ECCO CERTIFIED SDN BHD
03-02 Galleria Cyberjaya,
Jalan Teknokrat 6, Cyber 5,
63000 Cyberjaya, Selangor

PUBLIC SUMMARY REPORT
MALAYSIAN SUSTAINABLE PALM OIL
MSPO

Victory Enghoe Plantations Sdn Bhd	Organization
Kilang Kelapa Sawit Southern Malay	Certified Unit
Ladang Southern Malay, 41 MS Jalan Johor Bahru 86200 Simpang Renggam, Johor, Malaysia	Certified Unit Address
MSPO (MS2530-4:2013) Part 4: General Principles for Palm Oil Mills	Standard Reference
Annual Surveillance Audit - Year 1 (ASA-1)	Certification Audit
Individual (Palm Oil Mill)	Certification Type
Sustainable production of Crude Palm Oil (CPO) and Palm Kernel (PK) in compliance to the MSPO Certification Standard MS2530-4:2013 Part 4	Audit Scope
01 December 2020	Audit Date

MSPO Certificate

ECCO-MS2530-C0052	Certificate No.
27 May 2019 till 26 May 2024	Validity Period
Issue 2: **Annual Surveillance Audit - Year 1 (ASA-1) 08 March 2021**	Current Issue

Audit Team

Mohd Razib bin Mohd Noor	Lead Auditor
Edwell James	Auditor
Amirul Arif Abd Aziz	Auditor

Full Report:

ECCO-RP-03_0093_Kilang Kelapa Sawit Southern Malay - MSPO Annual Surveillance Audit Year 1 (ASA-1) Report

Written by **Mohd Razib b. Mohd Noor**

EXECUTIVE SUMMARY

ORGANIZATION INFORMATION

Organization	Victory Enghoe Plantations Sdn Bhd		
Certified Unit Name	Kilang Kelapa Sawit Southern Malay		
Certified Unit Address	**Mill Address** Ladang Southern Malay, 41 MS Jalan Johor Bahru, 86200 Simpang Renggam, Johor, Malaysia		
MSPO Standard Reference	MSPO (MS2530-4:2013) - Part 4: General Principles for Palm Oil Mills	**Accreditation Body**	Department of Standard Malaysia (DSM)
Organization Representative(s)	**Mr. Lee Yen Seng** Group HSE Manager E-mail : yenseng8@gmail.com Mobile : +6012 423 3229 **Mr. Lau Bie Chai** Mill Manager E-mail : victoryenghoe@yahoo.com Mobile : +607-7559276		
Certification Audit	Annual Surveillance Audit – Year 1 (ASA-1)	**Audit Date**	01 December 2020
Audit Team	Lead Auditor : Mr. Mohd Razib b. Mohd Noor Auditor : Mr. Edwell James : Mr. Amirul Arif Ab Aziz		
Audit Scope	Sustainable production of Crude Palm Oil (CPO) and Palm Kernel (PK) in compliance to the MSPO Certification Standard MS2530-4:2013 - Part 4		
Certification Type	Individual (Palm Oil Mill)		
Mill Capacity	40 MT/hour		
MSPO Certificate	Certificate No : **ECCO-MS2530-0052** (Previously SGS-MSPO-MY19/1811030016) Validity : 27 May 2019 until 26 May 2024 Issue 1 : Initial Certification Audit - 27 May 2019 **Issue 2 : Annual Surveillance Audit Year 1 (ASA-1) - 08 March 2021**		
Other Current Certification	**Kilang Kelapa Sawit Southern Malay** is also certified under MSPO Supply Chain Certification Standard (SCCS)		

DETAILS OF CERTIFIED UNIT

Kilang Kelapa Sawit Southern Malay (SMPOM) is located in within the Ladang Southern Malay, which owned by the same company, Victory Enghoe Plantations Sdn Bhd, in Simpang Renggam, Johor. The mill started its operation in 1981 with a rated throughput of 40 MT/hour. Currently the mill runs 2 shifts and the total workers employed is 98 comprising locals and Indonesians.

