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 2 (ASA-2)	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 March 2022	Audit Date

<u>MSPO Certificate</u>

ECCO-MS2530-C0052	Certificate No.
27 May 2019 till 26 May 2024	Validity Period
Issue 3: **Annual Surveillance Audit - Year 2 (ASA-2) 17 June 2022 -**	Current Issue

<u>Audit Team</u>

Amirul Arif Ab Aziz	Lead Auditor
Muhamad Nazran Nazarno	Auditor

<u>Full Report:</u>

ECCO-RP-03_0093_ MSPO Annual Surveillance Audit Year 2 (ASA-2) Report_Kilang Kelapa Sawit Southern Malay

Written by **Amirul Arif**

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	MSPO Annual Surveillance Audit – Year 2 (ASA-2)	**Audit Date**	01 March 2022
Audit Team	Lead Auditor : Mr. Amirul Arif Ab Aziz Auditor : Mr. Muhamad Nazran Nazarno		
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 **Issue 3 : Annual Surveillance Audit Year 2 (ASA-2) – 17 June 2022**		
Other Current Certification	**Kilang Kelapa Sawit Southern Malay** is also certified under MSPO Supply Chain Certification Standard (SCCS)		
Usage of MSPO Logo	**Kilang Kelapa Sawit Southern Malay** are currently not using MSPO logo in their operation and product		

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	1.79756 N, 103.36441 E

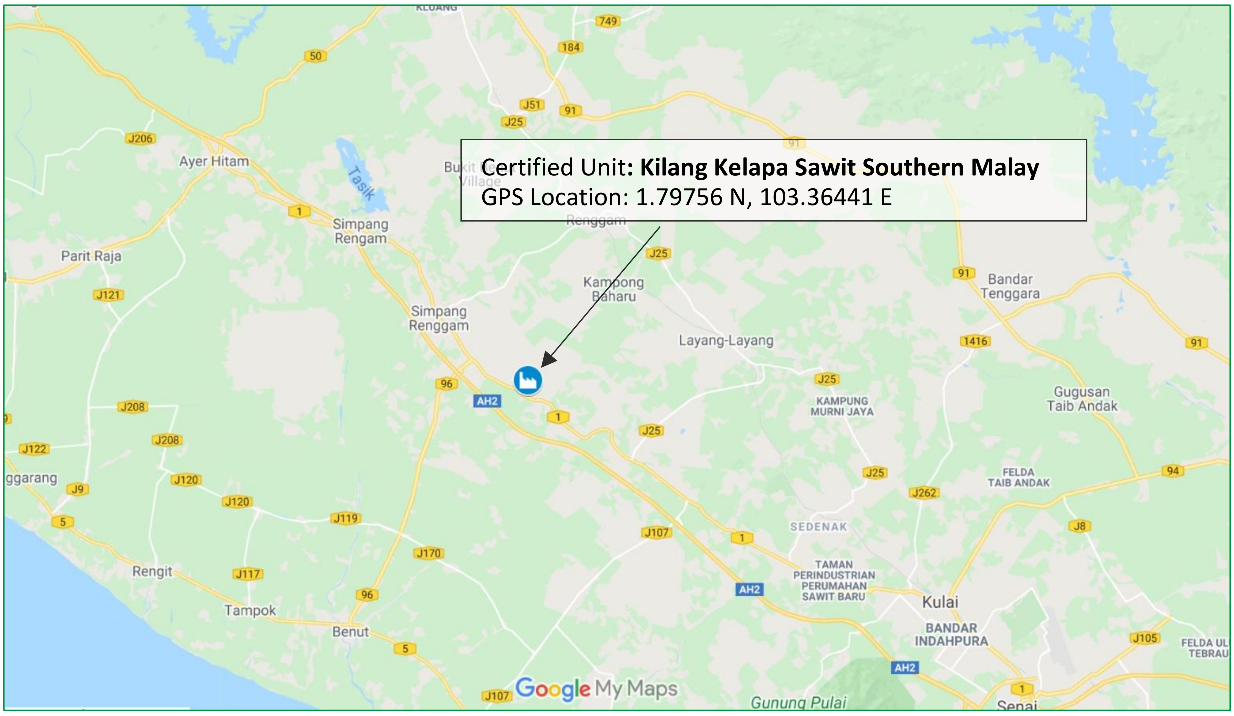

Figure 1: Location of Kilang Kelapa Sawit Southern Malay in Google Map based on its GPS coordinate

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	30/11/2022

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 (%)
2020					
2021					
Projected 2022					

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	
Amirul Arif Ab Aziz Role: Lead Auditor Audited Principle 1,3 & 5	• 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 & 6	• Certified MSPO Lead Auditor • Certified MSPO SCCS Auditor • BEng (Hons) Chemical Bioprocess (UiTM) • Worked with Boustead Estate Agency Sdn Bhd as Assistant Mill Manager

AUDIT METHODOLOGY	
Audit Objectives	• To confirm the client's management system conformation with all the audit standard requirement • To confirm that the organization has effectively implemented the planned management system • To confirm that the management system is capable of achieving the organization's policy objectives. • To verify the effectiveness of Corrective Action implemented to close any Non-Conformity (NC) raised during the previous audit (Annual Surveillance Audit Year 1) in 2020 • 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	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	Sampling is not applicable for individual audit
Audit Date	01 March 2022
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)	**0**
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 Annual Surveillance Audit Year 1 **3 Minors**
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**	**01 March 2022**
Annual Surveillance Audit – Year 3	Site Audit	-	-
Annual Surveillance Audit – Year 4	Site Audit	-	-

Refer to **APPENDIX D: Details of Audit Plan** for the Annual Surveillance Audit – Year 2 (ASA-2)

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 : 01 March 2022

On behalf of:
Kilang Kelapa Sawit Southern Malay

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