

**ECCO CERTIFIED SDN BHD**

D-01-3 Plaza Kelana Jaya,
Jalan SS7/3A Kelana Jaya,
47301 Petaling Jaya, Selangor

PUBLIC SUMMARY REPORT

MALAYSIAN SUSTAINABLE PALM OIL (MSPO)

Type of Certification : **Annual Surveillance Audit – Year 1 (ASA-1)**
☐ Individual ☒ Group

Organization :
1. Tanah Masai Sdn Bhd
2. Tanjong Buai Oil Palm

Address :
1. Ladang Lam Cheng, Lot 486 Mukim Sungai Tiram, Lot 636 & 638
Mukim Kota Tinggi, Kota Tinggi, Johor
2. Lot 709-736 Mukim Johor Lama, Kota Tinggi, Johor

Audit Date : 17 July, 2020

Standard ☐ MSPO (MS2530-2:2013) Part 2: General Principles for Independent Smallholders
☒ MSPO (MS2530-3:2013) Part 3: General Principles for Oil Palm Plantations and Organized Smallholders
☐ MSPO (MS2530-4:2013) Part 4: General Principles for Palm Oil Mills

Scope of Certification : **Production of Sustainable Fresh Fruit Bunches (FFB)**

Audit Team

Lead Auditor : **Edwell James Ghani**
Auditor : **Amirul Arif Ab Aziz**

Report by Lead Auditor

Name : **Edwell James Ghani**
Signature :

1.0 Introduction

1.1 Details of the Organization

The group consists of 2 independent estates – Tanah Masai Sdn Bhd and Tanjong Buai Oil Palm. Both are independent estates owned and managed by the same entity. The company's address (as per registered in MPOB License) is 8B, 8th Floor, Foh Chong Building, Jalan Ibrahim, 80000 Johor Bahru, Johor.

MPOB Information:

Estate	Location	License No.	License Activity	Expiry Date
Tanah Masai Sdn Bhd	Kota Tinggi, Johor	502336202000	Menjual dan mengalih FFB	31/07/2021
Tanjong Buai Oil Palm	Kota Tinggi, Johor	502337102000	Menjual dan mengalih FFB	31/07/2021

1.2 Location and Area Statement

Estate	Location		Certified Area	Planted Area
	Latitude	Longitude		
Tanah Masai Sdn Bhd	1.50233 N	104.00011 E	296.35 Ha	296.35 Ha
Tanjong Buai Oil Palm	1.51545 N	104.04255 E	52.00 Ha	52.00 Ha

Refer to **5.0 Appendices** of the map of all the estates location on Google Map.

1.3 Supply Base

Both estates send FFB to Keck Seng Palm Oil Mill

1.4 Tonnage Certified (FFB)

Estate	FFB Production, Metric Tonne (MT)		
	Actual 2018	Actual 2019	Projected 2020
Tanah Masai Sdn Bhd	4,792.29 mt	2746.61 mt	2500.00 mt
Tanjong Buai Oil Palm	618.80 mt	544.51 mt	600.00 mt

1.5 Other Sustainability (or ISO) Certification

Both estates do not hold any other sustainability or ISO certificate.

1.6 Organizational Information

The contact person for the group is as follow:

Name : Mr. Ong Beng Heng
Address : Tanah Masai Sdn Bhd,
8B, 8th Floor, Foh Chong Building,
Jalan Ibrahim, 80000 Johor Bahru, Johor.
Phone No. : 019-750 9495
E-mail : chindit21@yahoo.com

2.0 Audit Process

2.1 Audit Objectives

The objectives of the audit are to verify the management system conforms with all the requirements of the MSPO standards and that the organization has effectively implemented the planned MSPO management system as well as to check if the management system can achieve the organization's policy objectives.

2.2 Audit Methodology

During ASA-1, the audit team had visited both estates to check facilities and structures available such as site office, workers' quarter and storage area. The team also did site inspections to see the operational site of the estate such as road maintenance, terracing on steep areas, cover crop maintenance, any natural stream or waterway, block maintenance (spraying, manuring and fronts stacking) as well as the estate boundary to verify the implementation of the MSPO (MS2530-3:2013) Part 3: General Principles for Oil Palm Plantations and Organized Smallholders. Interviews were carried out with the team management, employees, contractors and other relevant stakeholders.

The methodology for collecting objective evidences are physical site inspection, observation of tasks and processes, interviews with management, employees and workers, consultations with contractors and stakeholders as well as documents review and data monitoring. The audit evidences obtained were based on samples of information available; thereby introduces the element of uncertainty.

2.3 Audit Team

Audit Member	Role/Area Covered	Education/Qualification/Works Experience
Edwell James Ghani	Lead Auditor Principle 4, 5 & 6 (Social, environmental aspects and best practices)	BEng (Hons) Chemical Engineering (UTP) major in HSE, qualified as RSPO auditor since 2017, certified as MSPO and OSH Management System ISO 45001:2018 lead auditor in 2019 (NIOSH Certification & CQI IRCA). Has 6 years of experience in oil palm industries focusing on RSPO certification.
Amirul Arif Ab Aziz	Auditor Principle 1, 2 & 3 (Management, transparency and legal requirement)	BSc (Hons) Plantation and Agro Technology Management (UTM), been working with FIMA Corporation Berhad as MSPO Coordinator, attended and passed the assessment for

2.4 Stakeholder Consultation

Stakeholder consultation was initiated with the announcement in the ECCO's website on 27 January 2020. This was then followed with sending letters to relevant stakeholders requesting for input (if any) regarding the company. There were no comments received during this process. Generally, no complaint or suggestion was received from all the parties that were interviewed and consulted. All feedbacks and comments received were positive.

