



GLOBAL FORESTRY SERVICES

Registered Office: 2446 N. San Gabriel Blvd., Suite #C, Rosemead, CA 91770, USA.
 Contact Address: 33-19-01, Sri Penaga, Jalan Medang Serai, 59100 Kuala Lumpur, Malaysia
 Tel: +6012 310 6007 Fax: +603 5635 7564
 Email: gfs@gfsinc.biz Website: www.gfsinc.biz

LEGAL VERIFICATION SERVICES

Sarawak Audit Checklist / Report STLVS Principles 5 & 6

Company	Zedtee Plywood Sdn. Bhd. (190653-D)	Reference #	GFSS 021-032
Contact Person	Alvin Yii / Then Boon Liang	Audit Date	13 March 2019
Office Address	Lot 515, Piasau Industrial Estate, Jalan Datuk Edward Jeli, P.O.Box 1599, 98008 Miri, Sarawak, Malaysia.	Report Date	16 March 2019
Mill Address	Lot 555, Block 22, Buan Land District, Tatau, 97008 Bintulu, Sarawak, Malaysia.	Telephone	+6085 604 599
Email	alvinyii@shinyang.com.my wongyewhin@shinyang.com.my	Fax	+6085 605 339
		Telephone	+6016 886 6569
		Fax	-
		Approved By	Dr. Kevin Grace

Statements

GFS Statement of Compliance #	GFS 076 WTP		
Issuance Date	01 April 2019	Expiration Date	31 March 2020

Assessment Details

Company Type	Manufacturing
Scope of Assessment	Zedtee Plywood Sdn. Bhd.
Product Group	Plywood & Veneer
Source of Material	Verified Legal: PEFC/MTCS certified natural forest logs from Zedtee Sdn. Bhd. (Anap Muput FMU, FTL No. T/4317), Eucalyptus logs from Shin Yang Plywood (Bintulu) PEFC certified; imported Acacia logs from Australia by KTS Logs Marketing and Eucalyptus logs from Australia by Forescom Plywood; Eucalyptus veneer from Palm Trade Chile Limitada
Species	Natural Forest species: <i>Dipterocarpus spp.</i> (Keruing), <i>Dryobalanops spp.</i> (Kapur), <i>Shorea spp.</i> (Meranti), <i>Anisoptera spp.</i> (Mersawa) <i>Gluta spp.</i> (Rengas hutan), <i>Durio spp.</i> (Durian), <i>Sindora beccariana</i> (Sepetir), <i>Combretocarpus spp.</i> (Keruntum) <i>Octomeles sumatrana</i> (Binuang), <i>Artocarpus kemando</i> (Pudau), <i>Mangifera spp.</i> (Asam), <i>Beilschmiedia spp.</i> / <i>Litsea spp.</i> / <i>Dehaasia spp.</i> / <i>Phoebe spp.</i> / <i>Magnolia spp.</i> / <i>Nothaphoebe spp.</i> / <i>Ternstroemia spp.</i> / <i>Actinodaphne spp.</i> / <i>Cinnamomum spp.</i> (Medang), <i>Alstonia spp.</i> (Pelai), <i>Cratoxylum spp.</i> (Geronggang), <i>Buchanania spp.</i> (Terentang), <i>Scaphium spp.</i> (Kembang semangkuk), <i>Mezzettia spp.</i> (Kepayang babi) Plantation species: <i>Acacia spp.</i>
Close Out Date	Not Applicable
GFS Lead Assessor	Franklin Emang
GFS Assessor(s)	Cynthia D. John
Others	Mr. Desmond Wong (COC MR), Ms. Ling Siew Ling (QC Dept.), Ms. Wilimina Sindong Ak Chulon (Admin. Dept.), Ms. Cornelia Enjai Dian (Safety & Health Dept.), Ms. Seniorita Seti Ak Belong (Prod. Dept.), Mr. Libin Ak Bunyah (Safety & Health Dept.)

