

Malaysian Sustainable Palm Oil (MSPO)

PUBLIC SUMMARY REPORT

SARAWAK OIL PALMS BERHAD Group Certification - Balingian Unit

BR No	50450700		
Company Address (HQ)	No. 124-126, Jalan Bendahara, P.O. Box 547, 98007 Miri, Sarawak		
Satellite Office Address	Sg. Meris Estate SOP Plantations (Balingian) Sdn. Bhd., KM 7, Jalan Balingian, 96350 Balingian, Sarawak.		
Audit Date	Start	25 November, 2024	End 28 November, 2024
Standard	MS 2530-3-2: 2022 - Oil Palm Plantations (more than 500 hectares)		
Type of Certification	Group Certification		
Type of Assessment	Surveillance Audit 4		

Report prepared by: Sarjit Singh

Peer Reviewer by: Remi Rasidi

Certification decision by: Mohd Hidhir Hamdan

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SECTION 1.0 PUBLIC SUMMARY REPORT

1.0 Details of Certification Assessment

1.1. Assessment information

Audit Date	25/11/2024 To 28/11/2024
Type of Certification	Group Certification
Scope of Certification	Production of Sustainable Fresh Fruit Bunches from: 7687.60 ha total oil palm planted area 7826.86 ha total certified area
Audit Type / Type of Audit	Surveillance Audit 4
Method of Audit	Onsite Audit
MSPO Standards	MS 2530-3-2: 2022 - Oil Palm Plantations (more than 500 hectares)

2.0 Details of Estate(s)

2.1 Site Information

a. Management Representative	
Mr Galau Melayong (Head of Sustainability & Group Manager)	
b. Contact Information	
Telephone	+6085-436969
Email	galau.melayong@sopb.com.my
Website	https://www.sop.com.my

b. Details of MPOB License						
Estate Name	License No	Scope of Activity			Expiry Date	
Kuala Tatau 1 Estate	508418302000	Menjual dan mengalih FFB			28/2/2025	
Kuala Tatau 2 Estate	508418302000	Menjual dan mengalih FFB			28/2/2025	
c. Geographical Location of Individual/All Certified Members						
Estate Name	Site Address				GPS Coordinate	
Kuala Tatau 1 Estate	SOP Plantations (Kemena) Sdn. Bhd., Lot 1, Blok 10, Buan Land District, 97000 Tatau, Sarawak.				N 3.018500; E 112.847000	
Kuala Tatau 2 Estate	SOP Plantations (Kemena) Sdn. Bhd., Lot 1, Blok 10, Buan Land District, 97000 Tatau, Sarawak.				N 3.053417 E 112.847500	
d. Hectarage Information (Ha)						
Estate Name	Mature	Immature	Planted (Mature + Immature)	HCV	Others (road, drain, etc)	Title
Kuala Tatau 1 Estate	1907.05	0	1907.05	0	32.32	1939.37
Kuala Tatau 2 Estate	1922.72	0	1922.72	0	4.31	1927.03
Total	3829.77	0	3829.77	0	36.63	3866.40
e. Annual FFB Production (MT)						
Estate Name	Previous Year FFB (mt) Period: Jan - Dec 2023			Projection FFB (mt) Period: Jan - Dec 2024		
Kuala Tatau 1 Estate	32,836.41			36,574		
Kuala Tatau 2 Estate	32,933.42			41,873		
Total	65,769.83			78,447		