2.5 Audit Plan

MSPO Initial Certification Audit	Annual Surveillance Audit – Year 1	Annual Surveillance Audit – Year 2	Annual Surveillance Audit – Year 3	Annual Surveillance Audit – Year 4
Stage 1 – 13-14/03/2019 Stage 2 – 13-14/05/2019	17/07/2020	05/2021	05/2022	05/2023

The actual date of the annual surveillance audit will be discussed and decided 3 months prior to the month of planned audit.

3.0 Summary of Audit Results

3.1 Non-Conformity Reports (NCR) Raised

Details of collected evidences and findings of the audit are presented in a separate MSPO checklist. The result for each of the MSPO requirements (indicators) from all operational areas were evaluated to provide an assessment of conformity. A finding statement is made available for each indicator in order to support the assessment findings.

Major NCR(s)	2
Minor NCR(s)	1
Observation for Improvement (OFI)	0

- ☒ Minor NCR(s) - Corrective Action Plan has been accepted and reviewed. Verification of the corrective action plan implementation will be carried out in Year 2 Surveillance Audit.
- ☒ Major NCR(s) - Evidence of implementation of the corrective actions have been provided and accepted by the audit team. The corrective action implemented reviewed to be satisfactory to close out the NCR(s).
- ☐ OFI(s) - Improvement done on the affected aspect will be verified in the Year 2 Surveillance Audit.

3.2 Audit Conclusion

The audit objectives have been achieved and the certificate scope remains appropriate. Based on the audit findings the audit team concluded that:

- The management system documentation demonstrated conformity with the requirements of the audit standard and provided sufficient structure to support implementation and maintenance of the management system
- The management system is in line with the requirements of the standard and demonstrated the ability of the system to systematically achieve agreed requirements for products or services within the scope and the organization's policies and objectives.
- There was no complaint received during the field assessment and during interview with the external stakeholders.
- Throughout the audit process, the management system demonstrated overall conformance with the requirements of the audit standard.

Therefore, the audit team recommends that, based on the results of this audit and the organization commitment towards complying with **MSPO (MS2530-3:2013) Part 3: General Principles for Oil Palm Plantation and Organized Smallholders**, management system certification be continued for **Tanah Masai Sdn Bhd & Tanjong Buai Oil Palm**

4.0 Official Signoff of the Assessment Findings

On behalf of:
ECCO Certified Sdn Bhd



Name : Nur Izzaty Iqlima Norazman
Position : Programme Manager
Date :

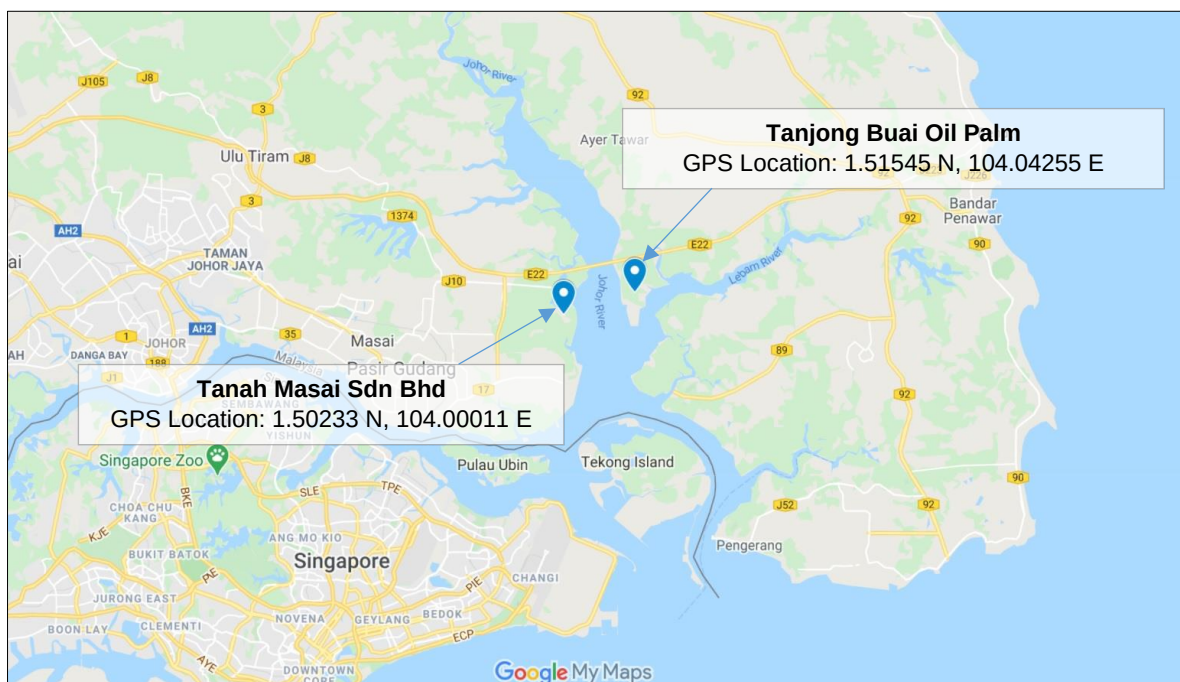
On behalf of:
**Tanah Masai Sdn Bhd &
Tanjong Buai Oil Palm**

Name :
Position :
Date :

5.0 Appendices

5.1 Map of Location

No	Estate	Location	GPS Point
1	Tanah Masai Sdn Bhd	Kota Tinggi in Johor	1.50233 N, 104.00011 E
2	Tanjong Buai Oil Palm	Kota Tinggi in Johor	1.51545 N, 104.04255 E



Map 1: Location of Tanah Masai Sdn Bhd & Tanjong Buai Oil Palm estate. Both estates are located within the district of Kota Tinggi in Johor.