



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 Standard Reference
for Oil Palm Plantations and Organized Smallholders

MSPO Annual Surveillance Audit - Year 2 (ASA-2) Certification Audit

Group (Oil Palm Estate) Certification Type

Sustainable production of oil palm fresh fruit bunches (FFB) Audit Scope
in compliance to the MSPO Certification
Standard MS2530-3:2013 Part 3

08 April 2022 Audit Date

MSPO Certificate

ECCO-MS2530-C0031 Certificate No.

25 August 2020 until 24 August 2025 Validity Period

Issue 3: Annual Surveillance Audit - Year 2 (ASA-2) Current Issue
8 June 2022 -

Audit Team

Amirul Arif Bin Ab Aziz Lead Auditor
Muhamad Nazran Nazarno Auditor
Valentino Kerish Imau Auditor

Full Report:

ECCO-RP-03_0032_ MSPO Annual Surveillance Audit - Year 2
(ASA-2) Report_Lee Brothers Plantation & Realty (M) Sdn Bhd &
Lee Brothers Realty Company Sdn Bhd

Written by **Amirul Arif**

EXECUTIVE SUMMARY

ORGANIZATION INFORMATION

Organization	Lee Brothers Plantation & Realty (M) Sdn Bhd
Estate Name	Palong Estate
Address	Head Office Address Suite B, 1 st Floor, 40, Jalan Tunku Hassan, 70000 Seremban, Negeri Sembilan Estate Address Mukim Rompin 73500 Jempol, Negeri Sembilan

Organization	Lee Brothers Realty Company Sdn Bhd
Estate Name	Parit Gala Estate
Address	Head Office Address 115, Jalan Yam Tuan, 72000 Kuala Pilah, Negeri Sembilan Estate Address Lot 1811, Port Dickson (Pantai), Negeri Sembilan

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. Lee Chong Hai Managing Director E-mail: - Mobile: +6019 – 6197225 Mrs. Gan Poo Chen MSPO Clerk E-mail: - Mobile: +6011 – 2009 2209		
Certification Audit	MSPO Annual Certification Audit Year 2 (ASA –2)	Audit Date	08 April 2022
Audit Team	Lead Auditor : Amirul Arif Ab Aziz Auditor : Muhammad Nazran Nazarno Auditor : Valentino Kerish Imau		
Audit Scope	Sustainable production of oil palm fresh fruit bunches (FFB)		
Certification Type	Group (Oil Palm Estate)		
Certified Area	196.40 Ha		

MSPO Certificate	Certificate No : ECCO-MS2530-0031 Validity : 25 August 2020 until 24 August 2025 Issue 1 : Initial Certification Audit – 25 August 2020 Issue 2 : Annual Surveillance Audit (ASA-1) – 12 July 2021 Issue 3 : Annual Surveillance Audit (ASA-1) – 8 June 2022
Other Current Certification	Lee Brothers Plantation & Realty (M) Sdn Bhd & Lee Brothers Realty Company Sdn Bhd is currently not certified under any other sustainability or ISO certification scheme.
Usage of MSPO Logo	Lee Brothers Plantation & Realty (M) Sdn Bhd & Lee Brothers Realty Company Sdn Bhd is currently not using MSPO logo in their operation and product

DETAILS OF CERTIFIED UNIT

Background

The group consists of 2 estates: all owned and managed by the same company. Lee Brothers Plantation & Realty (M) Sdn Bhd is nominated as the group manager and the company owner's residence in Kuala Pilah as their main office. Both estates are located in Port Dickson and Jempol, Negeri Sembilan

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
Lee Brothers Plantation & Realty (M) Sdn Bhd	Mukim Rompin 73500 Jempol, Negeri Sembilan
Lee Brothers Realty Company Sdn Bhd	Lot 1811, Port Dickson (Pantai), Negeri Sembilan

MPOB License Information

Certified Unit	MPOB License	Scope of Activity	Expiry Date
Lee Brothers Plantation & Realty (M) Sdn Bhd	515872002000	Menjual dan mengalih FFB	31/10/2022
Lee Brothers Realty Company Sdn Bhd	504710502000	Menjual dan mengalih FFB	31/05/2022