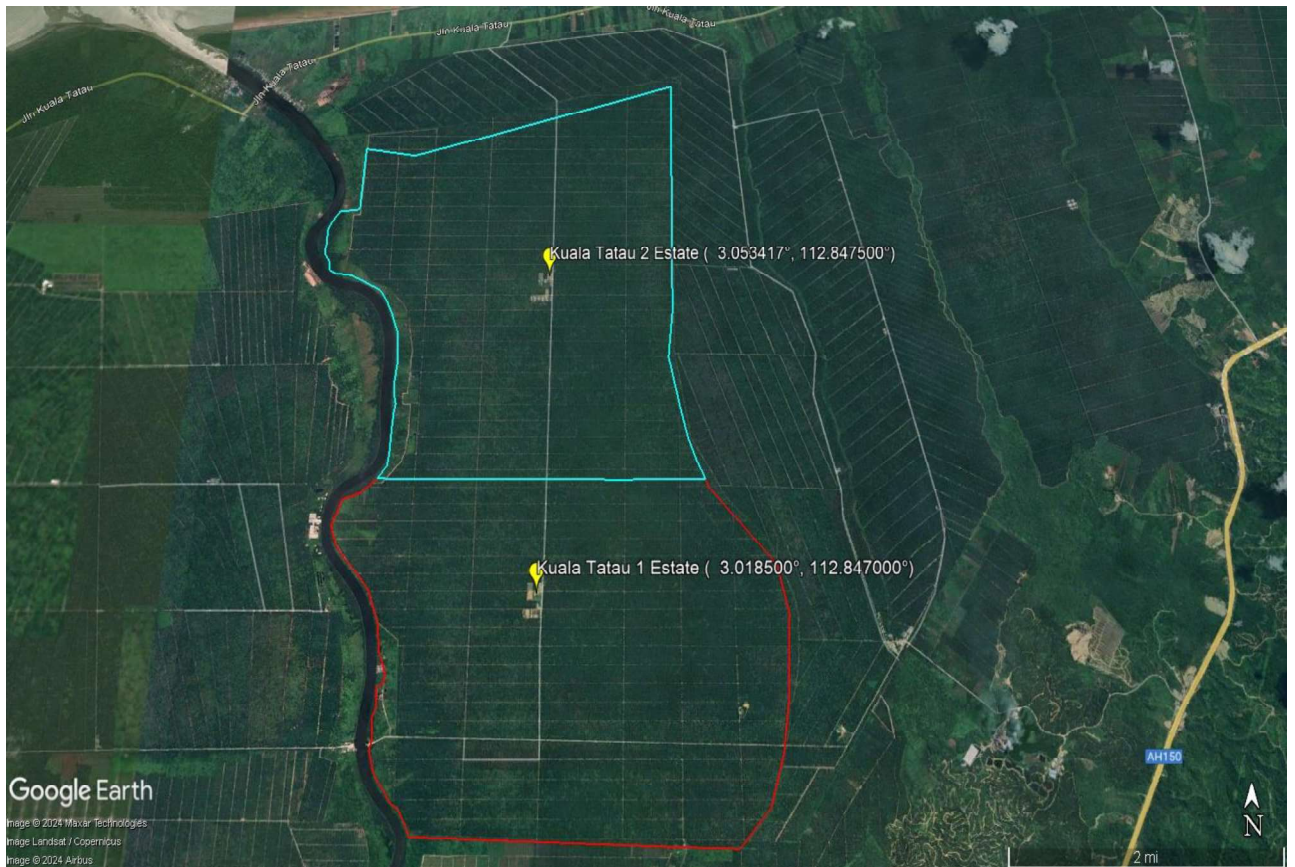
2.2 Certification Information

MSPO Certificate	Certificate No: 50450700 MSPO3 Date of Certification: 15/01/2021 Date of Expiry: 14/01/2026
Other sustainability certification	NIL

2.1 Location Map

Map showing geographical location, with close-up of the certified entity (estates) with geographical coordinate map of appropriate scale, showing the location and external boundary of the certified area.

Estate: Kuala Tatau 1 Estate & Kuala Tatau 2 Estate
GPS Coordinate: As stated below



