

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Power Timber Sdn. Bhd. 200001028331 (530938-H)	Reference #	GFSSBH 004-803
Contact Person	Madam Chin Siaw Len (Personal Assistant) Ms. Juliana Binti Nasir (Admin Clerk)	Audit Date Date close out	17/03/2025 -
Office Address	KKU/E07/16, Kilang Papan Batu 7 (T014), Jalan Tuaran, Tuaran, 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	-
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Statements

Statement of Compliance	GFS 273 WTP		
Issuance Date	24 March 2025	Expiration Date	28 March 2026

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, Plywood
Source of Material	Sabah, Malaysia.
Species	Shorea inappendiculata (Selangan Batu), Dryobalanops spp. (Kapur), Shorea spp. (Red Seraya, Yellow Seraya), Dipterocarp spp. (Keruing), OT (Other timber)
Lead Assessor	Anne G. Grace
Assessor(s)	Sheanna Kehong, Auther Itin
SFD Staff	De-Almeida G. Y (PPD KK), Abu Bakar (PPD KK)

Terms of Assessment

The scope of the evaluation is to verify compliance with 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 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:

Power Timber Sdn. Bhd. (Power Timber) is, on and from 03/11/2000, incorporated under Companies Act 2016, and is registered in Kota Kinabalu, Malaysia, with registration #: 200001028331 (530938-H). Power Timber purchases sawn timber and plywood, rebundles them and sells it to the local market.

The tenancy agreement was made on 01/01/2019 between JV Teguh (The Landlord) agreed to let the premise to Power Timber (The Tenant) from 01/01/2020 to 31/12/2029.

Associated Organizations & Subcontractors:

Power Timber does not engage other companies as their subcontractor to produce, manufacture products or provide manpower.

Description of the Supply Chain:

From December 2023 to February 2025, Power Timber purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Borneo Greenwood Sdn. Bhd.	FDS(KK)(E)007/2019	Sawn timber	Kota Kinabalu	GFS 211 WTP (04/02/2025)	High
Best & Durable Sdn. Bhd.	-	Sawn timber	Kota Kinabalu	-	High
C.Y.K Enterprise Sdn. Bhd.	-	Sawn timber	Kota Kinabalu	GFS 264 WTP (25/02/2025)	High
Jang Heng Sdn. Bhd.	-	Plywood	Kota Kinabalu	GFS 303 WTP (07/04/2025)	High
JV Teguh Sdn. Bhd.	-	Sawn timber	Kota Kinabalu	GFS 195 WTP (22/01/2025)	High
Kong Vei Yee	-	Sawn timber	Keningau	-	High
Kim Guan Impex Sdn. Bhd.	-	Plywood	Kota Kinabalu	GFS 258 WTP (02/03/2026)	Low
Lusera Sdn. Bhd.	JP(K)KK001/09(X39)	Sawn timber	Kota Kinabalu	GFS 114 WTP (15/12/2025)	Low
MQ Wood Products Sdn. Bhd.	-	Sawn timber	Kota Kinabalu	GFS 093 WTP (29/09/2025)	Low
Waygood Enterprise Sdn. Bhd. (Taman Timber Enterprise)	JP(N)NN002/19(B01)	Sawn timber	Keningau	GFS 304 WTP (21/04/2025)	Low
Tiong & Chun Enterprise		Sawn timber	Keningau	GFS 308 WTP (24/10/2025)	Low

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

Summary Results:

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

GAPs: Year 2025				
GAP #	Type	Checklist	Status	Description
001/2025	minor	5.2.1, 6.1.1, 6.1.4	Closed	17 March 2025: The purchasing was not according to the CoC procedure. 19 March 2025: The purchasing system is now according to the CoC procedure.
002/2025	minor	5.3.1, 5.3.2	Closed	17 March 2025: No employment agreement for workers. 19 March 2025: Power Timber has established the employment agreement for workers.
003/2025	minor	5.3.6	Closed	17 March 2025: Fire extinguishers in the warehouse were obstructed by sawn timber. 19 March 2025:

				The fire extinguisher in the warehouse is now accessible.
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*Major = Non-Compliance

Observations: Year 2025		
Obs #	Checklist	Description
001-2025	5.2.2, 5.2.3, 5.2.4, 5.2.5, 6.1.2, 6.1.3	March 2025: The Removal Pass for materials from Tiong & Chun Enterprise was not available.

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

Recommendations
<p>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.</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>Observation 001-2025 – Checklist 5.2.2, 5.2.3, 5.2.4, 5.2.5, 6.1.2, 6.1.3: Power Timber and Tiong & Chun Enterprise should ensure materials are accompanied by a Removal Pass.</p> <p>The next surveillance visit is scheduled for March 2026.</p>

End of Summary Report