checklist is to verify compliance to the Criteria listed in the Sabah Legality Standard as defined by Principles 1 - 4 for Sabah dated November 2020 (SFD-TLAS-002).
- Compliance is defined when all applicable criteria are observed to be compliant. A Minor Gap to any indicator does not constitute non-compliance to a criterion. A Major Gap to any applicable indicator does reflect non-compliance to a criterion. Compliance for a criterion where multiple minor gaps are identified in indicators under the criterion may reflect non-compliance to the criterion.
- All issues identified under this standard shall be considered appropriate to the scale and degree of forestry operations undertaken by the parties under the agreement.

Summary Information

Overview of Licensee:

- Yayasan Sabah, the main concessionaire under the Sustainable Forest Management License Agreement (SFMLA) 09/97, assigned Rakyat Berjaya Sdn. Bhd. (Rakyat Berjaya), a subsidiary of Yayasan Sabah to manage forest licensed areas located within the Sg. Pinangah Forest Reserve – FMU 16.
- The tenure is based on SFMLA 09/97, from 10/09/1997 to 10/09/2097, for silviculture and harvesting within the concession area.
- Rakyat Berjaya engages Kinetic Journey Sdn. Bhd. (Kinetic Journey) as the harvesting contractor to conduct only ITP-RIL harvesting activities located in Sg. Pinangah Forest Reserve, Block YS 1/07(5) and Block YS 1/07(2) under the FMU 16. Subsequently, in 2022, Kinetic Journey assigned ENJ Maju Sdn. Bhd. (ENJ Maju) as a sub-contractor to conduct silviculture and harvesting inside the licensed area. ENJ Maju is responsible for all fees and log royalty payments to the government. ENJ Maju has a valid RIL logging contractor registration certificate from SFD, FD/CON/RIL(105)2023 and will lapse on 14/08/2024.
- ENJ Maju engaged Evergreen Enterprise to prepare CHP(s) for RIL logging of compartments.
- Rakyat Berjaya has yet to appoint a contractor for the ITP development area.
- The previous assessment was conducted in September 2022 that resulted in 8 gap(s) and 2 observation(s) (Report #: GFSSBH003-152).

Current Operations:

- The current RIL harvesting is in Compartments 585, 579, 584, 586, 587, 589, 588, 542 and 592.
- There is no coupe permit issued for the ITP zoned area yet.
- Rakyat Berjaya has submitted the 1st FMP draft to SFD on 23/12/2022 (Ref.#: FD/KK/5.09/16/32). On 26/05/2023, the SFD advised Rakyat Berjaya to improve the FMP and was given 6 months extension to submit the 2nd FMP draft. Silviculture and harvesting are allowed until 11/10/2023 [Ref.#: JPHTN/SFM 800-1/1/7(JILID.8)73].
- Land use classification:

Land classification	FMP Area (ha)	SFD coupe permit land use
Total Concession Area (FMU 16)	119,003	
Project Areas within FMU 16		
Kinetic Journey (ITP-RIL)	6,355.10	ITP-RIL harvesting Block YS 1/07(2): 3,329.10 ha Block YS 1/07(5): 3,026.00 ha ITP (Salvage logging): 767.90 ha
Beta Bumi (NFM / Mosaic)	20,151.00	NFM & Mosaic planting
Indah Serimas (NFM/ Mosaic)	14,960.00	NFM & Mosaic planting
Maxland (Mosaic)	4,900.00	Mosaic planting
Sri Bumi Timber	3,000.00	No coupe permit issued yet. Rakyat Berjaya proposed for Mosaic planting.