Estate: Kuala Tatau 1 Estate

GPS Coordinate: N 3.018500; E 112.847000

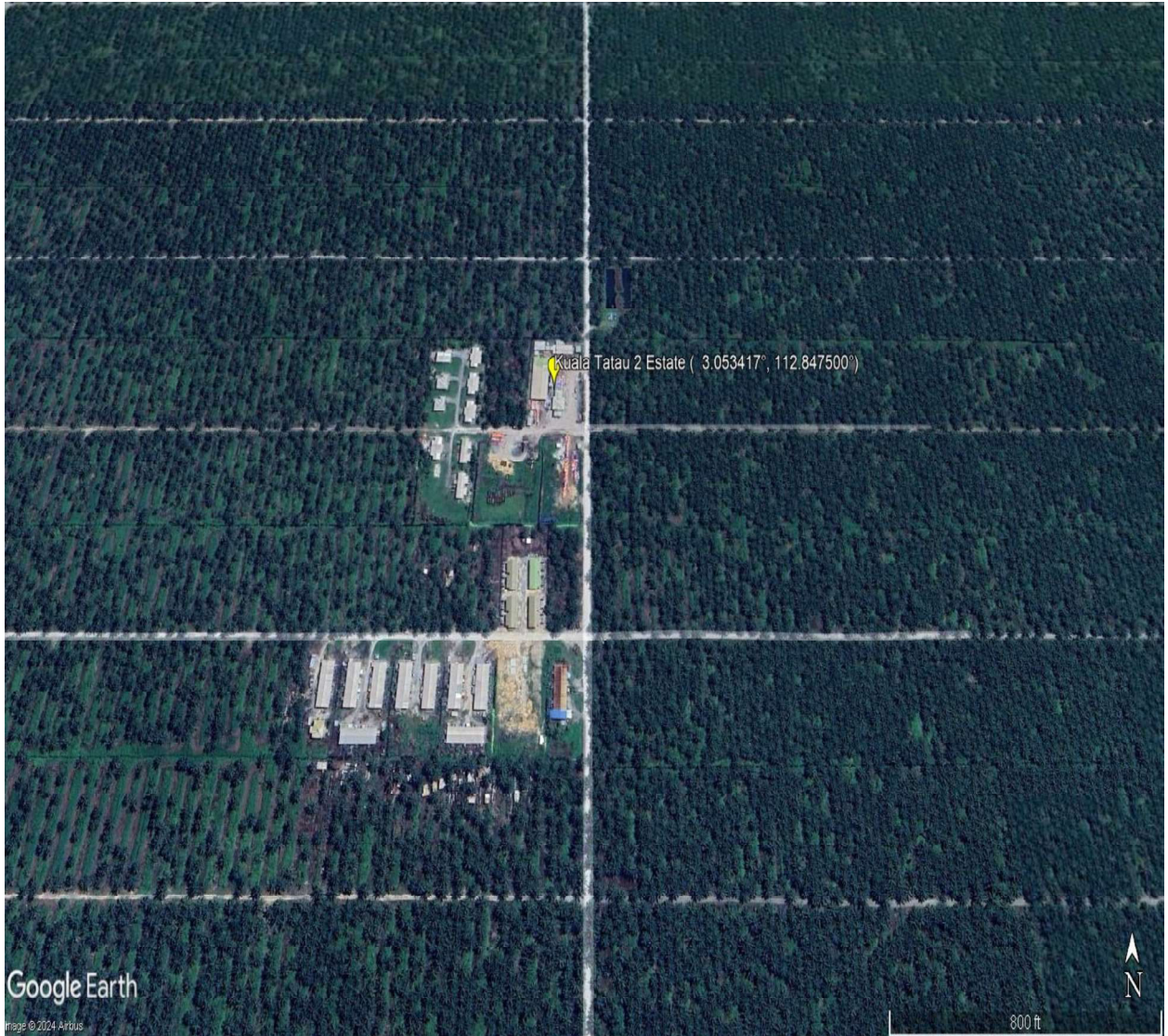


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All aspects of the audit are considered confidential

Estate: Kuala Tatau 2 Estate
GPS Coordinate : N 3.053417 E 112.847500



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3.0 Assessment Process

3.1.1 Audit Team Members

The qualification and competency criteria for the audit team members for this assessment as described

3.1 Certification Body ^{below.}

Name & Audit Role	Criteria	Description
Sarjit Singh (SAR) Lead Auditor	Education <input checked="" type="checkbox"/> Tertiary <input checked="" type="checkbox"/> Secondary	1988 - Associate Diploma - Incorporated Society of Planters (AISP) 1969 - Higher School Certificate (HSC) 1967 - Senior Cambridge/Malaysia Certificate of Education (SC/MCE)
	Work Experience	52 years in the plantation Industry (Palm OIL Mill/Estate Mill Admin/Estate Accounts/Estate Managerial positions) 1. 1972 - 1975 - Mill Clerk / Office Administration, Supervisor Palm Oil Mill Processing 2. 1975 - 1982 Group Mill Clerk, Storekeeper, Mill Supervisor, Estate 3 rd Clerk, 2 nd Clerk and Chief Clerk 3. 1982 - Sarawak - Chief Clerk / Instructor/Accounts-Admin Officer 4. 1983 - Trainee Assistant/Assistant Estate Manager 5. 1989 - Senior Assistant Estate Manager 6. 1994 - Acting Estate Manager 7. 1995 - Estate Manager 8. 1 st Feb '99 - Senior Estate Manager 9. 31 st Jan - 2005 - Retired from AEB/I&P Group 10. 1 st Nov 2005 - January, 2010 - Plantation Manager in Miri, Sarawak 11. July- December, 2020 - project - CH Williams Talhar Wong & Yeo - Miri. Agronomic Consultancy on plantation- 4,856 hectares - Plantation in Liquidity 12. 4 Feb., 2021 - Sime Darby - Appointment as freelance Planting Adviser - 2021- Sarawak 2010 - present; Eco-Palma Enterprises - Sole proprietorship - Plantation/MSPO Consultancy
	Training	1. 23-27 April, 2018- MSPO MS2530:2013 Lead Auditor Course - DQS Certification 2. 13-18 th August 2018 - Lead Auditor Integrated Management Systems (IMS) ISO 9001, ISO 14001 & ISO 45001 Exemplar Global Certified - SIRIM STS

		<p>3. 13 -18th August 2018 - Integrated Environment, Health & Safety and Quality Lead Auditor Course - THE SYS 3 GROUP PTY LTD</p> <p>4. 13-14 November, 2018 Training Course for Peer Reviewers No: 2-18 on Oil Palm Management Certification - MPOCC</p> <p>5. 10-20 January, 2019 - SIRIM STS - MSPO SCCS Auditor Training</p> <p>6. March 2024 - ISO9001:2015 - Lead Auditor - SINCERA GSE CONSULTING- Certificate of Achievement - Exemplar Global</p> <p>7. MSPO MS 2530:2022 - Lead Auditor Training - Certificate of Achievement - DQS Academy - dated 23 October, 2024</p>
	Auditing Experience	Auditing experience in MSPO/SCCS since 2018 with DQS, NIOSH and PSV Certification Bodies, auditing various organizations in the oil palm industry.