Terms of Assessment

Document Control			
GFS-FORM-006-STLVS-3.2	Title: STLVS P5-6 Checklist / Report	Issue: v02	Date: 01 Feb 2019



GLOBAL FORESTRY SERVICES

Registered Office: 2446 N. San Gabriel Blvd., Suite #C, Rosemead, CA 91770, USA.
Contact Address: 33-19-01, Sri Penaga, Jalan Medang Serai, 59100 Kuala Lumpur, Malaysia
Tel: +6012 310 6007 Fax: +603 5635 7564
Email: gfs@gfsinc.biz Website: www.gfsinc.biz

LEGAL VERIFICATION SERVICES

The scope of the evaluation is to verify compliance of the Company and subcontractors to the criteria within the Sarawak Timber Legality Verification System (STLVS) 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. Any non-compliance must be formally addressed in accordance to the STLVS auditing manual and prior to issuance of a GFS Audit Statement.

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 site verification under the scope of assessment. GFS 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:

Shin Yang Group of Companies is registered in Sarawak, Malaysia with both forestry concessions (Forest Timber licenses [FTL] and Licensed For Planted Forests [LPF]) and several associated production mills in Miri and Bintulu, Sarawak.

This exercise involves Zedtee Plywood Sdn. Bhd. (190653-D) based in Tatau, Bintulu, Sarawak. The mill produces plywood that sold to Japan, Korea, Taiwan and The Philippines. Zedtee Plywood has obtained PEFC Chain of Custody certificate, certificate #: SIRIM-COC-00077 for their products (plywood) with expiry date on 7th November 2023.

Associated Organizations & Subcontractors:

Shin Yang Group of Companies is associated with Zedtee Plywood Sdn. Bhd., which is involved in processing plywood and veneer produced in Bintulu. The list of Shin Yang Group of Companies in Miri & Bintulu, Sarawak:

- Shin Yang Plywood Sdn. Bhd. – Mill in Miri, Sarawak.
- Shin Yang Laminated Board Sdn. Bhd. - Mill in Miri, Sarawak.
- Forescom Plywood Sdn. Bhd. – Mill in Bintulu, Sarawak.
- Shin Yang Plywood (Bintulu) Sdn. Bhd. – Mill in Bintulu, Sarawak.

Description of the Supply Chain:

Zedtee Plywood Sdn. Bhd. (Zedtee Plywood) purchases raw material (logs) mostly from Shin Yang Timber License and LPF areas within Sarawak. As of March 2019, Zedtee Plywood evaluated 15 suppliers under the Risk Matrix and listed only 5 suppliers approved for STLVS:

Supplier	License #	Material type	Species	Risk Assessment
Shin Yang Trading Sdn. Bhd. (Anap Muput]	FTL No. T/4317	Logs	Natural Forest	PEFC/MTCS Certified FMU 0006 Expiry date on 24 July 2019
KTS Logs Marketing Sdn. Bhd.	Miri	Logs	<i>Acacia spp.</i>	Timber Product Type: Acacia (Supplier import from Australia) Risk assessment: Medium risk country & low species risk
Palm Trade Chile Limitada Chile	Chile / Brazil	Veneer	<i>Eucalyptus spp.</i>	FSC Certified: SKH-COC-000521 with expiry date on 31 Mar 2022. Risk assessment: Low risk Country & Species (veneer – Eucalyptus & Pine)

Document Control

GFS-FORM-006-STLVS-3.2	Title: STLVS P5-6 Checklist / Report	Issue: v02	Date: 01 Feb 2019
------------------------	--------------------------------------	------------	-------------------



GLOBAL FORESTRY SERVICES

Registered Office: 2446 N. San Gabriel Blvd., Suite #C, Rosemead, CA 91770, USA.
 Contact Address: 33-19-01, Sri Penaga, Jalan Medang Serai, 59100 Kuala Lumpur, Malaysia
 Tel: +6012 310 6007 Fax: +603 5635 7564
 Email: gfs@gfsinc.biz Website: www.gfsinc.biz

