



EMPOWERING SUSTAINABILITY

ECCO CERTIFIED SDN BHD

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

PUBLIC SUMMARY REPORT

MALAYSIAN SUSTAINABLE PALM OIL

MSPO

Refer Executive Summary Organization

Refer Executive Summary Certified Unit

Refer Executive Summary Certified Unit
Address

**MSPO (MS2530-3:2013) Part 3: General Principles
for Oil Palm Plantations and Organized Smallholders** Standard Reference

Annual Surveillance Audit - Year 1 (ASA-1) Certification Audit

Group (Oil Palm Estate) Certification Type

Sustainable Production of Oil Palm Fresh Fruit Bunches (FFB) in Audit Scope

Compliance to MSPO Certification

Standard MS2530-3:2013 Part 3

24 March 2022 Audit Date

MSPO Certificate

ECCO-MS2530-C0022 Certificate No.

15 May 2020 till 14 May 2025 Validity Period

Issue 2: Annual Surveillance Audit - Year 1 (ASA-1) Current Issue

13 June 2022-

Audit Team

Muhamad Nazran Nazarno Lead Auditor

Amirul Arif Ab Aziz Auditor

Valentino Kerish Imau Auditor

Full Report:

**ECCO-RP-03_0016_ MSPO Annual Surveillance Audit Year 1
(ASA-1) Report_Eastern Asphaltchem Sdn Bhd & Goodworld
Plantation Sdn Bhd**

Written by **Muhamad Nazran**

EXECUTIVE SUMMARY

ORGANIZATION INFORMATION

Organization	Eastern Asphaltchem Sdn Bhd
Certified Unit Name	Eastern Asphaltchem Sdn Bhd
Certified Unit Address	Head Office Address Suite LP 02 & 03, Menara TJB, Syed Mohd Mufti, 80000, Johor Bahru, Johor Estate Address CL 085313033, CL 085313042, Mile 72, Labuk Road 89320 Labuk/Sugut, Sabah

Organization	Goodworld Plantation Sdn Bhd
Certified Unit Name	Goodworld Plantation Sdn Bhd
Certified Unit Address	Head Office Address Suite LP 02 & 03, Menara TJB, Syed Mohd Mufti, 80000, Johor Bahru, Johor Estate Address CL 115347816, Mukim Mokuao, Lahad Datu, Sabah

MSPO Standard Reference	MS2530-3:2013 Part 3: General principles for oil palm plantations and organized smallholders	Accreditation Body	Department of Standard Malaysia (DSM)
Organization Representative(s)	Mr. Kong Seng Lee Managing Director Email: ksl168@hotmail.com Tel. No: +6019 – 777 4729		
Certification Audit	MSPO Annual Surveillance Audit – Year 1 (ASA-1)	Audit Date	24 March 2022
Audit Team	Lead Auditor : Mr. Muhamad Nazran Nazarno Auditor : Mr. Amirul Arif Ab Aziz Auditor : Mr. Valentino Kerish Imau		
Audit Scope	Sustainable production of oil palm fresh fruit bunches (FFB)		
Certification Type	Group (Oil Palm Estate)		
Certified Area	554.68 Ha		
MSPO Certificate	Certificate No : ECCO-MS2530-0022 Validity : 15 May 2020 till 14 May 2025 Issue 1 : Initial Certification Audit – 15 May 2020 Issue 2 : Annual Surveillance Audit Year 1 (ASA-1) – 13 June 2022		
Other Current Certification	Both estates are currently not certified under any other sustainability or ISO certification scheme.		
Usage of MSPO Logo	Both estates are currently not using MSPO logo in their operation and product		

DETAILS OF CERTIFIED UNIT

The group consists of 2 estates – Eastern Asphaltchem Sdn Bhd and Goodwill Plantation Sdn Bhd; both owned and managed by the same company. Mr. Kong Seng Lee as the Managing Director of both estates also act as the group manager. The registered address is Suite LP 02 & 03 Menara TJB, Jalan Syed Mohamed Mufti, 80000 Johor Bahru, Johor. The estates are respectively located within Telupid and Lahad Datu district in Sabah.

This surveillance audit was conducted to ensure the company is still meeting the key elements of the MSPO standards requirement and to verify that all non-conformities (NC) issued in the previous audit has been closed and all corrective actions have been implemented effectively.