Name & Audit Role	Criteria	Description
Noorainie Awang Anak Auditor	Education <input checked="" type="checkbox"/> Tertiary <input type="checkbox"/> Secondary	Bachelor of Arts, Communication Studies with Combined Studies (Environment), Middlesex Polytechnic, UK (1989)
	Work Experience	<p>1. 2019 - present: Auditor for Malaysian Sustainable Palm Oil (MSPO), Global Sustainable Tourism Council (GSTC), and Peer Reviewer for Malaysian Timber Certification Scheme (MTCS)</p> <p>2. July 2016 - October 2018, with ERE Consulting Group Sdn. Bhd, as Senior Consultant on Environmental Consultation</p> <p>3. August 2014 - May 2016 with Biodiversity Unit, Group Health, Safety and Environment, PETRONAS as Biodiversity Manager.</p> <p>4. October 2012 - May 2014: Global Forestry Trade Network (GFTN) Manager, WWF-Malaysia</p> <p>5. April 1992 - September 2012: TRAFFIC Southeast Asia as Senior Programme Officer in monitoring wildlife trade</p> <p>6. December 1990 - March 1992: WWF-Malaysia as Scientific Officer, working on Sabah Conservation Strategy.</p>
	Training	<p>1. MSPO Lead Auditor Training (MS 2530:2022)</p> <p>2. ISO 9001:2015 Lead Auditor Training (Exemplar Global)</p> <p>3. ISO 14001:2015 & ISO 45001:2018 IMS Lead Auditor Training (Exemplar Global)</p> <p>4. SA8000® Introduction and Basic Auditor Training Course, 2024</p>

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		5. Completed train the trainer course (TTT) training under HRDF.
	Auditing Experience	Has been auditing under MSPO and GSTC standards since 2019.

3.2 Audit Plan

Audit plan / Auditplan	
	Version: 31/10/2024 Ref. No: 50451366 (Kuala Tatau 1 Estate) Ref. No: 50451367 (Kuala Tatau 2 Estate)
Company name	Sarawak Oil Palms Berhad, No. 124-126, Jalan Bendahara, P.O. Box 547, 98007 Miri, Sarawak
Satellite office address (if applicable)	SOP Plantations (Balingian) Sdn. Bhd. Sg. Meris Estate, KM 7, Jalan Balingian, 96350 Balingian. Sarawak.
Site(s)	Kuala Tatau 1 Estate, Kuala Tatau 2 Estate, Lot 1, Block 10, Buan Land District, 97000 Tatau, Sarawak, Malaysia
Standard(s)	MS 2530-3-2:2022: General Principles for Oil Palm Plantations (more than 500 hectares)
Type of audit	Surveillance Audit 4
Type of certification	Group Certification
Audit team	Lead Auditor: Sarjit Singh (SAR) Co Auditor: Noorainie Awang Anak (NAA)
Audit scope	Production of Sustainable Fresh Fruit Bunches from: 7687.60 ha total oil palm planted area 7826.86 ha total certified area
Audit language	English, Malay Language
Audit date	25/11/2024 to 28/11/2024
Audit criteria	
	<ul style="list-style-type: none"> – Requirements of the above-mentioned standard(s) / – Relevant statutory, regulatory and contractual requirements for the management system / – Process documentation of the management system developed by the client /

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– DQS Audit and certification regulations

Audit objective(s)

Surveillance audit 4

- Changes to the certified client and its management system /
- Verification continuous management system implementation /
- Review of effectiveness of measures arising from the previous audit (if applicable) /
- Confirmation of fulfillment of certification requirements /
- Enquiries on aspects of certification (Complaints)
- 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)
- Customer specific requirements /
- Others /:

Time	Subject; process Process names as defined by client	Reference	Unit; department	Participants	Auditor(s)			R*
					SAR	NAA		
0800 - 0830	<u>Day 1 - 25/11/2024</u> Opening Meeting	-	Kuala Tatau 1 Estate Kuala Tatau 2 Estate	Top management/ Management Representativ e(s)	/	/		
0830 - 1000	<u>4.1 Management Commitment & Responsibility</u> 4.1.1 Malaysian Sustainable Palm Oil Policy 4.1.2 New Planting 4.1.3 Existing Site Management 4.1.4 Replanting 4.1.5 Training & Competency 4.1.6 Economic & Financial Viability Plan 4.1.7 Commitment to Contribute to Local Sustainable Development 4.1.8 Complaints & Grievances Handling 4.1.9 Internal Audit 4.1.10 Management Review	MS2530-3- 2:2022 Principle 1	Kuala Tatau 1 Estate	Management Representativ e(s)	/			
0830- 1000	<u>4.2 Transparency</u> 4.2.1 Communication & Consultation 4.2.2 Traceability 4.2.3 Transparent & Fair Price Dealing 4.2.4 Ethical Conduct	MS2530-3- 2:2022 Principle 2	Kuala Tatau 1 Estate	Management Representativ e(s)		/		
1000 -1200	Site Visit (Existing Site) Management, Replanting,	MS2530-3- 2:2022	Kuala Tatau 1 Estate	Management	/	/		

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	New Planting, Buffer Zone, Environmental Issues, Safety & Health issues, etc.)	P1, P2, P4, P5		Representative(s)				
1200 - 1300	Stakeholder consultation	MS2530-3-2:2022 Principle 1, 2	Kuala Tatau 1 Estate	Management Representative(s), Stakeholders	/			
1200 - 1300	<u>4.3 Compliance With Legal & Other Requirements</u> 4.3.1 Regulatory Requirements 4.3.2 Rights to Use Land 4.3.3 Native Customary Rights Verification and validation on claims & logo usage	MS2530-3-2:2022 Principle 3	Kuala Tatau 1 Estate	Management Representative(s)	/			
1300-1400	Lunch Break							
1400 - 1600	Stakeholder Consultation	MS2530-3-2:2022 Principle 3,4 & 5	Kuala Tatau 1 Estate	Management Representative(s), Stakeholders	/			
1600 - 1630	Audit Findings Discussions among auditors	MS2530-3-2:2022	Kuala Tatau 1 Estate		/	/		
1630 - 1700	Soft Closing	MS2530-3-2:2022	Kuala Tatau 1 Estate	Management Representative(s)	/	/		
1700	End of Day 1 Audit							

Time	Subject; process Process names as defined by client	Reference	Unit; department	Participants	Auditor(s)			R*
					SAR	NAA		
0800 - 1100	<u>Day 2 (Am) – 26/11/2024 – Continued</u> <u>4.4 Responsibility To Social, Health, Safety & Employment Conditions</u> 4.4.1 Social Impact Assessment (SIA) 4.4.2 Employee's Safety & Health 4.4.3 Employment Conditions 4.4.4 Living Conditions	MS2530-3- 2:2022 Principle 4	Kuala Tatau 1 Estate	Management Representativ e(s)		/		
0800 -1100	<u>4.5 Environment, Natural Resources, Biodiversity & Ecosystem Services</u> 4.5.1 Environmen tal Management 4.5.2 Efficiency of Energy Use & Use of Renewable Energy 4.5.3 Waste Management & Disposal 4.5.4 GHG Emissions 4.5.5 Water Resources 4.5.6 Environmental Conservation & Protection 4.5.7 Zero Burning Practices	MS2530-3- 2:2022 Principle 5	Kuala Tatau 1 Estate	Management Representativ e(s)		/		
1100 -1130	Audit Findings Discussions among	MS2530-3- 2:2022	Kuala Tatau 1 Estate		/	/		

	auditors							
1130-1200	Soft Closing	MS2530-3-2:2022		Management Representative(s)	/	/		
1200 - 1400	Lunch Break/Move to Kuala Tatau 2 Estate							
	Day 2 (pm)_ - 26/11/2024 -Continued	MS2530-3-2:2022	Kuala Tatau 2 Estate	Management Representative(s)				
1400-1600	<u>4.1 Management Commitment & Responsibility</u> 4.1.1 Malaysian Sustainable Palm Oil Policy 4.1.2 New Planting 4.1.3 Existing Site Management 4.1.4 Replanting 4.1.5 Training & Competency 4.1.6 Economic & Financial Viability Plan 4.1.7 Commitment to Contribute to Local Sustainable Development 4.1.8 Complaints & Grievances Handling 4.1.9 Internal Audit 4.1.10 Management Review	MS2530-3-2:2022 Principle 1	Kuala Tatau 2 Estate	Management Representative(s)	/			
1400-1600	<u>4.2 Transparency</u> 4.2.1 Communication & Consultation 4.2.2. Traceability 4.2.3 Transparent & Fair Price Dealing 4.2.4 Ethical Conduct	MS2530-3-2:2022 Principle 2	Kuala Tatau 2 Estate	Management Representative(s)		/		
1600 - 1630	Audit Findings Discussions among auditors	MS2530-3-2:2022	Kuala Tatau 2 Estate		/	/		

1630-1700	Soft Closing	MS2530-3-2:2022	Kuala Tatau 2 Estate	Management Representative(s)	/	/		
1700	End of Day 2 Audit							