LEGAL VERIFICATION SERVICES

Shin Yang Plywood (Bintulu) Sdn. Bhd.	Bintulu	Logs	<i>Eucalyptus spp.</i>	PEFC Certified: PEFC 666543 with expiry date on 3 April 2022 Risk assessment: Medium risk country & low species risk
Forescom Plywood Sdn, Bhd.	Bintulu	Logs	<i>Eucalyptus spp.</i>	Timber Product Type: Eucalyptus (Supplier import from Australia) Risk assessment: Medium risk country & low species risk

Natural Forest Species: Mixed tropical hardwoods (*Shorea spp.* & *Dipterocarpus spp.*)

Itinerary of Assessment

Date	Activity	GFS Auditors	Mandays
11 March 2019 Monday	STLVS P5-6 surveillance audit to Shin Yang Plywood Sdn. Bhd. & Shin Yang Laminate Board Sdn Bhd in Miri	Franklin Emang Cynthia D. John	2
12 March 2019 Tuesday	Travel to Bintulu from Miri	Franklin Emang Cynthia D. John	0
13 March 2019 Wednesday	STLVS P5-6 surveillance audit to Zedtee Plywood Sdn. Bhd. in Bintulu	Franklin Emang Cynthia D. John	2
14 March 2019 Thursday	STLVS P5-6 surveillance audit to Shin Yang Plywood (Bintulu) Sdn. Bhd. in Bintulu	Franklin Emang Cynthia D. John	2
15 March 2019 Friday	STLVS P5-6 surveillance audit to Forescom Plywood Sdn. Bhd. in Bintulu	Franklin Emang Cynthia D. John	2
16 March 2019 Saturday	Reporting: GFSS 021-031 Shin Yang Plywood Sdn. Bhd. & Shin Yang Laminate Board Sdn Bhd GFSS 021-032 Zedtee Plywood Sdn. Bhd. GFSS 021-033 Shin Yang Plywood (Bintulu) GFSS 021-034 Forescom Plywood Sdn. Bhd.	Dr. Kevin Grace Franklin Emang Cynthia D. John	4
		Total	12

Summary results:

(Major Gap = 0 / Minor Gap = 0 / Observations = 0)

GAPs :

GAP #	Type	Checklist	Status	Description
-	-	-	-	-

*Note: Major Gap = Non-Compliance / Minor Gap = Minor Gap raised can be upgraded to a Major Gap if not adequately addressed by the date of the next surveillance visit.

Observations

Obs #	Checklist	Description
-	-	-

*Note: Observation raised can be upgraded to a Minor Gap if not adequately addressed by the date of the next surveillance visit.

Highlights of Close out visit (if applicable)

Dates

Not applicable

Document Control

GFS-FORM-006-STLVS-3.2	Title: STLVS P5-6 Checklist / Report	Issue: v02	Date: 01 Feb 2019
------------------------	--------------------------------------	------------	-------------------

Intellectual property of **Global Forestry Services (USA) Inc. - GFS**



GLOBAL FORESTRY SERVICES

Registered Office: 2446 N. San Gabriel Blvd., Suite #C, Rosemead, CA 91770, USA.
Contact Address: 33-19-01, Sri Penaga, Jalan Medang Serai, 59100 Kuala Lumpur, Malaysia
Tel: +6012 310 6007 Fax : +603 5635 7564
Email: gfs@gfsinc.biz Website: www.gfsinc.biz

LEGAL VERIFICATION SERVICES

Recommendations

Zedtee Plywood Sdn. Bhd. has demonstrated compliance to the Sarawak Standard Principles 5-6 for Chain of Custody and is recommended to receive a GFS Audit Statement and STLVS Certificate of Compliance by STIDC.

The next surveillance visit will be scheduled in March 2020.

End of Summary Report

Document Control

GFS-FORM-006-STLVS-3.2	Title: STLVS P5-6 Checklist / Report	Issue: v02	Date: 01 Feb 2019
------------------------	--------------------------------------	------------	-------------------

Intellectual property of **Global Forestry Services (USA) Inc. - GFS**