



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

Ban Seng Huat Sdn Bhd & Tan Sai Gin Garden Estate Sdn Bhd Organization
Ban Seng Huat Sdn Bhd & Tan Sai Gin Garden Estate Sdn Bhd 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
Group (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
14th March 2023 Audit Date

MSPO Certificate

ECCO-MS2530-0014 Certificate No.
20 February 2020 till 19 February 2025 Validity Period

Audit Team

Valentino Kerish Imau Auditor
Aqilah Nabihah Anuar Auditor

Full Report:

ECCO-RP-03_0013 Ban Seng Huat Sdn Bhd & Tan Sai Gin Garden Estate Sdn Bhd-MSPO Annual Surveillance Audit Year 3 (ASA-3) Report

Written by **Valentino Kerish Imau**

EXECUTIVE SUMMARY

ORGANIZATION INFORMATION

Organization	Ban Seng Huat Sdn Bhd & Group
Estate Name	Ban Seng Huat Sdn Bhd Tan Sai Gin Garden Estate Sdn Bhd
Address	Office Address 235 Jalan The Cheek Sah, 14000 Bukit Mertajam, Pulau Pinang, Malaysia. Estate Address Ban Seng Huat Sdn Bhd Lot 140, 141, 1616, Mukim Parit Buntar, Kerian, Perak. Tan Sai Gin Garden Estate Sdn Bhd Lunas Division, Mukim Lunas, Kulim, Kedah.

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. Ignatius Loyola Simon Estate Manager E-mail: estatebsh@gmail.com Mobile: +6019 414 4071		
Certification Audit	MSPO Annual Surveillance Audit Year 3 (ASA-3)	Audit Date	14 March 2023
Audit Team	Lead Auditor : Mr. Valentino Kerish Imau Auditor : Ms. Aqilah Nabihah Anuar		
Audit Scope	Sustainable production of oil palm fresh fruit bunches (FFB)		
Certification Type	Group (Oil Palm Estates)		
Certified Area	274.16 Ha		
MSPO Certificate	Certificate No : ECCO-MS2530-0014 Validity : 20 February 2020 till 19 February 2025		
Other Current Certification	This group does not hold or currently being certified under any other sustainability or ISO certification scheme		
Usage of MSPO Logo	This estate did not use any MSPO Logo in their product and operations.		

DETAILS OF CERTIFIED UNIT

Group Introduction

The group consists of 2 estates namely Ban Seng Huat Sdn Bhd and Tan Sai Gin Garden Estate Sdn Bhd. Both are independent estates owned and managed by the same company. The company's address as per registered in MPOB License is in Bukit Mertajam, Pulau Pinang. Ban Seng Huat Sdn Bhd is located within Mukim Parit Buntar in Kerian, Perak and Tan Sai Gin Garden Estate Sdn Bhd is located within Mukim Lunas in Kulim, Kedah.

Location of certified unit		
Unit	Location Address	GPS Coordinate
Ban Seng Huat Sdn Bhd	Mukim Parit Buntar in Kerian, Perak	5.11678 N, 100.50560 E
Tan Sai Gin Garden Estate Sdn Bhd	Mukim Lunas in Kulim, Kedah.	5.46527 N, 100.53117 E

