

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Power Timber Sdn. Bhd. 200001028331 (530938-H)	Reference #	GFSSBH 004-604
Contact Person	Chin Siaw Len (Personal Assistant) Nur Syafika Elliyana binti Hasman (Admin Clerk)	Audit Date Date close out	18/01/2024 -
Office Address	Phase 1, Mailbox A-50, Jalan Tun Razak, Wisma Merdeka, 88000 Kota Kinabalu, Sabah, Malaysia.	Telephone	+6013 877 8844 +6088 383 681
Mill Address	Warehouse: KKU/E07/16, Kilang Papan Batu 7 (T014), Jalan Tuaran, Tuaran, 88000 Kota Kinabalu, Sabah, Malaysia.	Fax	+6088 383 683
Email	power_timber2001@yahoo.com DFO Kota Kinabalu: Aglsmail.AgTuah@sabah.gov.my	Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 273 WTP		
Issuance Date	22 January 2024	Expiration Date	21 January 2025

Assessment Details

Company Type	Importer
Scope of Assessment	Sabah TLAS P5-6: FDS(KK)(S)016/2019, FDS(KK)(I)001/2019
Product Group	Sawn timber
Source of Material	Sabah, Malaysia.
Species	<i>Shorea inappendiculata</i> (Selangan Batu), <i>Dryobalanops spp.</i> (Kapur), <i>Shorea spp.</i> (Red Seraya, Yellow Seraya), <i>Dipterocarp spp.</i> (Keruing), OT (Other timber)
Lead Assessor	Brandon James
Assessor(s)	Aleeza Ho
FDS Staff	Taib Arjani (ADFO KK), Abu Bakar (PPD KK)

Terms of Assessment

The scope of the evaluation is to verify compliance of Power Timber 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:

Power Timber Sdn. Bhd. (Power Timber) is registered with the Companies Commission of Malaysia (SSM) on 03/11/2000 in Kota Kinabalu, Malaysia with registration #: 200001028331 (530938-H). Power Timber purchases sawn timber, resizing them and sells it to the local market.

Power Timber (The Tenant) agreed to rent a piece of land, CL #: 015062674 from JV Teguh, with a tenancy agreement made on 01 January 2019 for 10 years term. Power Timber operates a warehouse and shares the warehouse facilities with JV Teguh.

The previous assessment was conducted in January 2023 that resulted in 0 gap(s) and 0 observation(s) (Report #: GFSSBH 004-474).

Associated Organizations & Subcontractors:

Power Timber does not engage other companies as their subcontractors to handle and resize the sawn timber.

Description of the Supply Chain:

From December 2022 to December 2023, Power Timber purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
NWP Industries Sdn. Bhd. (Tiong & Chun Enterprise)	JP(K)KK001/07(B01)	Sawn timber	Papar	GFS 092 WTP (28/05/2024)	Low
Waygood Enterprise Sdn. Bhd. (Taman Sawmill Enterprise)	JP(N)NN002/19(B01)	Sawn timber	Nabawan	Non-Compliance	High
Biomass Majujaya Sdn. Bhd.	JP(N)KG003/18(X62)	Sawn timber	Keningau	GFS 241 WTP (30/07/2024)	Low
Lusera Sdn. Bhd.	FDS(KK)(S)020/2019(M)	Sawn timber	Kota Kinabalu	GFS 114 WTP (19/11/2024)	Low
Seratim Sdn. Bhd.	FDS(KK)(E)064/2019	Sawn timber	Kota Kinabalu	GFS 022 WTP (28/05/2024)	Low

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

Summary Results:

(Major gap = 0, minor gap = 1, Observation = 0)

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
001-2024	minor	5.3.2 5.3.7	New	January 2024: Power Timber has yet to conduct work safety training for workers.-

*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description

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

Recommendations

Power Timber 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 001/2024 (minor) – Checklist 5.3.2, 5.3.7: Power Timber shall conduct work safety training annually for workers.

The next surveillance visit is scheduled for January 2025.

End of Summary Report