

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Hock Foh Hing Enterprise Sdn. Bhd. 198601006139 (155300-X)	<b>Reference #</b>	GFSSBH 004-625
<b>Contact Person</b>	Mr. Wong Thart Sin (Managing Director)	<b>Audit Date</b>	12/03/2024
<b>Office Address</b>	2 <sup>nd</sup> Floor, Block D, Pertama Commercial Complex, 91000 Tawau, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	-	<b>Telephone</b>	+6016 812 0022
<b>Email</b>	hockfohhing@gmail.com DFO Tawau: Nooridayu.MohdAyub@sabah.gov.my PPW Tawau: MohdArapa.Lamuda@sabah.gov.my	<b>Fax</b>	+6089 777 072
		<b>Approved By</b>	Dr. Kevin Grace

### Statements

<b>Audit Statement #</b>	GFS 270 WTP		
<b>Issuance Date</b>	18 March 2024	<b>Expiration Date</b>	17 March 2025

### Assessment Details

<b>Company Type</b>	Exporter and Importer
<b>Scope of Assessment</b>	Sabah TLAS P5-6: FDS(TW)(E)120/2019, FDS(TW)(I)035/2019, FDS(TW)(S)085/2019
<b>Product Group</b>	Not applicable
<b>Source of Material</b>	Not applicable
<b>Species</b>	Not applicable
<b>Lead Assessor</b>	Aleeza Ho (Acting Lead)
<b>Assessor(s)</b>	Glory Linggou, Brandon James
<b>FDS Staff</b>	-

### 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 #: 198601006139 (155300-X). As of the March 2024 assessment, Hock Foh Hing Enterprise has no import and export activities.

The previous assessment was conducted in March 2023 that resulted in 1 gap(s) and 0 observation(s) (Report #: GFSSBH 004-475).

**Associated Organizations & Subcontractors:**

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

**Description of the Supply Chain:**

From February 2023 to February 2024, Hock Foh Hing Enterprise did not purchase raw materials from the suppliers.

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

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 = 1)

GAPs: Year 2024				
GAP #	Type	Checklist	Status	Description
002/2022	minor	5.2.4	Closed	<p><b>March 2022:</b> There is no evidence of a documented Chain of Custody (CoC) system for compliance with Sabah TLAS requirements and trading timber products.</p> <p><b>March 2023:</b> Hock Foh Hing Enterprise has yet to establish and document a Chain of Custody (COC) system procedure.</p> <p><b>March 2024:</b> Hock Foh Hing Enterprise has developed a formal Chain of Custody (COC) system procedure.</p>

\*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
001-2024	6.1.1	<p><b>March 2024:</b> The export and timber supplier license renewal were pending approval from the SFD.</p>

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

Recommendations
<p><b>Hock Foh Hing Enterprise Sdn. Bhd.</b> 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:  <b>Observation 001-2024 – Checklist 6.1.1:</b> Hock Foh Hing Enterprise shall follow up with the SFD on the license renewal status and SFD shall expedite the approval.</p> <p>The next surveillance visit is scheduled for March 2025.</p>

**End of Summary Report**