

MSPO CERTIFICATION

EXECUTIVE / PUBLIC SUMMARY REPORT

Asia Oil Palm Sdn. Bhd. (Asia Production Unit)

BR No	BR No 50450318 (Hwa Li Estate 3), 50450133 (Asia Oil Palm Estate 2)			
Site Address	1.Hwa Li Estate 3 CL095324502, Mukim Tenegang; CL095317383, Mukim Sungai Koyah- Kinabatangan, Sabah 2.Asia Oil Palm Estate 2 CL095317383, Mukim Kinabatangan, Kinabatangan, Sabah.			
Audit Date	Start Date	24 October, 2023	End Date	27 October, 2023
Audit Method	Onsite Audit			
Scope of Certification	Group Certification			
Audit Type	Surveillance Audit 3			

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SECTION 1.0 PUBLIC SUMMARY REPORT

1. Details of Certification Assessment

Audit Date	23/10/2023 To 27/10/2023
Scope of Certification	Group Certification
Audit Type / Type of Audit	Surveillance Audit 3
Method of Audit	Onsite Audit
MSPO Standards	Malaysian Sustainable Palm Oil (MSPO) in accordance to the MS 2530-3:2013 (Part 3): General principles for oil palm plantations and organized smallholders.

2.0 Details of Estate(s):

2.1 Information

Management Contact Person	Wong Chun Wei
Contact Number	0166687454
E-mail Address	wongcw@jcc.com.my
1. MPOB License	
a. License Number	502330302000
b. Company Registered	Asia Oil Palm Sdn Bhd
c. Site Address	Sungai Tenegang, CL095317383, Tenegang/Koyah, Kinabatangan, Sabah, Malaysia
d. Scope of Activity	Menjual & mengalih
e. Expiry Date	30/6/2024
f. BR Number	50450133
2. a. MPOB License Number	502932802000

b. Company Registered c. Site Address d. Scope of Activity e. Expiry Date f. BR Number	Melewar Properties Sdn Bhd CL09531120, Tenegang Koyah, Kinabatangan, Sabah Menjual & mengalih 30/9/2023 50450317
3. MPOB License a. License Number b. Company Registered c. Site Address d. Scope of Activity e. Expiry Date f. BR Number	503266302000 Sharikat Keratong Sdn Bhd Sungai Tenegang, CL 095324502 and CL 095317383, Tenegang / Koyah, Kinabatangan, Sabah, Malaysia. Menjual & mengalih 30/6/2024 50450318
For estate has more than one (1) site please refer to <u>7.1 Appendix 1: Group Certification Member, MPOB License, Main business/processes at location</u>	
Year operations start	Hwa Li Estate 3 – 1996 Asia Oil Palm Estate 2 - 1990 Melewar Estate Division 2 -1995
Soil Type	Hwa Li Estate 3 - Kinabatangan, Sapi, Lungmanis, Rumidi, Kretam First Year Production Harvest Asia Oil Palm Estate 2- Lungmanis, Kretam, Bidu-Bidu, Rumidi, Sapi Melewar Estate Division 2 - Lungmanis, Kretam, Bidu-Bidu, Rumidi, Sapi
First Year Production Harvest	Hwa Li Estate 3 – 1999 Asia Oil Palm Estate 2 - 1993 Melewar Estate Division 2 -1997
Total Certified Area in Hectare (Total Land Title – inclusive of unplanted, planted, building, roads etc)	9436.11 ha

Total Planted Area in Hectare (Total Planted Area – only planted with oil palm)	8444.37 ha
Estate Estimated Annual FFB Production (tonnage)	Hwa Li Estate 3 – 76098 mt Asia Oil Palm 2 – 44857mt Melewar Estate Division 2 – 27885mt
MSPO Certification Validity	<input checked="" type="checkbox"/> Yes: MS2530-3:2013 <input type="checkbox"/> No Date of Certification: 10/1/2021 Valid Until: 9/1/2026
Other sustainability certifications	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Name of Certification- RSPO Date of Certification: 2/4/2023 Valid Until: 30/1/2028
Other sustainability certifications	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Name of Certification- ISCC EU Date of Certification: 21/12/2022 Valid Until: 20/12/2023

2.2 Location Map

Map showing geographical location, with close-up of the certified entity (estates) with geographical coordinate