Certified Unit Name and Address

Certified Unit	Estate Address
Eastern Asphaltchem Sdn Bhd	CL 085313033, CL 085313042, Mile 72, Labuk Road 89320 Labuk/Sugut, Sabah
Goodworld Plantation Sdn Bhd	CL 115347816, Mukim Mokuao, Lahad Datu, Sabah

MPOB License Information

Certified Unit	MPOB License	Scope of Activity	Expiry Date
Eastern Asphaltchem Sdn Bhd	509039602000	Menjual dan Mengalih FFB	31/10/2022
Goodworld Plantation Sdn Bhd	503232902000	Menjual dan Mengalih FFB	30/09/2022

Location of the Certified Unit

Certified Unit	Locality	GPS Coordinate
Eastern Asphaltchem Sdn Bhd	Telupid, Sabah	5.54162 N, 117.32702 E
Goodworld Plantation Sdn Bhd	Lahad Datu, Sabah	5.00956 N, 118.80737 E

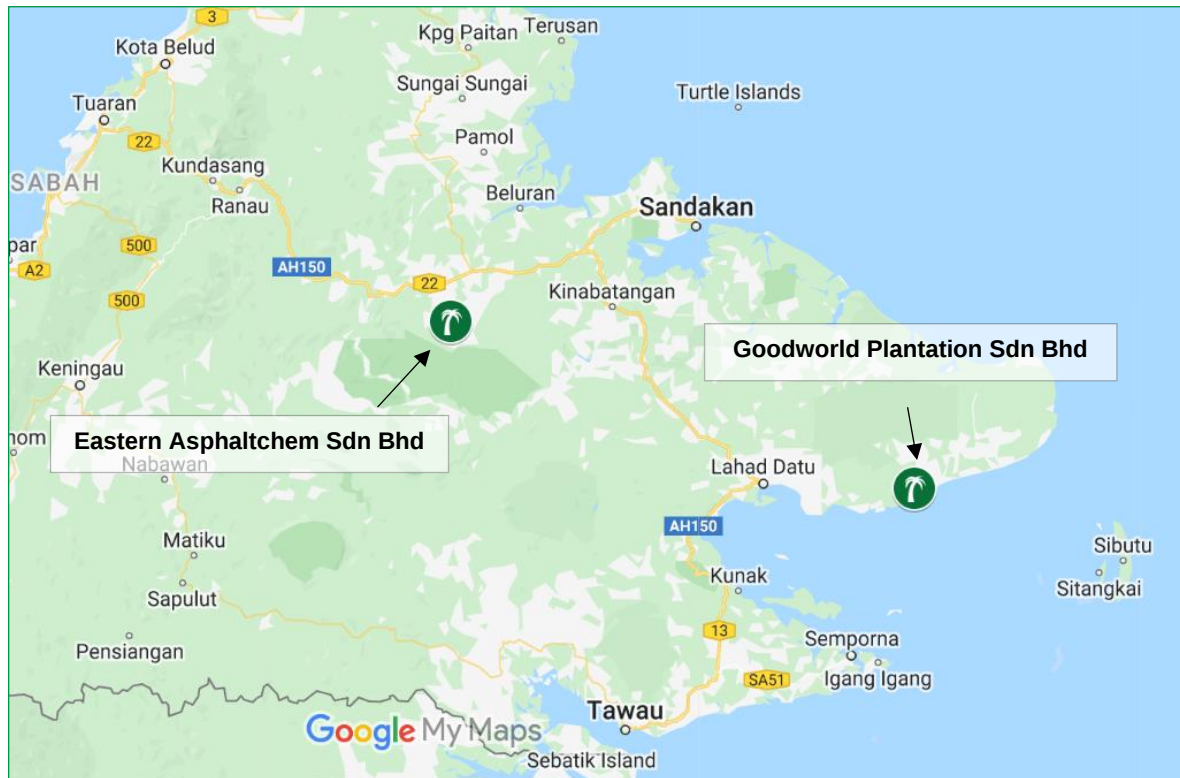


Figure 1: Location of both estates in Google Map based on its GPS coordinate

Area Statement (Hectare, Ha)

Certified Unit	Land Title	Planted	Conservation	HBV	Others
Eastern Asphaltchem Sdn Bhd	343.71	343.71	0	0	0
Goodworld Plantation Sdn Bhd	210.97	210.97	0	0	0
Total	554.68				

Annual FFB Production (Metric Tonne, MT)

Certified Unit	Actual 2020	Actual 2021	Projected 2022
Eastern Asphaltchem Sdn Bhd	-	-	-
Goodworld Plantation Sdn Bhd	2969.32	3039.90	1600

AUDIT TEAM AND ASSESSMENT PROCESS

CERTIFICATION BODY

ECCO is a homegrown company providing certification for forward-looking business owners in the agriculture industry. Founded in 2018, **ECCO** conducts independent sustainable palm oil audits for palm oil industry players in Malaysia to MSPO 2530 series standards.