Proposed Forest Plantation (ITP) - <i>Paulownia revotropix</i> tree	889.00 (221.60)	No coupe permit issued yet. Rakyat Berjaya has yet to appoint contractor.
Riparian, Class I Buffer zone, Virgin Jungle Reserve buffer zone, etc.	4,504.70	Conservation

Environmental Context:

- FMU 16 has been logged several times using conventional techniques over the past 30 years during the 70s, 80s and 90s.
- The common species in the entire area of the proposed project area consists of primary/secondary forest and riparian vegetation, include "Legub" (*Orthiopteris kingil*), "Melapi" (*Koompasia spp.*), "Mahang" (*Macaranga wray*), "Keruing" (*Dipterocarpus spp.*), "Randagong" (*Trema orientalis*), "Selangan" (*Shorea spp.*), "Resak" (*Cotyleloblum spp.*), "Pengiran" (*Anisoptera spp.*), "Kayu Malam Gajah" (*Diospyros discocalyx*), "Gapis" (*Saraca declinata*), "Katong Katong" (*Cynoptera inaequifolia*), Tetiup (*Axinandra borneensis*), "Tinjau" (*Gnetum leptostachyum*), "Pakudita" (*Alphitomia incana*), "Kelat" (*Eugenia spp.*), "Medang" (*Dehaasia sp.*), "Kapur" (*Dryobalanops spp.*), "Mallotus" (*Mallotus korthalsii*), "Senduduk" (*Melastoma sp.*), "Rumput Siam" (*Eupotarium odoratum*), "Lalang" (*Imperate cylindrica*), "Seraya" (*Shorea spp.*), "Pelajau" (*Pentaspadon Motley*), "Gangulang" (*Blumeodendron tokbral*) and "Resam" (*Dicranopteris linearis*). Based on the site survey, there is 1 protected floral species, "Polod" (*Arenga undulatifolia*) recorded within the project site.
- Some common species of faunal reported to be present within the project area include Field Rat (*Rattus tiomanicus*), Squirrel (*Callosciurus notatus*), Barking Deer (*Muntiacus muntjac*), Bearded Pig (*Sus barbatus*), "Musang" (*Hemigalus derbyanus*), Hornbill (*Buceros rhinoceros*), Spiderhunter (*Arachnothera sp.*), Pigeon (*Treron sp.*), Swallow (*Hirundo tahitica*), Flycatcher (*Cyornis spp.*), Brown Wood-Owl (*Strix leptogrammica*), Forest Stream Frog (*Rana spp.*), Tree Frog (*Polypedates spp. & Rhacophorus sp.*), Snake (*Elaphe spp.*) and Skinks (*Mabuya multifasciata & Riopa bowringi*).
- Based on the site survey, there are 39 protected faunal species reported in the area, which include 17 species of Mammals - Banteng (*Bos banteng*), Sambar Deer (*Cervus unicolor*), Borneon Yellow Muntjac (*Muntiacus atherodes*), Barking Deer (*Muntiacus muntjac*), Grey leaf Monkey (*Presbytis hosei*), Maroon Leaf Monkey (*Presbytis rubicunda*), Long-Tailed Macaque (*Macaca fascicularis*), Asian Elephant (*Elephas maximus*), Common Porcupine (*Hystrix brachyura*), Gibbon (*Hylobates mueller*), Borneon Orangutan (*Pongo pygmaeus*), Large Flying Fox (*Pteropus vampyrus*), Giant Squirrel (*Ratufa affinis*), Bearded Pig (*Sus barbatus*), Mouse-Deer (*Tragulus javanicus*), Greater Mouse Deer (*Tragulus napu*), and "Musang" (*Hemigalus derbyanus*). 2 species of Reptiles; Monitor Lizard (*Varanus salvator*) and Reticulated Python (*Python reticulatus*). 20 species of Birds; Brahminy Kite (*Haliastur indus*), Black Eagle (*Ictinaetus malayensis*), Honey-Buzzard (*Pernis ptilorhynchus*), Oriental Darter (*Anhinga melanogaster*), Rhinoceros Hornbill (*Buceros rhinoceros*), Helmeted Hornbill (*Rhinoplax vigil*), Malaysian Plover (*Charadrius peronii*), Malaysian Rail Babbler (*Eupetes macrocerus*), Emerald Dove (*Chalcophaps indica*), Greater Racket-Tailed Drongo (*Dicrurus paradiseus*), White-Rumped Shama (*Copsychus malabaricus*), White-Crowned Forktail (*Enicurus leschenault*), Great Argus (*Argusianus argus*), Ferruginous Wood Partridge (*Caloperdix oculatea*), Crested Fireback (*Lophura ignita*), Blue-Winged Pitta (*Pitta brachyura*), Blue-Headed Pitta (*Pitta baud*), Brown Wood-Owi (*Strix leptogrammica*), Scarlet-Rumped Trogon (*Harpactes duvauceli*) and Magpie Robin (*Copsychus saularis*).
- The protected faunal species can adapt to the disturbed primary/secondary forest. During operations, attention should be given for protection of the two totally protected species (Orangutan and Elephant). These species should be protected from any illegal hunting activities and encroachment/disturbance of their natural habitat (corridor of riparian reserve).
- Aquatic habitat within the project area comprises Sg. Sinarupa, Sg. Millan, Sg. Imbak and their tributaries. Some aquatic life recorded within the project area, including fishes such as "Dumpis" (*Nematobramis everett*), "Turongou" (*Puntius spp.*), "Terbol" (*Osteochilus microcephalus*), "Balanak" (*Lobochellus bo*), "Sopong" (*Mystus nemurus*), "Baung" (*Mystus sabanus*), "Rokot" (*Gastromyzon Borneensis*), "Botuan" (*Garra Borneensis*) and "Pelian" (*Tor douronensis*); crustacean of "Ketam Sungai" (*Thelphusula spp.*) and "Udang Sungai" (*Periclemenes sp.*); mollusca of "Siput Sungai" (*Cerithium spp.*); and Algae of "Alga" (*Achnanthes sp.*), "Alga Hijau" (*Spirogyra sp.*), "Alga Kuning Hijau" (*Amphora sp.*), "Alga" (*Navicula sp.*) and "Biru-Hijau"