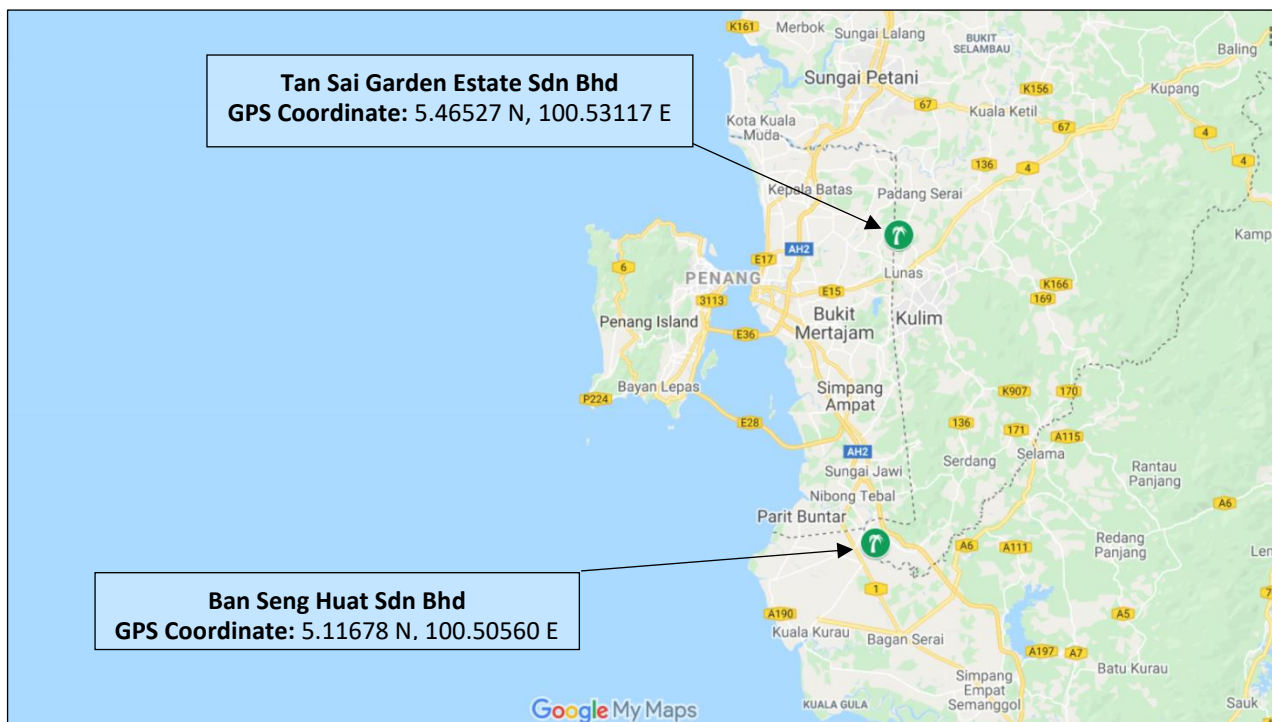


Figure 1: Location of both estates in Google Map based on their GPS coordinates.

MPOB License Information

Certified Unit	MPOB License	Scope of Activity	Expiry Date
Ban Seng Huat Sdn Bhd	501534-302000	Menjual & mengalih FFB	31/03/2023
Tan Sai Gin Garden Estate Sdn Bhd	503277-902000	Menjual & mengalih FFB	31/12/2023

Annual FFB Production (Metric Tonne, MT)

Certified Unit	Actual 2021	Actual 2022	Projected 2023
Ban Seng Huat Sdn Bhd	1,214.53 MT	1408.27 MT	1775.00 MT
Tan Sai Gin Garden Estate Sdn Bhd	1,316.80 MT	1,477.58 MT	1,756.00 MT

Area Statement (Hectare, Ha)

Certified Unit	Land Title	Planted	Conservation	HBV	Others
Ban Seng Huat Sdn Bhd	147.74 Ha	142.54 Ha	0	0	5.20 Ha
Tan Sai Gin Garden Estate Sdn Bhd	126.42 Ha	115.95 Ha	0	0	10.47 Ha
Total	274.16 Ha	258.49 Ha	0	0	15.67 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 Role: Lead Auditor Assessed Principle 1, 3 & 5	• Certified ISO 9001:2015 Lead Auditor (IRCA) • Certified MSPO MS2530:2013 Lead Auditor • Certified MSPO SCCS Auditor • Bachelor of Social Science with Honours in Geography (UKM) • Involved in sustainability certifications (MSPO & ISCC) implementation in SOPB, Sarawak.
Aqilah Nabihah Anuar Role: Auditor Assessed Principle 2, 4 & 6	• Experience working as internal auditor for MSPO MS2530: Part 3 & Part 4, RSPO P&C 2019 and ISCC in oil palm estate • Involved in sustainability certification (RSPO, MSPO & ISCC) for environment related issues (Conservation area & Waste management) • MSc. Degree in Forestry from Universiti Malaysia Sarawak (UNIMAS) • 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 • 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 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	The methodology for collecting objective evidences is by documentations review, physical site inspection, observation of tasks and processes as well as interviews. 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. 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: $S = r \sqrt{np}$; 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 Both estates were sampled in the Annual Surveillance Audit - Year 3 (ASA-3)
Audit Date	14 March 2023
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
Opportunity for Improvement (OFI)	3

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
1 Major, 7 Minor NC

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. |

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 **Ban Seng Huat Sdn Bhd & Group**.

AUDIT PROGRAM

Item	Description	Man-days	Tentative Date
Initial Certification Audit	Site Audit - Stage 1	2	16 October 2019
	Site Audit – Stage 2	3	27 November 2019
Annual Surveillance Audit – Year 1	Remote Audit	3	26 February 2021
Annual Surveillance Audit – Year 2	Site Audit	3	18 April 2022
Annual Surveillance Audit – Year 3	Site Audit	3	14 March 2023
Annual Surveillance Audit – Year 4	Site Audit	3	February 2024

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: Director
Date: 14th March 2023

On behalf of:
Ban Seng Huat Sdn Bhd & Group

Name: Mr. Ignatius Loyola Simon
Position: Estate Manager
Date: 14th March 2023