Time	Subject; process Process names as defined by client	Reference	Unit; department	Participants	Auditor(s)			R*
					SAR	NAA		
0800-1000	<u>Day 3 – 27/11/2024 – Continued</u> Stakeholder Consultation	MS2530-3-2:2022 Principle 1-5	Kuala Tatau 2 Estate	Management Representative(s), Stakeholders	/			
0800-1000	<u>4.3 Compliance With Legal & Other Requirements</u> 4.3.1 Regulatory Requirements 4.3.2 Rights to Use Land 4.3.3 Native Customary Rights Verification and validation on claims & logo usage	MS2530-3-2:2022 Principle 3	Kuala Tatau 2 Estate	Management Representative(s)		/		
1000 – 1200	Site Visit (Existing Site) Management, Replanting, New Planting, Buffer Zone, Environmental Issues, Safety & Health	MS2530-3-2:2022 P1, P2, P4, P5	Kuala Tatau 2 Estate	Management Representative(s)	/	/		
1200 – 1300	Lunch Break							
1300 – 1600	<u>4.4 Responsibility to Social, Health, Safety & Employment Conditions</u> 4.4.1 Social Impact Assessment (SIA)	MS2530-3-2:2022 Principle 4	Kuala Tatau 2 Estate	Management Representative(s)		/		

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	4.4.2 Employee's Safety & Health 4.4.3 Employment Conditions 4.4.4 Living Conditions							
1300-1600	4.5 Environment, Natural Resources, Biodiversity & Ecosystem Services 4.5.1 Environmental Management 4.5.2 Efficiency of Energy Use & Use of Renewable Energy 4.5.3 Waste Management & Disposal 4.5.4 GHG Emissions 4.5.5 Water Resources 4.5.6 Environmental Conservation & Protection 4.5.7 Zero Burning	MS2530-3-2:2022 Principle 5	Kuala Tatau 2 Estate	Management Representative(s)	/			
1600-1630	Audit Findings Discussions among auditors	MS2530-3-2:2022	Kuala Tatau 2 Estate		/	/		
1630-1700	Soft Closing	MS2530-3-2:2022	Kuala Tatau 2 Estate	Management Representative(s)	/	/		
1700	End of Day 3 Audit							

Time	Subject; process Process names as defined by client	Reference	Unit; departmen t	Participants	Auditor(s)			R*
					SAR	NAA		
0800	<u>Day 4 - 28/11/2024 - Satellite Office</u> Briefing	-	ICS	Top management/ Management Representativ e(s)	/	/		
0830- 1000	ICS Function (Policies, Procedures, Job Description, Job Designation)	MS2530:2022 Certification Scheme Documents	ICS	Management Representativ e(s)	/	/		
1000- 1200	ICS Documentation (System documentation, System Changes, Internal Audit Program, Management Review Program, Evaluation & Corrective Actions)	MS2530:2022 Certification Scheme Documents	ICS	Management Representativ e(s)	/	/		
1200- 1300	ICS Interview (with Management)	MS2530:2022 Certification Scheme Documents	ICS	Management Representativ e(s)	/	/		
1300- 1400	Lunch Break							
1400- 1500	ICS Documentation (Statutory & Regulatory Requirements, List of Legals and Checklist Requirements)	MS2530:2022 Certification Scheme Documents	ICS	Management Representativ e(s)	/	/		
1500- 1600	Document and Reviews of Audit Findings (Contract Agreement, Business Management Plan etc.)	MS2530-3- 2:2022	ICS	Management Representativ e(s)	/	/		
1600 -1630	Audit Findings Discussions among auditors	MS2530-3- 2:2022	ICS	Management Representativ e(s)	/	/		
1700	End of Audit Session							

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3.3 Assessment Programme

3.3.1 Assessment Programme

Estate(s)	STAGE 2 / RA	AA1	AA2	AA3	AA4
	2025	2021	2022	2023	2024
Kuala Tatau 1 Estate	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Kuala Tatau 2 Estate	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

3.3.2 Previous Assessment

Type of assessment	Date of audit
Initial audit Stage 2	13/1/2020 to 17/1/2020
Surveillance Audit 1	13/12/2021 to 14/12/2021
Surveillance Audit 2	5/12/2022 to 7/12/2022
Surveillance Audit 3	13/11/2023 to 16/11/2023
Surveillance Audit 4	25/11/2024 to 28/11/2024
Recertification Audit	24/11/2025 to 27/11/2025

3.3.3 Next assessment

Date of certification	15/1/2021
Date of expiry	14/1/2026
Proposed next certification	17/11/2025
Next certification type	Recertification

3.3.4 Information on management units to be audited in five years cycle.

These plantation entities of Kuala Tatau 1 Estate, Kuala Tatau 2 Estate, Sg. Meris and Sg. Liuk Estates are owned by Sarawak Oil Palms Berhad, located in the district of Balingian, Sarawak, with the satellite office at Sg Meris Estate, which is about 1.5-hour drive from Bintulu and an hour from Mukah town. They have attained their MSPO Certificate in January, 2020 and are now in Surveillance 4 (Year 5) Audit under the Revised Transition Plan in MSPO Standard 253020220.