(*Diatoma sp.*). Based on the site survey, no endangered or protected aquatic life is within the proposed project area.

- Kinetic Journey has an approved EIA and is approved by Environment Protection Department (EPD) “The proposed forest logging of approximately 15,900 hectares at Coupe YS 1/07(1), YS 1/07(2), YS 1/07(3), YS 1/07(4), YS 1/07(5), Sg. Pinangah Forest Reserve, Tongod, Sabah” [Ref. #: JPAS/PP/TGD/600-1/01/1/238 Klt.2(12) dated 13 December 2017)].

Social Context:

- Based on the Social Baseline Survey (SBS), no human settlements are within the management area. However, several villages are located about 25 KM from the management area, such as Kg. Pinangah, Kg. Soguon, Kg. Mangkuwagu, Kg. Kuala Tongod, Kg. Tundungin, Kg. Inarad, Kg. Langga, Kg. Imbak and Kg. Bangkulat. These villages are located along the Millian and Pinangah rivers, the biggest being Kg. Pinangah, with a population of about 850. The communities inhabiting these villages are Dusun Sungai, Murut, and Iban. They are predominantly Christians. The population is likely to increase soon due to rural development programmes and improved road conditions.
- The village communities residing near the management area are largely subsistence farmers, and income-earning potential is very limited. Rice is cultivated as a subsistence crop. This is supplemented by tapioca and sweet potatoes as part of the staple diet of the village communities. Fishing and hunting are also important subsistence activities.
- As the population grows, there is increasing demand for scarce land to support growing families. Local communities are concerned about the problem of land scarcity. The limited land is expected to drive the younger generation to seek employment or livelihood elsewhere. However, with the planned expansion of economic activities in the form of commercial crops like oil palm and rubber, villagers are hopeful that social welfare conditions will improve tremendously.
- Several impacts may occur due to the operation within the management area of FMU 16, which include noise interference and air quality deterioration due to the project activities. Nevertheless, implementing the project will create job opportunities, improve infrastructures and facilities, and promote rural development, particularly in the nearby settlements.
- Rakyat Berjaya supported the local communities to obtain land titles with the relevant authorities. The licensee has also assisted the community in developing rubber plantations outside FMU 16 to enhance the community's livelihood and the sustainability of the land.