Location of the Certified Unit

Certified Unit	Locality	GPS Coordinate
Kilang Kelapa Sawit Southern Malay	Simpang Renggam, Johor	N 1°79’09.98”, E 103°36’17.63”

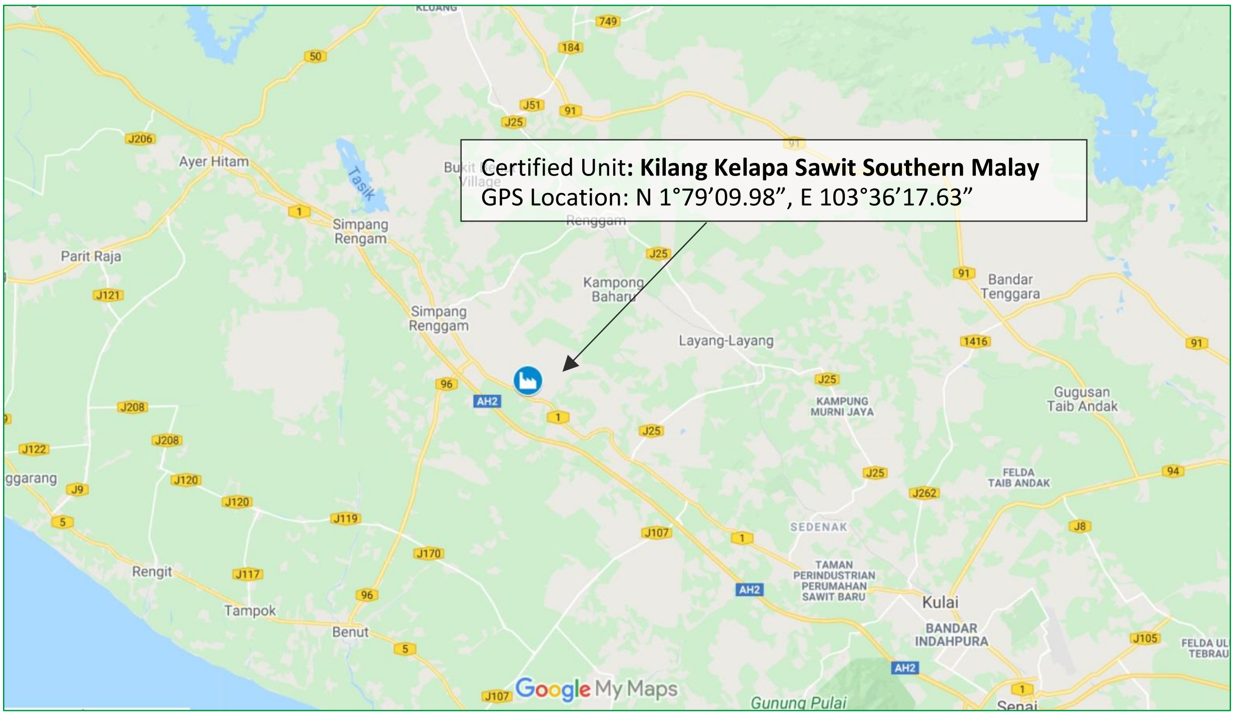

Figure 1: Location of Kilang Kelapa Sawit Southern Malay in Google Map based on its GPS coordinate

MPOB License Information

Certified Unit	MPOB License	Scope of Activity	Expiry Date
Kilang Kelapa Sawit Southern Malay	500059104000	• Menjual dan mengalih FFB, PK, CPO, SPO • Membeli dan mengalih FFB • Menyimpan PK, CPO, SPO • Mengilang FFB	30/11/2021

Supply based and annual CPO & PK production:

SMPOM receives FFB from their own supply base, Ladang Southern Malay as well as a few outside sources. The actual and estimated FFB processed and CPO/PK produced in the mill are as follow:

Year	FFB (MT)	CPO (MT)	OER (%)	PK (MT)	KER (%)
2018	218,590.66	40,251.32	18.41	12,532.81	5.73
2019	190,849.60	35,777.55	18.75	11,326.37	5.93
Projected 2020	219,000.00	41,385.00	18.90	13,003.00	5.94