The estates and mill are also certificated with ISCC- PLUS. The group unit estates supply their FFB to their company mill, Balingian Palm Oil Mill, located adjacent to Sg. Meris Estate.

4.0 Summary of Audit Results

This audit was conducted using a sampling process to assess the effectiveness and efficiency of the management system, based on the audit trail established by the assessor. The conclusion of the audit is as follows:

- 1) 0 Major Non-Conformities
- 2) 0 Minor Non-Conformities
- 3) 0 Opportunities for Improvement (OFI)

All findings have been acknowledged by management, and a detailed summary is provided in this report.

4.1. Overview of non-conformities

The following non-conformities were identified during this audit

Choose an item.

Non-Conformity 1	NCR Ref. No	1-1366-AA4-24	Issuance Date	28/11/2024
MSPO clause	<p>MSPO Clause 4.4.1.1 A social impact assessment shall be conducted with the participation of relevant stakeholders in accordance with guidelines provided by the scheme owner to mitigate negative impacts and promote positive impacts. Food security and child rights shall be incorporated aspects to be assessed, if applicable.</p> <p>MSPO Clause 4.4.1.2 The results of the assessment shall be incorporated into an appropriate management plan(s) and/or operational procedures and reviewed at periodic intervals.</p> <p>MSPO Clause 4.4.1.3 The SIA conducted shall be reviewed prior to replanting activities or at five-year intervals.</p>			
Statement of non-conformity	Reference made to the Revised Transition Plan for the use of MSPO Standard (MS2530:2022 series) SECTION 6: Temporary Exemptions MPOCC has decided to grant temporary exemptions to certificate holders on following elements, where			

	<p>ACBs shall raise Minor Non-Conformity (NC) during the transition audit, if the certificate holders are found to be in non-conformance to the exempted requirements, and verify the conformance during the subsequent audit. The minor NC closure timeline for the exempted clauses may be extended, subject to ACBs evaluation and justification and shall obtain MPOCC's approval.</p> <p>Objective evidence: Non availability of endorsement under SIA from scheme owner (MSPO).</p>
Classification	<input checked="" type="checkbox"/> Minor <input type="checkbox"/> Major
	<p>For Major issuance, repetitive issue on the specific objective evidence was found</p> <input type="checkbox"/> Yes, immediate suspension <input type="checkbox"/> No
Root Cause Analysis, Correction(s) and Corrective action(s) (to be completed by company)	<p><u>Root Cause Analysis</u></p> <p>The guideline documentation is in progress and corrective action is to be implemented when the document is issued by MSPO.</p> <p><u>Correction(s)</u> NA</p> <p><u>Corrective Action(s)</u> The requirement will be implemented when the SIA Guideline document is issued by MSPO.</p>
Evidence of effectiveness (to be completed by auditor)	<p>Subject to mitigation of the temporary exemptions granted during this transition audit, with effective compliance actions to be ascertained during the next recertification audit.</p>
Status	<p>The corrective action plan were reviewed, verified, and accepted. The implementation of the corrective action plan will be verified during the next recertification audit. Minor NC remains open.</p>
Conclusion	<input type="checkbox"/> Open <input type="checkbox"/> Closed, on Click or tap to enter a date. <input type="checkbox"/> Escalate to Major NC <input type="checkbox"/> Suspension, on Click or tap to enter a date. <input type="checkbox"/> Withdrawal, on Click or tap to enter a date.