Scope of Assessment

- The scope of the evaluation is to verify compliance of Rakyat Berjaya Sdn. Bhd. (Kinetic Journey Sdn. Bhd.) with the Sustainable Forest Management License Agreement (SFMLA 09/97) for FMU 16.
- The assessment is in accordance on the terms of the agreement for the “Sabah Legality Standard Principles 1 - 4 dated November 2020 (SFD-TLAS-002).
- Site evaluation to verify and report the level of compliance by Rakyat Berjaya Sdn. Bhd. and contractors to the standard in respect to each of the criteria within this report.
- Compliance is defined when the auditee demonstrates that the indicators consist of none or only minor gaps against any applicable criteria of the standard. Non-compliance to the Sabah Legality Standard occurs when the auditee does not demonstrate adequate compliance to a criterion.

Itinerary & Mandays: FMU 16 / Rakyat Berjaya Sdn. Bhd. (Kinetic Journey Sdn. Bhd.) / Tongod District / 28 August – 01 September 2023 (Total Mandays = 17)

Date	Activity	GFS Staff	Mandays
28 August 2023 Monday	Travel to SFD Telupid office and opening meeting. Document review at SFD Telupid and overnight at IPS Telupid.	Priera Bagang Brandon James Glory Linggou	3
29 August 2023 Tuesday	Field assessment to licensed area, Compartment 588 & 592, campsite and logyard. Compiling report.	Priera Bagang Brandon James Glory Linggou	3
30 August 2023 Wednesday	Social assessment for Kg. Bangkulat. Document review at SFD Telupid office. Compiling report.	Priera Bagang Brandon James Glory Linggou	3
31 August 2023	Public Holiday - National Day	Priera Bagang	3

Thursday		Brandon James Glory Linggou	
01 September 2023 Friday	Compiling report and closing meeting at SFD Telupid office and travel to home base.	Priera Bagang Brandon James Glory Linggou	3
02-03 September 2023	Reporting GFSSBH 003-214	Dr. Kevin Grace Priera Bagang	2
Total			17

Highlights of Assessment

(Major Gaps = 0; Minor Gaps = 6; Observations = 1)

Rakyat Berjaya Sdn. Bhd. (Kinetic Journey Sdn. Bhd.) has complied with the Sabah Legality Standard **(SFD-TLAS-002)** as no non-compliance was identified during the assessment on 28 August – 01 September 2023.

Summary of status of operations by **Principle**:

Principle 1.

The tenure is based on SFMLA 09/97, from 10/09/1997 to 10/09/2097, for all activities within the concession area.

Rakyat Berjaya engages Kinetic Journey Sdn. Bhd. (Kinetic Journey) as the harvesting contractor to conduct only ITP-RIL harvesting activities located in Sg. Pinangah Forest Reserve, Block YS 1/07(5) and Block YS 1/07(2) under the FMU 16. Subsequently, in 2022, Kinetic Journey assigned ENJ Maju as a sub-contractor to conduct forestry activities inside the licensed area. ENJ Maju is responsible for all fees and logs royalty payments to the government. ENJ Maju has a valid RIL logging contractor registration certificate from SFD, FD/CON/RIL(105)2023 and will lapse on 14/08/2024.

September 2022: Gap 001/2022 (minor) – Checklist 1.2.1

The EIA was unavailable for reference during the assessment.

August 2023: Gap 001/2022 (minor) - Closed

The EIA was available during the assessment.

September 2022: Gap 002/2022 (minor) – Checklist 1.2.3

ECR reports were unavailable for reference during the assessment.

August 2023: Gap 002/2022 (minor) - Closed

The ECR was available during the assessment.

September 2022: Gap 003/2022 (minor) – Checklist 1.3.1, 1.3.2

Rakyat Berjaya is pending the submission of a new draft FMP for FMU 16, due in September 2022.

August 2023: Gap 003/2022 (minor) - Outstanding

Rakyat Berjaya revised the FMP draft as required but did not submit it to the SFD.

September 2022: Observation 001-2022 - Checklist 1.5.2

The impact calculations do not include felling damage and the volume/ha planned for harvesting in compartment 585 does not appear sustainable over a typical 30-year rotation.