Location of the Certified Unit

Certified Unit	Locality	GPS Coordinate
Lee Brothers Plantation & Realty (M) Sdn Bhd	Jempol, Negeri Sembilan	2.74090 N, 102.50321 E
Lee Brothers Realty Company Sdn Bhd	Port Dickson, N.Sembilan	2.55332 N, 101.84283 E

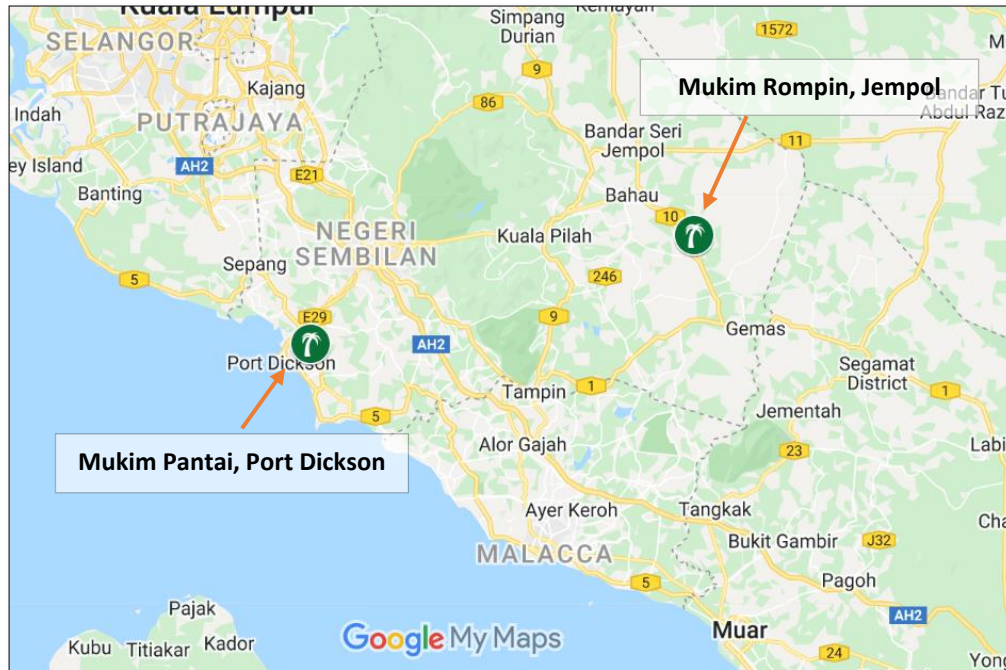


Figure 1: Location of both estates in Google Map based on its GPS coordinate

Area Statement (Hectare, Ha)

Certified Unit	Land Title	Planted	Conservation	HBV	Others
Lee Brothers Plantation & Realty (M) Sdn Bhd	110.99	108.23	0	0	0
Lee Brothers Realty Company Sdn Bhd	85.41	49.00	0	0	0

Annual FFB Production (Metric Tonne, MT)

Certified Unit	Actual 2020	Actual 2021	Projected 2022
Lee Brothers Plantation & Realty (M) Sdn Bhd	1176	1500	2000-
Lee Brothers Realty Company Sdn Bhd			

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: Lead Auditor Audited Principle 2 & 4	• 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 1 & 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
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 Annual Surveillance Audit – Year 1 in the previous year • To make appropriate recommendations based on the audit findings
Certification Standard	MSPO (MS2530-3:2013) - 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 S = 2 estates
Audit Date	08 April 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)	-
Minor Non-Conformities (NC)	1
Observation for Improvement (OFI)	-

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	Annual Surveillance Audit Year 1 1 Minor
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.

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 (MS2530-3:2013) - Part 3: General Principles for Oil Palm Plantations and Organized Smallholders**, management system certification be continued for **Lee Brothers Plantation & Realty (M) Sdn Bhd & Lee Brothers Realty Company Sdn Bhd**.

AUDIT PROGRAM

Item	Description	Man-days	Tentative Date
Initial Certification Audit	Site Audit - Stage 1	2	11 November 2019
	Site Audit - Stage 2	2	28 May 2020
Annual Surveillance Audit – Year 1	Site Audit	2	29 June 2021
Annual Surveillance Audit – Year 2	Site Audit	3	08 April 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: 8 April 2022

On behalf of:
Lee Brothers Plantation & Realty (M) Sdn Bhd & Lee Brothers Realty Company Sdn Bhd

Name: Mr. Lee Chong Hai
Position: Managing Director
Date: