

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Hock Foh Hing Enterprise Sdn. Bhd. (155300-X)	Reference #	GFSSBH 004-475
Contact Person	Wong Thart Sin (Managing Director)	Audit Date	16/03/2023
Office Address	2 nd Floor, Block D, Pertama Commercial Complex, 91000 Tawau, Sabah, Malaysia.	Date close out	-
Mill Address	-	Telephone	+6016 812 0022
Email	hockfohhing@gmail.com	Fax	+6089 777 072
		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 270 WTP		
Issuance Date	20 March 2023	Expiration Date	19 March 2024

Assessment Details

Company Type	Exporter and Importer
Scope of Assessment	Sabah TLAS P5-6: FDS(TW)(E)120/2019
Product Group	Sawn timber
Source of Material	Sabah, Malaysia.
Species	<i>Cotylelobium spp.</i> (Resak)
Lead Assessor	Priera Bagang
Assessor(s)	Sandra George
FDS Staff	-

Terms of Assessment

The scope of the evaluation is to verify compliance of Hock Foh Hing 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 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:

Hock Foh Hing Enterprise Sdn. Bhd. (Hock Foh Hing Enterprise) is registered in Kuala Lumpur, Malaysia, with registration # 155300-X. Hock Foh Hing Enterprise provides services to handle export documents for Aqua Ceria Eco Sdn. Bhd (verbal agreement), in which materials from Aqua Ceria Eco Sdn. Bhd. were directly shipped to Peninsular Malaysia.

The previous assessment was conducted in March 2022 that resulted in 3 gap(s) and 0 observation(s) (Report #: GFSSBH 004-326).

Associated Organizations & Subcontractors:

Hock Foh Hing Enterprise does not engage other companies as their subcontractors.

Description of the Supply Chain:

From February 2022 to February 2023, Hock Foh Hing Enterprise did not purchase raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
-	-	-	-	-	-

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

Summary Results:

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

GAPs: Year 2023

GAP #	Type	Checklist	Status	Description
001/2022	Minor	5.2.1	Closed	March 2022: The company did not maintain copies of removal passes for material received. Hence, no removal pass was available during the assessment. March 2023: Hock Foh Hing Enterprise has maintained a copy of removal pass for the export consignment.
002/2022	Minor	5.2.4	Outstanding	March 2022: There is no evidence of a documented Chain of Custody (CoC) system for compliance with Sabah TLAS requirements and trading timber products. March 2023: Hock Foh Hing Enterprise has yet to establish and document a Chain of Custody (COC) system procedure.
003/2022	Minor	6.1.2	Closed	March 2022: The copies of removal pass for export consignments were not available during the assessment. March 2023: Hock Foh Hing Enterprise has maintained the removal pass for the export consignment in 2022.

*Major = Non-Compliance

Observations: Year 2023

Obs #	Checklist	Description
-	-	-

Highlights of Close-Out Visit (if applicable)

Date: -

Not applicable

Recommendations
<p>Hock Foh Hing 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.</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 002/2022 (Minor) Outstanding – Checklist 5.2.4: Hock Foh Hing Enterprise shall develop a formal CoC system for compliance with Sabah TLAS requirements and trading of timber products.</p> <p>The next surveillance visit is scheduled for March 2024.</p>

End of Summary Report