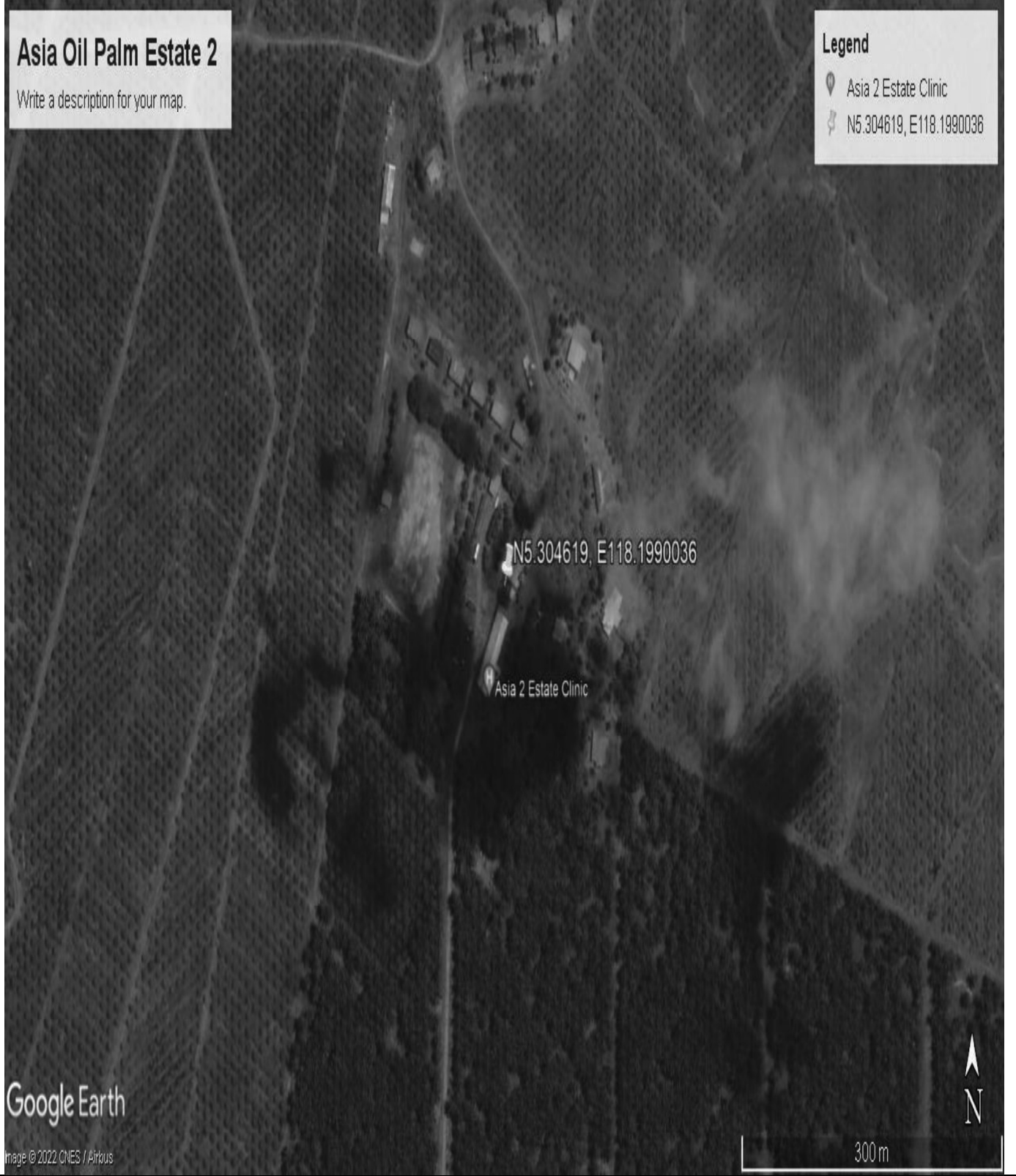
Estate: Asia Oil Palm Estate 2
GPS Coordinate (DMS): N 5°18'16.63", E 118°11'56.53

Asia Oil Palm Estate 2

Write a description for your map.

Legend

- 📍 Asia 2 Estate Clinic
- 📍 N5.304619, E118.1990036



Google Earth

Image © 2022 CNES / Airbus

300 m



Estate: Hwa Li Estate
GPS Coordinate (DMS): N 5° 20' 41.5932", E 118° 18' 19.3284



Note : If more than one map, to create own box as above. (to delete this note)

3.0 Assessment Process

Total Man-day	8:00
Lead Auditor <i>Note : Tap (+) button to add section/row if required. (to delete this note)</i>	Name: Milton James Adam Qualification: Tertiary Working Experience: Minimum 10 years
Co Auditor <i>Note : Tap (+) button to add section/row if required. (to delete this note)</i>	Name: Sarjit Singh Qualification: Tertiary Working Experience: Minimum 10 years
Proposed Date of Next Audit	3/10/2024
Type of Next Assessment	Surveillance Audit 4
Information on certified entities to be audited in the five (5) years cycle	Asia Oil Palm Sdn Bhd is under the holding company of JC Chang Pte Ltd. Grouped as Asia Production Unit, the company comprises of 1 Palm Oil Mill and 3 oil palm estates which are all certified by MSPO, RSPO and ISCC. Total certified area is 9436.11 ha and planted area is 8444.37 ha. They are all located in Kinabatangan and Sandakan, Sabah.