Our work environment is one in which people are committed to excellence and are working together to accomplish common goals with high ethical standards. Each **ECCO** employee is a stakeholder in the success of our company, and we are all dedicated to enhancing the success of our clients through the service we provide. **ECCO** has been providing audit services in twelve (12) states across Malaysia.

ECCO is headquartered at Cyberjaya, Selangor and is accredited by the Department of Standards (DSM) Malaysia and is also listed in the Malaysian Palm Oil Certification Council (MPOCC).

AUDIT TEAM MEMBERS - ROLE AND QUALIFICATION

Amirul Arif Ab Aziz Role: Auditor Audited Principle 1 & 6	• Certified MSPO Lead Auditor • Certified EMS ISO 14001:2015 Auditor • Certified MSPO SCCS Auditor • BSc (Hons) Plantation and Agro Technology Management (UiTM) • Worked with FIMA Corporation Berhad as MSPO Coordinator
Muhamad Nazran Nazarno Role: Auditor Audited Principle 2 & 4	• Certified MSPO Lead Auditor • Certified MSPO SCCS Auditor • BEng (Hons) Chemical Bioprocess (UiTM) • Worked with Boustead Estates Agency Sdn Bhd as Assistant Mill Manager
Valentino Kerish Imau Role: Auditor Audited Principle 3 & 5	• Certified MSPO MS2530:2013 Lead Auditor • Bachelor of Social Science with Honours in Geography (UKM) • Three (3) years' experience as Environmental Officer in sustainability certifications (MSPO & ISCC) implementation

AUDIT METHODOLOGY

Audit Objectives	• To confirm the client's management system conformation with MSPO certification requirement respective to the participating unit's certification standard. • To confirm that the organization has effectively implemented the planned management system • To verify effectiveness of implementation of Corrective Actions and Corrective Action Plans for all Non-Conformities (NC) raised during the MSPO Initial Certification Audit – Stage 2 in the previous year • To make appropriate recommendations based on the audit findings
Certification Standard	MSPO (MS2530:2013) – Part 3: General Principles for Oil Palm Plantations and Organized Smallholders

Certification Type	Group (Oil Palm Estate)
Audit Methodology	This audit was conducted in several methods for collecting objective evidence: 1. Document review and data review, aiming to observe the sufficiency of types or substances from required documents 2. Interview with staffs and workers, aiming to obtain more detailed information and cross check the information 3. Consultation with contractors, suppliers, and stakeholders – to gain a better insight on social relationship of the organization 4. Site inspection/Field observation - to directly observe the sufficiency of implementation on site. The audit evidence obtained were based on samples of information available; thereby introduces the element of uncertainty.
Calculation of Sample Size	The sample size is determined by the following formula: $S = r \sqrt{n}$; Whereby S = sample size r = risk factor n = number of members. r is selected as per below: • Low risk: risk factor 1.0 • Medium risk: risk factor 1.5 • High risk: risk factor 2 The lowest possible sample size number is one. $S = 1.5 \sqrt{2}$ $= 1.5 \sqrt{2}$ $= 2.12$ $S = 2$ estates
Audit Date	24 March 2022
Participants	Refer to Appendix D: 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)	2
Minor Non-Conformities (NC)	4
Observation for Improvement (OFI)	1

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 1 Minor & 1 Opportunity for Improvement
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 E: 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 **Eastern Asphaltchem Sdn Bhd & Goodworld Plantation Sdn Bhd**.

AUDIT PROGRAM

Item	Description	Man-days	Tentative Date
Initial Certification Audit	Site Audit - Stage 1	2	08 October 2019
	Site Audit - Stage 2	2	11 & 12 November 2019
Annual Surveillance Audit – Year 1	Site Audit	3	24 March 2022
Annual Surveillance Audit – Year 2	Site Audit	-	-
Annual Surveillance Audit – Year 3	Site Audit	-	-
Annual Surveillance Audit – Year 4	Site Audit	-	-

Refer to **APPENDIX C: 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 : 24 March 2022

On behalf of:

**Eastern Asphaltchem Sdn Bhd & Goodworld
Plantation Sdn Bhd**

Name : Mr. Kong Seng Lee

Position : Managing Director

Date :