Table 1: FFB processed and CPO/PK produced by Kilang Kelapa Sawit Southern Malay

AUDIT TEAM AND ASSESSMENT PROCESS

AUDIT TEAM MEMBERS - ROLE AND QUALIFICATION	
Mohd Razib b. Mohd Noor Role: Lead Auditor Audited Principle 3 & 4	• Competent first grade steam engineer • More than 30 years of experience in palm oil mill operation • Certified MSPO MS2530:2013 and SCCS Lead Auditor • Certified ISO IMS 9001:2015 Auditor • Certified ISO EMS 14001:2015 Auditor
Edwell James Role: Lead Auditor Audited Principle 5 & 6	• Certified RSPO and MSPO Lead Auditor • Certified OSH Management System ISO 45001:2018 Auditor • BEng (Hons) Chemical Engineering (HSE) from UTP • 3 years with PETRONAS Corporate HSE Department as a Regional Industrial Hygiene Assessor • 5 years with Wild Asia Sdn Bhd as Regional Program Coordinator (Sabah) for RSPO Certification
Amirul Arif Ab Aziz Role: Auditor Audited Principle 1 & 2	• Certified MSPO Lead Auditor • Certified EMS ISO 14001:2015 Auditor • BSc (Hons) Plantation and Agro Technology Management (UiTM) • Worked with FIMA Corporation Berhad as MSPO Coordinator

AUDIT METHODOLOGY	
Audit Objectives	• To confirm the client's management system conformation with the audit standard requirement and its implementation • To verify the effectiveness of Corrective Action implemented to close any Non-Conformity (NC) raised during the previous audit (Initial Certification Audit) in 2019 • To make appropriate recommendations based on the audit findings
Certification Standard	MSPO (MS2530-4:2013) - Part 4: General Principles for Palm Oil Mills
Certification Type	Individual (Palm Oil Mill)
Audit Methodology	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.
Calculation of Sample Size	Sampling is not applicable for individual audit
Audit Date	01 December 2020
Participants	Refer to **Appendix E: Participants Attendance List**
Deviation from Audit Plan	None
Issues affecting the Audit Program	None
Changes to Management System since last audit	None
Unresolved issues	None

AUDIT FINDINGS SUMMARY AND RECOMMENDATION

AUDIT FINDINGS SUMMARY	
Major Non-Conformities (NC)	**0**
Minor Non-Conformities (NC)	**3**
Observation for Improvement (OFI)	**0**

Refer to **APPENDIX B: Details of Non-Conformities (NC) and Corrective Actions**

PREVIOUS AUDIT RESULT (IF APPLICABLE)	
No. of Non-Conformity (NC) raised from the previous audit	**MSPO Initial Certification Audit (Stage 2)** **2 Minor NC's & 2 Observation**
The audit team has reviewed the result from the previous audit (MSPO Initial Certification Audit) and verified the effectiveness of the closing of any Non-Conformity (NC) raised. As a conclusion:	
☒	**All Non-Conformities raised during the previous audit has been corrected and Corrective Action or Corrective Action Plan has been carried out and implemented effectively**
☐	The management system has not adequately addressed Non-Conformity (NC) raised during the previous audit and the specific issue has been re-defined in this report.

Refer to **APPENDIX C: Status of Non-Conformities (NC) Raised in the Previous Audit**

STAKEHOLDER CONSULTATION	
Issues raised by Stakeholders	Refer to **APPENDIX F: Stakeholders Consultation Findings**
Summary	All positive comments

AUDIT CONCLUSION AND RECOMMENDATION

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.
- All Non-Conformities raised during the previous audit has been corrected and Corrective Action or Corrective Action Plan has been carried out and implemented effectively
- 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 (MS2530-4:2013) - Part 4: General Principles for Palm Oil Mills**, management system certification be continued for **Victory Enghoe Plantations Sdn Bhd - Kilang Kelapa Sawit Southern Malay.**

AUDIT PPROGRAM

Item	Description	Man-days	Tentative Date
Initial Certification Audit	Site Audit - Stage 1	2	2019
	Site Audit - Stage 2	2	09 January 2019
Annual Surveillance Audit – Year 1	**Site Audit**	**3**	**01 December 2020**
Annual Surveillance Audit – Year 2	Site Audit	2	December 2021
Annual Surveillance Audit – Year 3	Site Audit	2	December 2022
Annual Surveillance Audit – Year 4	Site Audit	2	December 2022

Refer to **APPENDIX D: Details of Audit Plan** for the Annual Surveillance Audit – Year 1 (ASA-1)

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

OFFICIAL SIGNOFF

On behalf of:
ECCO Certified Sdn Bhd

Name : Nur Izzaty Iqlima Norazman
Position : Programme Manager
Date : 25 January 2021

On behalf of:
Kilang Kelapa Sawit Southern Malay

Name : Mr. Lau Bie Chai
Position : Mill Manager
Date :