Note: Auditors listed are meeting with competency criteria according to clause 3 (Table 1) of Competency Requirement for Certification Body of Operating Oil Palm Management Certification Under the Malaysian Sustainable Palm Oil (MSPO) Certification Scheme (ACB – OPMC 1, Issue 1, 01 August 2017) and clause 7 of ISO/IEC 17021 Requirements for The Accreditation of Certification Bodies.

4.0 Audit Agenda

BR Number	50450981
Company Name & Address	Asia Oil Palm Sdn. Bhd. (Asia Production Unit)
Site (s)	1.Asia Oil Palm Sdn Bhd 2.Hwa Li Estate 3
Standard	MS2530-3:2013 (Part 3): General Principles for Oil Palm Plantations and Organized Smallholders.
Type of Audit	Surveillance Audit 3
Audit Method	Onsite Audit
Summary of Job Audit Time (JAT)	HQ Manday- 0 Estate(s) Manday- 8 Total allocation of manday(s)- 8
Audit Team & Members	Lead Auditor- Milton James Adam (MIL) Co-Auditor 1- Sarjit Singh (SAR)
Audit Scope	Oil Palm Plantations – Group Certification Production of Sustainable Fresh Fruit Bunches from 9436.11 ha total certified area 8444.37 ha total oil palm planted
Audit Language	English & Bahasa Melayu
Audit Date	Start- 24/10/2023 End- 27/10/2023
Number(s) of Action Plan from the previous audit	NIL

Surveillance audit

1. Changes to the certified client and its management system
2. Verification continuous management system implementation
3. Review of effectiveness of measures arising from the previous audit (if applicable)
4. Confirmation of fulfillment of certification requirements
5. Inquiries on aspects of certification (Complaints)
6. Review of any client's statements with respect to its certified operations (e.g. promotional material, website, use of DQS logos and marks, use of the certificate)
7. Customer specific requirements

8. Others:

Re-certification audit

1. Evaluation of the performance of the management system over the period of certification
2. Review of previous surveillance audit reports
3. Review effectiveness of measures arising from the previous audit (if applicable)
4. Evaluation of effectiveness of the management system in its entirety in the light of internal and external changes
5. Evaluation of demonstrated commitment to maintain the effectiveness and improvement of the management system
6. Evaluation of achievement of the organization's policy and objective
7. Review of any client's statements with respect to its certified operations (e.g. promotional material, website, use of DQS logos and marks, use of the certificate)
8. Customer specific requirements
9. Others:

Time	Subject; process	Reference	Unit; department	Participants	Auditor(s)
Date: Day 1 – 24/10/2023 – Hwa Li Estate 3					
08:00	Opening Meeting	MS 2530:3	Estate	Top management / Management Representative	MIL/SAR
08:30	Field and facilities visit & Stakeholder Consultation	MS 2530:3	Estate	Management Representative	MIL/SAR
12:00	Break/ Lunch				
13:00	Criterion 4.4.1: Social Impact Assessment (SIA) Criterion 4.4.2: Complaints and grievances Criterion 4.4.3: Commitment to contribute to local sustainable development Criterion 4.4.4: Employees safety and health Criterion 4.4.5: Employment conditions Criterion 4.4.6: Training and	MS 2530:3 Principle 4	Estate	Management Representative	MIL

	competency				
13:00	<p>Criterion 4.5.1: Environmental Management Plan</p> <p>Criterion 4.5.2: Efficiency of energy use and use of renewable energy</p> <p>Criterion 4.5.3: Waste management and disposal</p> <p>Criterion 4.5.4: Reduction of pollution and emission</p> <p>Criterion 4.5.5: Natural water resources</p> <p>Criterion 4.5.6: Status of rare, threatened, or endangered species and high biodiversity value area</p> <p>Criterion 4.5.7: Zero burning Practices</p>	MS 2530:3 Principle 5	Estate	Management Representative	SAR
17:00	End of Audit Estate 1				

