

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Tenant: Timwood Enterprise (Sole Proprietorship) Licensee: Woodlands Timber Sdn. Bhd. (46726-K)	<b>Reference #</b>	GFSSBH 004-556
<b>Contact Person</b>	Fong Yaw Foo (General Manager)	<b>Audit Date</b>	26/09/2023
<b>Office Address</b>	Mile 1, Jalan Nabawan Keningau, P.O. Box 34, 89007 Keningau, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	Mile 1, Jalan Nabawan Keningau, P.O. Box 34, 89007 Keningau, Sabah, Malaysia.	<b>Telephone</b>	+6011 1955 5880
<b>Email</b>	timwoodent@gmail.com DFO KGU: Narbert.Nasly@sabah.gov.my	<b>Fax</b>	+6087 339 333
		<b>Approved By</b>	Dr. Kevin Grace

### Statements

<b>Audit Statement #</b>	GFS 255 WTP		
<b>Issuance Date</b>	02 October 2023	<b>Expiration Date</b>	01 October 2024

### Assessment Details

<b>Company Type</b>	Sawmill
<b>Scope of Assessment</b>	Sabah TLAS P5-6: JP(N)KG001/18(X49), KON(NKG)001/2022(KK)
<b>Product Group</b>	Sawn timber
<b>Source of Material</b>	Sabah, Malaysia.
<b>Species</b>	<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), Sapotaceae (Nyatoh), <i>Eugenia spp.</i> (Obah), Lauraceae (Medang), Lithocarpus & Quercus (Mempening), <i>Planchonia valida</i> (Putat), <i>Hopea sangal</i> (Gagil), <i>Tristaniopsis merguensis</i> (Pelawan-pelawan), <i>Cotylelobium spp.</i> (Resak batu), <i>Dialium indum</i> (KerANJI), <i>Castanopsis motleyana</i> (Berangan), <i>Magnolia candollii</i> (Chempaka), <i>Hevea brasiliensis</i> (Rubberwood), <i>Tectona grandis</i> (Teak) and other timber (OT)
<b>Lead Assessor</b>	Brandon James
<b>Assessor(s)</b>	Vanessa Abin
<b>FDS Staff</b>	Clarice V. Allion (ADFO Keningau), David Tolimong (PPD Keningau)

### Terms of Assessment

The scope of the evaluation is to verify compliance of Timwood 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:**

Woodlands Timber Sdn. Bhd. (Woodlands Timber) is registered in Kota Kinabalu, Malaysia, with registration # 46726-K. Woodlands Timber leased their sawmill to Timwood Enterprise with a tenancy agreement valid until 30/06/2025 for production of sawn timber.

The previous assessment was conducted in December 2022 that resulted in 2 gap(s) and 0 observation(s) (Report #: GFSSBH 004-412a).

**Associated Organizations & Subcontractors:**

Timwood Enterprise does not engage other companies as their subcontractors to provide sawmilling services, manpower and manufacturing products.

**Description of the Supply Chain:**

From September 2022 to August 2023, Timwood Enterprise purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk *
Sapulut Forest Development Sdn. Bhd.	SFMLA 04/97	Round log	Tibow	GFS 025 LVS (09/07/2024)	Low
Wong Eng Vui	JPHTN/TNM700- 2/5/1/JLD.20/24	Teak	Tenom	-	Low
Anam Bin Itei	JPHTN/TNM700- 2/5/1/JLD.20/13	Rubber Wood	Tenom	-	Low

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

**Summary Results:**

(Major gap = 0, Minor gap = 2, Observation = 0)

GAPs: Year 2023				
GAP #	Type	Checklist	Status	Description
002/2022	minor	5.3.1	Outstanding	<b>October 2022:</b> No evidence that the workers are registered under COI. <b>September 2023:</b> No evidence that the workers are registered under COI.
003/2022	minor	5.3.2 5.3.7 5.3.8	Outstanding	<b>October 2022:</b> Timwood Enterprise has yet to conduct safety training and records of fire training were incomplete. <b>September 2023:</b> Timwood Enterprise has yet to conduct safety and fire training.

\*Major = Non-Compliance

Observations: Year 2023		
Obs #	Checklist	Description
-	-	-

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

**Recommendations**

**Timwood 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 002/2022 (minor) Outstanding – Checklist 5.3.1:** Timwood Enterprise shall register workers under COI with SFD.

**Gap 003/2022 (minor) Outstanding – Checklist 5.3.2, 5.3.7 & 5.3.8:** Timwood Enterprise shall conduct training on safety and fire annually and maintain training records.

The next surveillance visit is scheduled for September 2024.

**End of Summary Report**