	<p>Remark: The NC has been annulled in accordance with the MSPO Circular: Resumption of New MSPO Certification Applications and the Provision of Temporary Exemptions, issued in February 2025.</p>
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Non-Conformity 2	NCR Ref. No	2-1366-AA4-24	Issuance Date	28/11/2024
MSPO clause	<p>4.5.4.1 The organisation shall identify GHG emissions and saving sources from: Land use change, after 31 December 2019;</p> <p>Use of fertiliser: Transportation of fertiliser/agricultural input and FFB;</p> <p>Use of energy; and</p> <p>Crop sequestration and conservation area, if available.</p> <p>4.5.4.2 Monitoring of GHG emissions shall use the GHG calculator from the scheme owner and plans for reduction shall be established and implemented.</p> <p>4.5.4.3 The organisation shall report the following to the scheme owner on an annual basis:</p> <ul style="list-style-type: none"> a) Source of emission; b) Amount of emission; c) Energy usage and production volume; and <p>Year-on-year GHG records.</p>			
Statement of non-conformity	<p>Reference made to the Revised Transition Plan for the use of MSPO Standard (MS2530:2022 series) SECTION 6: Temporary Exemptions, MPOCC has decided to grant temporary exemptions to certificate holders on following elements where ACBs shall raise Minor Non-Conformity (NC) during the transition audit, if the certificate holders are found to be in non-conformance to the exempted requirements, and verify the conformance during the subsequent audit.</p> <p>The minor NC closure timeline for the exempted clauses may be extended, subject to ACBs evaluation and justification, and shall obtain MPOCC's approval.</p> <p>Objective evidence: Non availability of endorsement under GHG from scheme owner (MSPO).</p>			
Classification	<p style="text-align: center;"> <input checked="" type="checkbox"/> Minor <input type="checkbox"/> Major </p> <p>For Major issuance, repetitive issue on the specific objective evidence was found</p> <p> <input type="checkbox"/> Yes, immediate suspension <input type="checkbox"/> No </p>			

Root Cause Analysis, Correction(s) and Corrective action(s) (to be completed by company)	<p><u>Root Cause Analysis</u></p> <p>The guideline documentation is in progress and corrective action is to be implemented when the document is issued by MSPO.</p> <p><u>Correction(s)</u> NA</p> <p><u>Corrective Action(s)</u> The requirement will be implemented when the SIA Guideline document is issued by MSPO.</p>
Evidence of effectiveness (to be completed by auditor)	<p>Subject to mitigation of the temporary exemptions granted during this transition audit, with effective compliance actions to be ascertained during the next recertification audit.</p>
Status	<p>The corrective action plan were reviewed, verified, and accepted. The implementation of the corrective action plan will be verified during the next recertification audit. Minor NC remains open.</p>
Conclusion	<p> <input type="checkbox"/> Open <input type="checkbox"/> Closed, on Click or tap to enter a date. <input type="checkbox"/> Escalate to Major NC <input type="checkbox"/> Suspension, on Click or tap to enter a date. <input type="checkbox"/> Withdrawal, on Click or tap to enter a date. </p> <p>Remark: The NC has been annulled in accordance with the MSPO Circular: Resumption of New MSPO Certification Applications and the Provision of Temporary Exemptions, issued in February 2025</p>

4.1.2 Summary and status of audit findings on previous year

The following findings were raised during the previous year's audit.

No non-conformities were identified during the previous year's audit

Category	NCR Ref. No	Previous year's status	Implementation of agreed corrective action
-	-	N/A	<input type="checkbox"/> Effective <input type="checkbox"/> Not effective <input checked="" type="checkbox"/> Not applicable

4.1.3. Review and follow up on previous open audit findings

The followings open non-conformities from the previous year's audit have been verified. There are no open non conformities from the previous year's audit

4.2 Overview of Opportunity for Improvement (OFI)

The following Opportunity for Improvement (OFI) were identified during this audit

No	MSPO Clause	Statement
-	-	-

4.3 Stakeholders Consultation

Stakeholder consultation process was conducted by taking samples from the list of stakeholders established by SARAWAK OIL PALMS BERHAD Group Certification - Balingian Unit to capture the view, opinion, and expectation of interested parties as a result of operation run by the organization.

1	Contacted Stakeholder	Penolong Pemeriksa Kilang dan Jentera, Bintulu
	Response	Pemeriksaan Ulangan Jentera (Air Receiver) - report dated 28/11/2023 on visit refers. Previous officer transferred to Kuching. New PPKJ responded.
2	Stakeholder	Jabatan Tenaga Kerja, Bintulu
	Response	3 Labour Officers' visit on 23/10/2024 refers. All compliances in order as reported.
3	Contacted stakeholders	TR Rumah Buli Ak Jamit - Longhouse headman (Tuai Rumah)
	Response	Complimented on estates-longhouse relations and contributions received.
4	Contacted stakeholders	Canteen Operators (Kuala Tatau 1 Estate & Kuala Tatu 2 Estate)
	Response	Both the tenants expressed their deep appreciation for their long-standing business opportunity on the estates. Management has been transparent and fair in dealings with them. Matters relating to MSPO compliances are continually made aware to them.
Management feedback		The management and subordinate staff are appreciative of the audit results and the stakeholder consultation exercise, and further give their commitment in ensuring the success of MSPO compliances in their day-to-day operations, more so with the impending new standard MS2530-3.2:2022 standard.
Auditor comments		Stakeholder Consultations for internal and external parties were well coordinated and responded, with positive feedbacks, and no undue concerns.

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.

4.4 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 2530:3-2:2022, 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

5.0 Official Acknowledgement of the Assessment Findings

	
Lead Auditor: SARJIT SINGH (SAR)	Management Representative:
Date: 3/12/2024	Date: 