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

# PUBLIC SUMMARY REPORT
MALAYSIAN SUSTAINABLE PALM OIL

MSPO

| | |
|---|---|
| **Southern Realty (Malaya) Sdn Bhd** | Organization |
| **Waterfall Estate** | 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 3 (ASA-3)** | Certification Audit |
| **Individual (Oil Palm Estate)** | Certification Type |
| **Sustainable production of oil palm fresh fruit bunches (FFB) in compliance to the MSPO Certification Standard MS2530-3:2013 Part 3** | Audit Scope |
| **04 November 2022** | Audit Date |

MSPO Certificate

| | |
|---|---|
| **ECCO-MS2530-C0061** | Certificate No. |
| **27 May 2019 until 26 May 2024** | Validity Period |

Audit Team

| | |
|---|---|
| **Valentino Kerish Imau** | Lead Auditor |
| **Aqilah Nabihah Anuar** | Auditor-In Training |

Full Report:

ECCO-RP-03_0083_MSPO Annual Surveillance Audit - Year 3 (ASA-3)_Southern Realty (Malaya) Sdn Bhd (Waterfall Estate)
Written by **Valentino Kerish Imau**

## EXECUTIVE SUMMARY

### ORGANIZATION INFORMATION

| | |
|---|---|
| **Organization** | Southern Realty (Malaya) Sdn Bhd |
| **Estate Name** | Waterfall Estate |
| **Address** | **Head Office Address**<br>81A, Jalan Batu Tiga, 41300 Klang, Selangor.<br>**Estate Address**<br>No. TST 16, Cawangan Serahan Mail Rawang 14000, Rawang |

| | | | |
|---|---|---|---|
| **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. Ravindran Subramaniam**<br>Plantation Controller<br>E-mail: ravin@southern.com.my<br>Mobile: +6012 637 5746<br>**Mr Rajesh Kumaar**<br>Plantation Department Office<br>Email: jesh_southern@yahoo.com<br>Mobile: +6013 285 7142<br>**Mr. Koielepullai AL Jabamany**<br>Estate Manager<br>E-mail: koielepullai49@gmail.com<br>Mobile: +6019 272 4901 | | |
| **Certification Audit** | MSPO Annual Surveillance Audit Year 3 (ASA-3) | **Audit Date** | 04 November 2022 |
| **Audit Team** | Lead Auditor : Mr. Valentino Kerish Imau<br>Auditor-In Training : Ms. Aqilah Nabihah Anuar | | |
| **Audit Scope** | Sustainable production of oil palm fresh fruit bunches (FFB) | | |
| **Certification Type** | Individual (Oil Palm Estate) | | |
| **Certified Area** | 511.03 Ha | | |
| **MSPO Certificate** | Certificate No : **ECCO-MS2530-0062**<br>(Previously SGS-MSPO-MY19/1811030047)<br>Validity : 27 May 2019 till 26 May 2024 | | |
| **Other Current Certification** | **Waterfall Estate** does not hold or currently being certified under any other sustainability or ISO certification scheme | | |
| **Usage of MSPO Logo** | **Waterfall Estate** are currently not using MSPO logo in their operation and product | | |

## DETAILS OF CERTIFIED UNIT

**Waterfall Estate (WFE)** is located in Rawang Tin Area within the district of Hulu Selangor. The estate covers a total of 511.03 Ha of land and currently about 505.63 Ha is planted with oil palms. Crops from Waterfall Estate are supplied to Golconda Palm Oil Mill, own by the same company, Southern Realty (M) Sdn Bhd.

