

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Arus Borneo Sdn. Bhd. 200301028761 (631181-D)	Reference #	GFSSBH 004-616
Contact Person	Alexander Estos (Director)	Audit Date	08/02/2024
Office Address	Unit B3, Tingkat 1, Wisma Bumi, Jalan Dunlop, 91000 Tawau, Sabah, Malaysia.	Date close out	-
Mill Address	-	Telephone	+6016 826 3821 +6089 758 821
Email	onyx_roque@yahoo.com DFO Tawau:Nooridayu.MohdAyub@sabah.gov.my	Fax	+6089 770 821
		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 269 WTP		
Issuance Date	12 February 2024	Expiration Date	11 February 2025

Assessment Details

Company Type	Exporter
Scope of Assessment	Sabah TLAS P5-6: FDS(TW)(E)081/2019
Product Group	Sawn timber and Finger Joint
Source of Material	Sabah, Malaysia.
Species	<i>Drybalanops spp.</i> (Kapur), <i>Dipterocarpus spp.</i> (Keruing), <i>Parashorea spp.</i> (White seraya), <i>Shorea spp.</i> (Red seraya, Yellow seraya, Melapi, Selangan batu), <i>Eusideroxylon zwageri</i> (Belian), Meranti and OT (Other Timber)
Lead Assessor	Glory Linggou
Assessor(s)	Tommy Olui, Anne Gimbir
FDS Staff	-

Terms of Assessment

The scope of the evaluation is to verify compliance of Arus Borneo 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:

Arus Borneo Sdn. Bhd. (Arus Borneo) is registered in Kota Kinabalu, Sabah, Malaysia, with registration #: 200301028761 (631181-D). Arus Borneo provides services to handle export documents for companies in Tawau and Kota Kinabalu that were assessed under Sabah TLAS P5-6. Sawn timber and finger joint were directly shipped from the factory to China, Hong Kong and Peninsular Malaysia.

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

Associated Organizations & Subcontractors:

Arus Borneo does not engage with other companies to handle documentation for export activities.

Description of the Supply Chain:

Arus Borneo did not purchase materials between February 2023 to January 2024; however, Arus Borneo declared export consignments for its clients as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Maju Mapan Trading Sdn. Bhd.	JP(T)TW005/10(X04)	Sawn timber	Tawau	GFS 130 WTP (20/08/2024)	Low
SJ Borneo Sdn. Bhd.	JP(T)TW001/15(X26)	Sawn timber Finger joint	Tawau	GFS 158 WTP (27/08/2024)	Low
HD Timur Enterprises	**	Sawn timber	Tawau	-	High

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

**HD Timur Enterprise has an agreement utilizing Arus Borneo's export license.

Summary Results:

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

GAPs: Year 2024					
GAP #	Type	Checklist	Status	Description	
-	-	-	-	-	

*Major = Non-Compliance

Observations: Year 2024		
Obs #	Checklist	Description
-	-	-

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

Recommendations
<p>Arus Borneo 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>The next surveillance visit is scheduled for February 2025.</p>

End of Summary Report