

**ECCO CERTIFIED SDN BHD**

03-02, Galleria Cyberjaya,
Jalan Teknokrat 6, Cyber 5,
63000 Cyberjaya, Selangor

PUBLIC SUMMARY REPORT

MALAYSIAN SUSTAINABLE PALM OIL (MSPO)

Type of Certification : **Stage 2 Initial Certification Audit**
: ☐ Individual ☒ Group

Organization : **Lee Brothers Plantation & Realty (M) Sdn Bhd & Lee Brothers Realty Company sdn Bhd**

Address : **109, Jalan Yamtuan, 72000 Kuala Pilah**

Audit Date : **28 May, 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 estates; all owned and managed by the same company. Lee Brothers Plantation Realty (M) Sdn Bhd is the group manager and company are located at 109, Jalan Yamtuan 72000 Kuala Pilah. Both estates located in Jempol and Port Dickson respectively.

MPOB Information:

Estate	Location	License No.	Licensed Activity	Expiry Date
Lee Brothers Plantation & Realty (M) Sdn Bhd	Mukim Rompin, Jempol	515872002000	Menjual dan mengalih FFB	31/10/2020
Lee Brothers Realty Company Sdn Bhd	Mukin Pantai, Port Dickson	504710502000	Menjual dan mengalih FFB	31/05/2020

1.2 Location and Area Statement

Estate	Location		Certified Area (Ha)	Planted Area (Ha)
	Latitude	Longitude		
Palong Estate, Mukim Rompin	2.74090 N	102.50321 E	108.3	108.23
Parit Gala Estate, Mukim Pantai	2.55332 N	101.84283 E	49	49

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

1.3 Supply Base

The estate supplies FFB to Sung Lee Hing (FFB) Trading Sdn Bhd and Ulu Kanchong Palm Oil Mill.

1.4 Tonnage Certified (FFB)

Estate	FFB Production, Metric Tonne (MT)		
	Actual 2017	Actual 2018	Projected 2019
Palong Estate, Mukim Rompin	2098.45	2078.03	1176
Parit Gala Estate, Mukim Pantai			

1.5 Other Sustainability (or ISO) Certification

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

1.6 Organizational Information

The contact person for Lee Brothers Plantation Realty (M) Sdn Bhd is as follow:

Name : Mr. Lee Chong Hai
 Position : Director
 Address : 109, Jalan Yamtuan 72000 Kuala Pilah
 Phone No. : 019-6197225
 E-mail : -

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

The MSPO initial certification audit was done in two stages – Stage 1 and Stage 2. For both estates, Stage 1 audit was conducted on 11th December 2019 and Stage 2 on 28th May 2020. Stage 1 Audit was conducted mainly to review documents and to check area of concerns as to see how ready the estate is to go for Stage 2. During Stage 2 Audit, the audit team did a site visit to check facilities and structures available in the estate such as site office, workers' quarter and storage area. The team also did 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. Documents and records verification was also done to further support and validate findings from Stage 1 audit.

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)	Bachelor of Science (Hons) in Plantation and Agro technology Management (UiTM), certified as MSPO and Environmental Management System ISO 14001:2015 Lead Auditor in 2019 & 2020 (OSH ISIS INTERGRATED SOLUTION & CQI IRCA).

2.4 Stakeholder Consultation

Stakeholder consultation was initiated with the announcement in the ECCO's website on 19th May 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	Year 2 Surveillance Audit	Year 3 Surveillance Audit	Year 4 Surveillance Audit	Year 5 Surveillance Audit
Stage 1 – 11/12/2019 Stage 2 – 28/05/2020	05/2021	05/2022	05/2023	05/2024

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)	0
Minor NCR(s)	1
Observation for Improvement (OFI)	4

- ☒ 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 management system demonstrated conformity with the requirements of the MSPO (MS2530-3:2013) Part 3: General Principles for Oil Palm Plantations and Organized Smallholders and has provided a satisfactorily sufficient structure to support implementation and maintenance of the management system. Therefore, Lead Auditor has recommended that MSPO Certification be granted to Lee Brothers Plantation Realty (M) Sdn Bhd.

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:
Lee Brothers Plantation Realty (M) Sdn Bhd

Name :
Position :
Date :

5.0 Appendices

5.1 Map of Location

No	Estate	Location	GPS Point
1	Lee Brothers Plantation & Realty (M) Sdn Bhd	Mukim Rompin, Jempol	2.74090 N, 102.50321 E
2	Lee Brothers Realty Company Sdn Bhd	Mukim Pantai, Port Dickson	2.55332 N, 101.84283 E



Figure 1: Location of both estates based on Google Map