August 2023: Observation 001-2022 (Addressed)

An increased harvest cycle of 40 years is planned against the permitted cutting diameters of 40-120 cm.

September 2022: Gap 004/2022 (minor) - Checklist 1.6.1

Rakyat Berjaya is pending to submit planning for Mosaic Planting in conjunction with the new draft FMP for FMU 16, due in September 2022.

August 2023: Gap 004/2022 (minor) - Outstanding

Plans for mosaic planting system has not been submitted to SFD.

September 2022: Gap 005/2022 (minor) – Checklist 1.8.1

No evidence of an inventory being conducted to define existing forest resources and quality strata in relation to the development of the revised FMP, due in September 2022.

August 2023: Gap 005/2022 (minor) - Closed

The inventory defining forest condition has been included in the FMP.

Highlights of Assessment

September 2022: Gap 006/2022 (minor) – Checklist 1.8.2

PSPs have yet to be established inside RIL harvesting compartments to monitor impact and growth.

August 2023: Gap 006/2022 (minor) - Outstanding

No evidence of the PSP established inside the RIL harvesting compartment as required in the RIL guidelines.

Principle 2.

Kinetic Journey assigned ENJ Maju Sdn. Bhd. (ENJ Maju) as a sub-contractor to conduct silviculture and harvesting. ENJ Maju has a valid RIL logging contractor registration certificate from SFD, FD/CON/RIL(105)2023 that expires on 14/08/2024. ENJ Maju identified conservation areas that were adequately protected. There is no evidence that harvesting operations conducted disturbed protected areas. ENJ Maju has engaged Evergreen Enterprise to prepare CHP(s) for RIL harvesting in areas of natural forest.

Kinetic Journey does not employ workers, as the company appointed ENJ Maju as a subcontractor to conduct harvesting and silviculture. All forest workers inside the licensed area are employed under the ENJ Maju. Based on records and field assessment, ENJ Maju is only employing local workers.

September 2022: Gap 002/2022 (minor) – Checklist 2.1.11

ECR reports were unavailable for reference during the assessment.

August 2023: Gap 002/2022 (minor) – Closed

The ECR(s) were available during the assessment.

September 2022: Gap 007/2022 (minor) – Checklist 2.2.2

The Occupational Permits have yet to be renewed with SFD.

August 2023: Gap 007/2022 (minor) - Outstanding

No evidence that Occupational Permits were renewed.

September 2022: Gap 008/2022 (minor) – Checklist 2.3.7

No evidence of a Forest Fire Management Plan as of the assessment.

August 2023: Gap 008/2022 (minor) - Outstanding

The Forest Fire Management Plan has yet to be submitted to SFD.

August 2023: Gap 002/2023 (minor) - Checklist 2.1.9, 2.1.14

No evidence of the submission of quarterly log production reports to SFD.

Principle 3.

Records of fees and royalty payments were maintained by ENJ Maju.

September 2022: Gap 007/2022 (minor) – Checklist 3.1.1

The Occupational Permits have yet to be renewed with SFD.

August 2023: Gap 007/2022 (minor) - Outstanding

No evidence that Occupational Permits were renewed.

Principle 4.

Based on the Social Baseline Survey (SBS), no human settlements are within the management area. However, several villages are located about 25 KM from the management area, such as Kg. Pinangah, Kg. Sogunon, Kg. Mangkuwagu, Kg. Kuala Tongod, Kg. Tundungin, Kg. Inarad, Kg. Langga, Kg. Imbak and Kg. Bangkulat.

September 2022: Observation 002-2022 - Checklist 4.1.4

Rakyat Berjaya has not conducted continual consultation with communities in relation to activities.

August 2023: Observation 002-2022 - Outstanding

No records of communication supporting the community engagement from 2022 to 2023.

Summary Results:**(Major gap = 0, Minor gap = 6, Observation = 1)**

Gap raised against indicators & criteria during the August 2023 assessment.