Time	Subject; process	Reference	Unit; department	Participants	Auditor(s)
<u>Date: Day 2 – 25/10/2023 – Hwa Li Estate 3</u>					

08:00	<p>Continue – P4</p> <p>Criterion 4.4.1: Social Impact Assessment (SIA)</p> <p>Criterion 4.4.2: Complaints and grievances</p> <p>Criterion 4.4.3: Commitment to contribute to local sustainable development</p> <p>Criterion 4.4.4: Employees safety and health</p> <p>Criterion 4.4.5: Employment conditions</p> <p>Criterion 4.4.6: Training and competency</p>	MS 2530:3 Principle 4	Estate	Management Representative	MIL
08:00	<p>Coninue – P5</p> <p>Criterion 4.5.1: Environmental Management Plan</p> <p>Criterion 4.5.2: Efficiency of energy use and use of renewable energy</p> <p>Criterion 4.5.3: Waste management and disposal</p> <p>Criterion 4.5.4: Reduction of pollution and emission</p> <p>Criterion 4.5.5: Natural water resources</p> <p>Criterion 4.5.6: Status of rare, threatened, or endangered species and high biodiversity value area</p> <p>Criterion 4.5.7: Zero burning Practices</p>	MS 2530:3 Principle 5	Estate	Management Representative	SAR
10:00	<p>Criterion 4.1.1: MSPO Policy</p> <p>Criterion 4.1.2: Internal audit</p> <p>Criterion 4.1.3: Management Review</p> <p>Criterion 4.1.4: Continual Improvement</p>	MS 2530:3 Principle 1	Estate	Management Representative	MIL
10:00	<p>Criterion 4.2.1: Transparency of information and documents relevant to MSPO requirements</p> <p>Criterion 4.2.2: Transparent method of communication and consultation</p> <p>Criterion 4.2.3: Traceability</p>	MS 2530:3 Principle 2	Estate	Management Representative	SAR

11:30	Criterion 4.3.1: Regulatory requirements Criterion 4.3.2: Land use rights Criterion 4.3.3: Customary rights	MS 2530:3 Principle 3	Estate	Management Representative	MIL
11:30	Criterion 4.6.1: Site Management Criterion 4.6.2: Economic and financial viability plan Criterion 4.6.3: Transparent and fair price dealing Criterion 4.6.4: Contractor	MS 2530:3 Principle 6	Estate	Management Representative	SAR
12:00	Break/ Lunch				
13:00	Contd – P3 Criterion 4.3.1: Regulatory requirements Criterion 4.3.2: Land use rights Criterion 4.3.3: Customary rights	MS 2530:3 Principle 3	Estate	Management Representative	MIL
13:00	Contd – P6 Criterion 4.6.1: Site Management Criterion 4.6.2: Economic and financial viability plan Criterion 4.6.3: Transparent and fair price dealing Criterion 4.6.4: Contractor	MS 2530:3 Principle 6	Estate	Management Representative	SAR
15:30	Preparation for closing				MIL/SAR
16:00	Closing Meeting		Estate	Management Representative	
17:00	End of Onsite Audit Estate 1				

Time	Subject; process	Reference	Unit; department	Participants	Auditor(s)
Date: Day 3 – 26/10/2023 – Asia Oil Palm Estate 2					
08:00	Opening Meeting	MS 2530:3	Estate	Top management / Management Representative	MIL/SAR
08:30	Field and facilities visit & Stakeholder Consultation	MS 2530:3	Estate	Management Representative	MIL/SAR
12:00	Break/ Lunch				
13:00	Criterion 4.4.1: Social Impact Assessment (SIA) Criterion 4.4.2: Complaints and grievances Criterion 4.4.3: Commitment to contribute to local sustainable development Criterion 4.4.4: Employees safety and health Criterion 4.4.5: Employment conditions Criterion 4.4.6: Training and competency	MS 2530:3 Principle 4	Estate	Management Representative	MIL
13:00	Criterion 4.5.1: Environmental Management Plan Criterion 4.5.2: Efficiency of energy use and use of renewable energy Criterion 4.5.3: Waste management and disposal Criterion 4.5.4: Reduction of pollution and emission Criterion 4.5.5: Natural water resources Criterion 4.5.6: Status of rare, threatened, or endangered species and high biodiversity value area Criterion 4.5.7: Zero burning	MS 2530:3 Principle 5	Estate	Management Representative	SAR

