

Sabah TLAS Audit Report Principles 5 & 6

Organisation	JG Progressive Enterprise (Sole Proprietor)	Reference #	GFSSBH 004-618
Contact Person	Mr. Robert Go Chi Siang Ms. Jennifer Binti Tinjon	Audit Date	21/02/2024
Office Address	Lot No.3-1 (DBKK Lot 50), Block G, Lorong Lintas, Lintas Square, 88300 Kota Kinabalu, Sabah, Malaysia.	Date close out	-
Mill Address	Warehouse: NT 21311830 Kg Kolopis, Jalan Tambunan Highway, 89500 Penampang, Sabah, Malaysia.	Telephone	+6016 831 3057 +6016 830 3057
Email	jg.progressive.ent@gmail.com DFO Kota Kinabalu:Aglsmail.AgTuah@sabah.gov.my	Fax	-
		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 265 WTP		
Issuance Date	26 February 2024	Expiration Date	25 February 2025

Assessment Details

Company Type	Importer
Scope of Assessment	Sabah TLAS P5-6: FDS(KK)(I)042/2019
Product Group	Plywood and sawn timber
Source of Material	Vietnam, Indonesia & Sabah - Malaysia.
Species	Hevea brasiliensis (Rubberwood), Shorea spp. (Red seraya) and OT (other timber) Indonesia: Albizia falcataria, Paraserianthes falcataria (Sengon)
Lead Assessor	Anne Gimbir
Assessor(s)	Vanessa Abin
FDS Staff	-

Terms of Assessment

The scope of the evaluation is to verify compliance of JG Progressive Enterprise 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:

JG Progressive Enterprise is a sole proprietor; thus, it does not require registering under the Companies Commission of Malaysia (SSM). JG Progressive Enterprise imports plywood from Indonesia, Vietnam and Sabah and purchases sawn timber from local suppliers and sells them to the local market.

The previous assessment was conducted in February 2023 that resulted in 4 gap(s) and 0 observation(s) (Report #: GFSSBH 004-469).

Associated Organizations & Subcontractors:

JG Progressive Enterprise did not engage any other subcontractors to provide or manufacture products.

JG Progressive Enterprise engages R.M Service Sdn. Bhd. as its agent to handle documentation for import activities.

Description of the Supply Chain:

From February 2023 to January 2024, JG Progressive Enterprise purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Multi Sedaya Trading	-	Sawn timber		-	High
Litatt Timber Sdn. Bhd.	-	Plywood	Kota Kinabalu	GFS 291 WTP (17/04/2023)	Low
Woodlands Timber Sdn. Bhd.	JP(N)KG001/18(X49)	Sawn timber	Keningau	GFS 109 WTP (01/10/2024)	Low
Waygood Enterprise	JP(N)NN002/19(B01)	Sawn timber	Nabawan	-	High
Lusera Sdn. Bhd.	JP(K)KK001/09(X39)	Sawn timber	Kota Kinabalu	GFS 114 WTP (19/11/2024)	Low
Phuong Linh Import Export & Trading Service Co. Ltd.	-	Plywood	Vietnam	-	High
PT Muroco	-	Plywood	Indonesia	-	High
PT Anugerah Raja Rimba	-	Plywood	Indonesia	LVLK-030-IDN (15/02/2023)	Low
Phu Cau Investment & Development Joint Stock Co.	-	Plywood	Vietnam	-	High

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
003/2022	minor	6.2.4	Closed	March 2022: Incomplete Risk assessment for the imported plywood from Indonesia and Vietnam. February 2023: Inconsistent in conducting the risk assessment for its suppliers. February 2024: JG Progressive conducted the risk assessment consistently.
001/2023	minor	5.2.7	Closed	February 2023: Sabah TLAS status was not identified on the materials as per the COC procedure. February 2024: As per COC procedure, Sabah TLAS was not identified as Sabah TLAS was not requested from buyers,
002/2023	minor	5.3.2 5.3.7 5.3.8	Closed	February 2023: JG Progressive Enterprise did not conduct fire training. Lack of safety signage such as "Safety

				First," "No Smoking" and assembly points in case of emergencies at the warehouse. February 2024: Safety signage was displayed, and JG Progressive conducted work and fire training for its warehouse workers.
001/2024	minor	6.2.3	New	January 2024: The import license for the import consignments was invalid.

*Major = Non-Compliance

Observations: Year 2024

Obs #	Checklist	Description
-	-	-

Highlights of Close-Out Visit (if applicable)

Date: -

Not applicable

Recommendations

JG Progressive Enterprise 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 6.2.3: SFD and JG Progressive Enterprise shall ensure the import license is valid for the imported consignment.

The next surveillance visit is scheduled for February 2025.

End of Summary Report