**Location of the Certified Unit**

| Certified Unit | Locality | GPS Coordinate |
|---|---|---|
| Waterfall Estate | Rawang, Selangor | 3.35909 N, 101.51883 E |


**Figure 1**: Location of Waterfall Estate in Google Map based on its GPS coordinate.

**MPOB License Information**

| Certified Unit | MPOB License | Scope of Activity | Expiry Date |
|---|---|---|---|
| Waterfall Estate | 501537802000 | Menjual dan mengalih FFB | 31/03/2023 |

**Annual FFB Production (Metric Tonne, MT)**

| Certified Unit | Actual 2020 | Actual 2021 | Projected 2022 |
|---|---|---|---|
| Waterfall Estate | 9,566.31 MT | 10,119.01 MT | 7264.47 MT |

**Area Statement (Hectare, Ha)**

| Certified Unit | Land Title | Planted | Conservation | HBV | Others |
|---|---|---|---|---|---|
| Waterfall Estate | 511.03 Ha | 510.37 Ha | 0 | 0 | 0.66 Ha |

Refer to **APPENDIX F: Summary of Estate Land Titles** and **APPENDIX G: Estate Field Block and Planting Profile** for the detail information on the estate area statement.

## 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 | |
|---|---|
| **Valentino Kerish Imau**<br>Role: Lead Auditor<br>Assessed Principle 2, 4 & 6 | • Certified ISO 9001:2015 Lead Auditor (IRCA)<br>• Certified MSPO MS2530:2013 Lead Auditor<br>• Certified MSPO SCCS<br>• Bachelor of Social Science with Honours in Geography (UKM)<br>• Involved in sustainability certifications (MSPO & ISCC) implementation in SOPB, Sarawak. |
| **Aqilah Nabihah Anuar**<br>Role: Training Auditor<br>Assessed Principle 1, 3 & 5 | • Experience working as internal auditor for MSPO MS2530: Part 3 & Part 4, RSPO P&C 2019 and ISCC in oil palm estate<br>• Involved in sustainability certification (RSPO, MSPO & ISCC) for environment related issues (Conservation area & Waste management)<br>• Msc. Degree in Forestry from Universiti Malaysia Sarawak (UNIMAS)<br>• Bachelor of Plant Resource Science and Management (UNIMAS) |

| AUDIT METHODOLOGY | |
|---|---|
| Audit Objectives | • To confirm the client's management system conformation with all the audit standard requirement<br>• To confirm that the organization has effectively implemented the planned management system<br>• To confirm that the management system is capable of achieving the organization's policy objectives.<br>• 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 | Individual (Oil Palm Estate) |
| Audit Methodology | The methodology for collecting objective evidences is by documentations review, physical site inspection, observation of tasks and processes as well as interviews.<br>Physical site visit is done to the field, workers quarters, workshop, chemical store, waste collection areas and other surrounding facilities such as clinic, surau and sundry shop. Interviews are done with the management unit's management, employees, contractors and other relevant stakeholders were also conducted during the audit.<br>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 certification |
| Audit Date | 04 November 2022 |
| Participants | Refer to **Appendix C: 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) | - |
| Opportunity 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-2**<br>**3 Minors** |
| The audit team has reviewed the result from the previous audit (ASA-2) 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.~~ |

### 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 **Southern Realty (Malaya) Sdn Bhd – Waterfall Estate.**

## AUDIT PPROGRAM

| Item | Description | Man-days | Tentative Date |
|---|---|---|---|
| Initial Certification Audit | Site Audit - Stage 1 | 2 | August 2019 |
| | Site Audit - Stage 2 | 2 | October 2019 |
| Annual Surveillance Audit – Year 1 | Remote Audit | 3 | 10 December 2020 |
| Annual Surveillance Audit – Year 2 | Site Audit | 3 | 10 January 2022 |
| **Annual Surveillance Audit – Year 3** | **Site Audit** | **3** | **4 November 2022** |
| Annual Surveillance Audit – Year 4 | Site Audit | - | December 2023 |

Refer to **APPENDIX D: Details of Audit Plan** for the Annual Surveillance Audit - Year 3 (ASA-3)

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: 4 November 2022

On behalf of:
**Southern Realty (Malaya) Sdn Bhd – Waterfall Estate**

Name: Mr. Koielepullai A/L Jabamany
Position: Estate Manager
Date: 4 November 2022