	Practices				
17:00	End of Audit				

Time	Subject; process	Reference	Unit; department	Participants	Auditor(s)
<u>Date: Day 4 – 27/10/2023 –Asia Oil Palm Estate 2</u>					
08:00	Continue – P4 Criterion 4.4.1: Social Impact Assessment (SIA) Criterion 4.4.2: Complaints and grievances Criterion 4.4.3: Commitment to contribute to local sustainable development Criterion 4.4.4: Employees safety and health Criterion 4.4.5: Employment conditions Criterion 4.4.6: Training and competency	MS 2530:3 Principle 4	Estate	Management Representative	MIL
08:00	Coninue – P5 Criterion 4.5.1: Environmental Management Plan Criterion 4.5.2: Efficiency of energy use and use of renewable energy Criterion 4.5.3: Waste management and disposal Criterion 4.5.4: Reduction of pollution and emission Criterion 4.5.5: Natural water resources Criterion 4.5.6: Status of rare, threatened, or endangered species and high biodiversity value area Criterion 4.5.7: Zero burning Practices	MS 2530:3 Principle 5	Estate	Management Representative	SAR
10:00	Criterion 4.1.1: MSPO Policy Criterion 4.1.2: Internal audit Criterion 4.1.3: Management Review Criterion 4.1.4: Continual Improvement	MS 2530:3 Principle 1	Estate	Management Representative	MIL

10:00	Criterion 4.2.1: Transparency of information and documents relevant to MSPO requirements	MS 2530:3 Principle 2	Estate	Management Representative	SAR
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	Criterion 4.2.2: Transparent method of communication and consultation Criterion 4.2.3: Traceability				
11:30	Criterion 4.3.1: Regulatory requirements Criterion 4.3.2: Land use rights Criterion 4.3.3: Customary rights	MS 2530:3 Principle 3	Estate	Management Representative	MIL
11:30	Criterion 4.6.1: Site Management Criterion 4.6.2: Economic and financial viability plan Criterion 4.6.3: Transparent and fair price dealing Criterion 4.6.4: Contractor	MS 2530:3 Principle 6	Estate	Management Representative	SAR
12:00	Break/ Lunch				
13:00	Contd – P3 Criterion 4.3.1: Regulatory requirements Criterion 4.3.2: Land use rights Criterion 4.3.3: Customary rights	MS 2530:3 Principle 3	Estate	Management Representative	MIL
13:00	Contd – P6 Criterion 4.6.1: Site Management Criterion 4.6.2: Economic and financial viability plan Criterion 4.6.3: Transparent and fair price dealing Criterion 4.6.4: Contractor	MS 2530:3 Principle 6	Estate	Management Representative	SAR
15:30	Preparation for closing				MIL/SAR
16:00	Closing Meeting		Estate	Management Representative	
17:00	End of Audit Estate 2				

Date of Audit Agenda Sent to the Client: **11/10/2023**

Status

- The Audit Agenda is maintained.
- The Audit Agenda is altered as follows:
- The Audit Objectives has been met.
- The Audit Objectives could not be met.

5.0 Summary of Audit Results

5.1 Audit Summary and Recommendation for Certification

This report details the audit results including strengths, opportunities, and weaknesses. These results were presented to your management at the closing meeting of the audit. You can use these results to improve the effectiveness of your management system. We look forward to continuing our partnership towards sustainable business success.

In reference to MS 2530-3:2013, the audit team recommends to DQS:

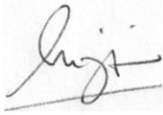
- Issuance of the certificate
- Issuance of the certificate as soon as implementation of corrective actions has been demonstrated
- Maintenance of the certificate
- Maintenance of the certificate as soon as implementation of corrective actions has been demonstrated
- Not applicable, due to extraordinary type of report

Please remember to notify DQS about any significant change to your management system at your earliest convenience. Together we will then coordinate appropriate measures to maintain your current certification.

6.0 Audit Findings

Type of Findings	Total Number of Findings	Responses from Entities
NC Major	Nil	<input type="checkbox"/> Not Applicable <input checked="" type="checkbox"/> Acknowledge
NC Minor	Nil	<input type="checkbox"/> Not Applicable <input checked="" type="checkbox"/> Acknowledge
OFI	Nil	<input type="checkbox"/> Not Applicable <input checked="" type="checkbox"/> Acknowledge
Issue raised during Stakeholder Consultation?	Yes	<input type="checkbox"/> Not Applicable <input checked="" type="checkbox"/> Acknowledge

Official Sign-off of the assessment findings:



Lead Auditor Signature

Name: Milton James Adam

Date: **30/10/2023**