

Sabah TLAS Audit Report Principles 5 & 6

Organisation	Akil Jutamas Sdn. Bhd. (795494-U)	Reference #	GFSSBH 004-084
Contact Person	Tan Kiew Min (Mill Manager)	Assessment Date	14/08/2019
Office Address	Lot 7, Likas Baru Kolombong, 5 ½ Miles, Jalan Tuaran, 88450 Kota Kinabalu, Sabah, Malaysia.	Date close out	-
Mill Address	Batu 2, Jalan Sipitang/Beaufort, P.O. Box 604, 89808 Beaufort, Sabah, Malaysia.	Telephone	+6088 427 164 +6087 223 881
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		Approved By	Dr. Kevin Grace

Statements

Audit Statement #	GFS 125 WTP		
Issuance Date	01 September 2019	Expiration Date	31 August 2020

Assessment Details

Company Type	Sawmill, Kiln Dry Plant and Wood Preservation Plant
Scope of Assessment	Akil Jutamas Sdn. Bhd.
Product Group	Kiln Dried Sawn timber (Rubberwood)
Source of Material	Sabah, Malaysia.
Species	<i>Hevea brasiliensis</i> (Rubberwood)
Lead Assessor	Franklin Emang
Assessor(s)	Christoph Muziol, Prieria Bagang, Cynthia D. John
FDS Staff	George Angampun (DFO Beaufort), Alexander Geivasius (ADFO Beaufort), Abd. Rahman Jari (PPM Beaufort / Kuala Penyu)

Terms of Assessment

The scope of the evaluation is to verify compliance of the Akil Jutamas 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:

Akil Jutamas Sdn. Bhd. (Akil Jutamas) is registered in Sabah, Malaysia, with the registration number of 795494-U. The company produces sawn timber, kiln-dried and preserved rubberwood timber, which it sells to its overseas customers in Taiwan, China and Vietnam. The company is an Ordinary Member of the Sabah Timber Industries Association (STIA), Certificate No. 0724, issued on 01st January 2019.

The previous assessment was conducted in August 2018 that resulted in 0 gap(s) and 0 observation(s) (report #: G162-465).

Associated Organizations & Subcontractors:

Akil Jutamas conducts its own product manufacturing and does not engage other subcontractors.

Description of the Supply Chain:

From August 2018 to July 2019, Akil Jutamas purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	FDS TLAS-CC (Expiry Date)	GFS Audit Statement # (Expiry Date)
Sabah Brilliant Sdn. Bhd.	JPHTN/TNM 700-2/5/9/JLD 14(27)	Rubber wood	Tenom	-	-
Bian Enterprise	JPHTN/KKH 700-3/3/3/JLD 7 (66)	Rubber wood	Tenom	-	-
Ekip bin Subiu	JPHTN/KGU 700-2/5/2/JLD 20/38 & 24/65	Rubber wood	Sook	-	-
Giah bin Tongon	JPHTN/KKH 700-3/3/3/JLD 12 (29)	Rubber wood	Tenom	-	-
Ambuh @ Mohd. Tahir	JPHTN/KKH 700-3/3/3/JLD 18(15)	Rubber wood	Tenom	-	-
Lee Yun bin Penggoh	JPHTN/KKH 700-2/5/2/JLD 21-4	Rubber wood	Sipitang	-	-
Gausi Martin bin Suan	JPHTN/KGU 700-2/5/2/JLD 23/50 & 22/66	Rubber wood	Keningau	-	-
Anchun bin Marujik	JPHTN/KKH 700-3/3/3 JLD 24 (2)	Rubber wood	Sook	-	-
Muhamin bin Kating	JPHTN/KKH 700-2/5/2 JLD 23/52	Rubber wood	Keningau	-	-
Modius bin Gonuk	JPHTN/KKH 700-2/5/2 JLD 23/34	Rubber wood	Keningau	-	-
Peter Yasin	JPHTN/KKH 700-2/5/2 JLD 23/54	Rubber wood	Keningau	-	-
Francis bin Kahing	JPHTN/KKH 700-2/5/2 JLD 22/78	Rubber wood	Keningau	-	-
Blasius Tikur Tubai	JPHTN/KKH 700-3/3/3 JLD 24 (2) & 21 (27)	Rubber wood	Sook	-	-
Maring @ Gati bin Padat	JPHTN/KKH 700-2/5/2 JLD 22/70	Rubber wood	Keningau	-	-
Wong Kiet Moon	JPHTN/KKH 700-3/3/3 JLD 23 (18)	Rubber wood	Sipitang	-	-
Asir Langgang	JPHTN/KKH 700-2/5/2 JLD 21/56	Rubber wood	Keningau	-	-
Jandis bin Juarid	JPHTN/KKH 700-2/5/2 JLD 24/6	Rubber wood	Keningau	-	-
Lojibi bin Kangir	JPHTN/KKH 700-3/3/3 JLD 24 (68)	Rubber wood	Sook	-	-
Mahatin bin Kunal	JPHTN/KKH 700-2/5/2 JLD 25/8	Rubber wood	Keningau	-	-
Woodlands Sdn.	JP(N)KG0051/00(X22) R	Rubber	Keningau	-	-

Bhd.		wood			
Magayas bin Katab	JPHTN/KKH 700-2/5/1/0(c) JP/ID 2/17	Rubber wood	Tenom	-	-
Jasrin bin Gamilon	JPHTN/KKH 700-2/5/2 JLD 26/16	Rubber wood	Keningau	-	-
Harisin bin Subarik	JPHTN/KKH 700-2/5/2 JLD 25/51	Rubber wood	Keningau	-	-
Azli Aziz	JPHTN/KKH 700-3/3/3 JLD 24/80	Rubber wood	Keningau	-	-
Don Tarip	JPHTN/FRM 700-3/3/3/14	Rubber wood	Tenom	-	-
Prince Primus	JPHTN/KKH 700-2/5/2 JLD 26/37	Rubber wood	Keningau	-	-
Johny C Abbie	JPHTN/FRM 700-2/5/1 JLD 3/27	Rubber wood	Keningau	-	-
Rimat binte Runa	JPHTN/FRM 700-3/3/2/24 & 29	Rubber wood	Sipitang	-	-
Fong Fui Chee	JPHTN/FRM 700-3/3/3/47	Rubber wood	Tenom	-	-
Chong Sing Kuing	JPHTN/KKH 700-3/3/3 JLD 25(48)	Rubber wood	Tenom	-	-
Oi Say Tuan	JPHTN/FRM 700-2/5/1/0 (b) JLD2/43	Rubber wood	Kota Kinabalu	-	-
Rajimin bin Mohd Yaakob	JPHTN/FRM 700-2/5/1/0 (c) JLD3/34	Rubber wood	Keningau	-	-
Ignatius V. Marukay	JPHTN/KKH 700-3/3/3 JLD 2/24	Rubber wood	Keningau	-	-
Siti Nanyah @ Gunai bin Tumuru	JPHTN/FRM 700-2/5/1/0 (c) JLD3/33	Rubber wood	Kota Kinabalu	-	-
Mansalim bin Kuah	JPHTN/FRM 700-3/3/3 JLD3/22	Rubber wood	Keningau	-	-
Hilinah @ Helena Chin binti Chin Sylin	JPHTN/FRM 700-3/3/3 JLD3/55	Rubber wood	Keningau	-	-
Oswald bin Goniur	JPHTN/FRM 700-3/3/3 JLD4/8	Rubber wood	Keningau	-	-
Rokiah binti Saria	JPHTN/FRM 700-3/3/2/30	Rubber wood	Sipitang	-	-

Summary Results:

(Major gap = 0, Minor gap = 3, Observation = 0)

GAPs:				
GAP #	Type	Checklist	Status	Description
009/2019	Minor	5.1.2	New	<ul style="list-style-type: none"> The company did not record the carry forward stock in Appendix 1 from August 2018 to July 2019. The output data reported was more than 60% recovery, which is not realistic, as the recovery of output volumes will fluctuate based on the quality of inputs. The industry average of recovery from logs to sawn timber generally ranges from 40-60%. No FD registration plates were placed on the three machines (1 unit of excavator and 2 units of wheel loader).
010/2019	Minor	5.2.7	New	Finished products for 2018 were marked with batch number. However, the company did not consistently mark the production batch number on 2019 sampled finished goods.
011/2019	Minor	6.1.1	New	Akil Jutamas has exported moulding products (Bundles #: A761, A771, A773, A776 & A776) to

				<p>Taiwan in July. One export consignment with a packing list # PL 15664 associated to CD2# S87207000226 was referred. However, in its export registration certificate, only sawn timber stated as a product to be exported.</p> <p>Note: Bundle number started with 'A' letter indicates moulding products (Packing List).</p>
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*Major = Non-Compliance

Obs #	Checklist	Description
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Highlights of Close-Out Visit (if applicable)	Date
Not Applicable	

Recommendations
<p>Akil Jutamas Sdn. Bhd. has demonstrated compliance with the Sabah Standard Principles 5-6 for Chain of Custody and is recommended to receive a GFS Audit Statement and STCC from FDS.</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) and observation(s) include:</p> <p>Gap 009/2019 (Minor) – Checklist 5.1.2:</p> <ul style="list-style-type: none"> To record the carry forward stock in Appendix 1. The company must record the actual log received, log C/F stock, log input and sawn timber output against the actual volumes received. Ensure all machinery registered with FDS and the registration plates are prominently displayed on the machine. <p>Gap 010/2019 (Minor) – Checklist 5.2.7: The company shall ensure they consistently mark the production batch number on their finished goods.</p> <p>Gap 011/2019 (Minor) – Checklist 6.1.1: To apply for an export registration certificate that includes products not limited to sawn timber e.g. moulding, etc., whichever applicable to the company's export products.</p> <p>The next surveillance visit is scheduled in June 2020.</p>

End of Summary Report