GAP	Type	Checklist	Status	Description
001/2022	minor	1.2.1	Closed	September 2022: The EIA was unavailable for reference during the assessment. August 2023: The EIA was available during the assessment.
002/2022	minor	1.2.3 2.1.11	Closed	September 2022: ECR reports were unavailable for reference during the assessment. August 2023: The ECR was available during the assessment.
003/2022	minor	1.3.1 1.3.2	Outstanding	September 2022: Rakyat Berjaya is pending the submission of a new draft FMP for FMU 16, due in September 2022. August 2023: Rakyat Berjaya revised the FMP draft as required but did not submit it to the SFD.
004/2022	minor	1.6.1	Outstanding	September 2022: Rakyat Berjaya is pending to submit planning for Mosaic Planting in conjunction with the new draft FMP for FMU 16, due in September 2022. August 2023: Plans for mosaic planting system has not been submitted to SFD.
005/2022	minor	1.8.1	Closed	September 2022: No evidence of an inventory being conducted to define existing forest resources and quality strata in relation to the development of the revised FMP, due in September 2022. August 2023: The inventory defining forest conditions has been included in the FMP.
006/2022	minor	1.8.2	Outstanding	September 2022: PSPs have yet to be established inside RIL harvesting compartments to monitor impact and growth. August 2023: No evidence of the PSP established inside the RIL harvesting compartment as required in the RIL guidelines.
007/2022	minor	2.2.2 3.1.1	Outstanding	September 2022: The Occupational Permits have yet to be renewed with SFD. August 2023: No evidence that Occupational Permits were renewed.
008/2022	minor	2.3.7	Outstanding	September 2022: No evidence of a Forest Fire Management Plan as of the assessment. August 2023: The Forest Fire Management Plan has yet to be submitted to SFD.
001/2023	minor	2.1.9 2.1.14	New	August 2023: No evidence of the submission of quarterly log

GAP	Type	Checklist	Status	Description
				production reports to SFD.

Observation raised against indicators & criteria during the August 2023 assessment.

Obs #	Checklist	Description
001-2022 Addressed	1.5.2	<p>September 2022: The impact calculations do not include felling damage and the volume/ha planned for harvesting in compartment 585 does not appear sustainable over a typical 30-year rotation.</p> <p>August 2023: An increased harvest cycle of 40 years is planned against the permitted cutting diameters of 40-120 cm.</p>
002-2022 Outstanding	4.1.4	<p>September 2022: Rakyat Berjaya has not conducted continual consultation with communities in relation to activities.</p> <p>August 2023: No records of communication supporting the community engagement from 2022 to 2023.</p>

Highlights of Close Out Visit (if applicable)	Dates	-
Not applicable		

Recommendations
<p>Rakyat Berjaya Sdn. Bhd. (Kinetic Journey Sdn. Bhd.) demonstrated compliance with the Sabah Legality Standard (SFD-TLAS-002) for its designated area 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>Gap 003/2022 (minor) - Outstanding – Checklist 1.3.1, 1.3.2: Rakyat Berjaya shall finalise and submit the Forest Management Plan draft to SFD by October 2023.</p> <p>Gap 004/2022 (minor) - Outstanding – Checklist 1.6.1: Plans for mosaic planting system shall be submitted as part of the FMP by October 2023.</p> <p>Gap 006/2022 (minor) - Outstanding – Checklist 1.8.2: The PSP shall be established inside RIL harvesting compartments to monitor impact and growth.</p> <p>Gap 007/2022 (minor) - Outstanding – Checklist 2.2.2, 3.1.1: ENJ Maju shall renew Occupational Permits as required.</p> <p>Gap 008//2022 (minor) - Outstanding – Checklist 2.3.7: Rakyat Berjaya shall submit the Forest Fire Management Plan to SFD.</p> <p>Gap 001/2023 (minor) - Checklist 2.1.9, 2.1.14: Rakyat Berjaya shall submit quarterly log production records to the DFO.</p> <p>Observation 002-2022 (Outstanding) - Checklist 4.1.4: Rakyat Berjaya should maintain records of community engagement reports.</p> <p>The next annual surveillance audit will be scheduled for September 2024.</p>

End of Summary Report