

06/01/2020

Dear Sir/Madam,

STAKEHOLDERS CONSULTATION ON MS2530 ANNUAL SURVEILLANCE FOR SABAH SOFTWOODS BERHAD – KAPILIT PALM OIL MILL AND ESTATES

Sabah Softwoods Berhad is a Malaysia Plantation Company is undergoing annual surveillance audits conducted by TUV NORD Malaysia Sdn Bhd

Contact details	<p>Sabah Softwoods Berhad – Kapilit Palm Oil Mill and Estates</p> <p>Mr. Ram Nathan</p> <p>Senior Manager – Environment & Conservation</p> <p>P.O. Box 60966, 91019 Tawau, Sabah.</p> <p>089-771333</p> <p>c-envir@softwoods.com.my / ram@softwoods.com.my</p>
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Summary information about Applicant
<p>Sabah Softwoods Berhad (SSB) is a subsidiary of Innoprise Corporation Sdn Bhd – ICSB a forestry based company with its head office located at Tawau, Sabah, East Malaysia ventured into palm oil in 1981.</p> <p>Sabah Softwoods Berhad operates 1 palm oil mill namely Kapilit Palm Oil Mill and managed 9 estates as listed below.</p> <p>Kapilit Palm Oil Mill certified to Malaysia Sustainable Palm Oil MS2530-4 and Sabah Softwoods Berhad estates certified to Malaysia Sustainable Palm Oil MS 2530–3.</p>

The compliance assessment mention above will be conducted against the below standards

Applicable Standard
<p>MS 2530-3:2013 Part 3 General Principles For Oil Palm Plantations And Organized Smallholders</p> <p>MS 2530-4:2013 Part 4 General Principles For Palm Oil Mills</p>

The main compliance audit are scheduled on

Actual Audit Date : 17/02/2020
Date End : 21/02/2020
Total Number of days : 5 days
Number of Auditor : 5 auditors

Name of Palm Oil Mill	Location	GPS reference		Forecasted Annual output (MT)	
(POM)	Address	Longitude (E)	Latitude (N)	CPO	Palm Kernel
Kapilit Palm Oil Mill	KM73 Kalabakan Road, Kapilit Estate, Tawau, Sabah.	117°31'26.5"	4°30'14.1"	56,212.07	10,200.64

SUPPLY BASE OF FFB INCLUDED IN THIS ASSESSMENT						
Name of estate	Location	GPS reference		Area Summary (Ha)		Annual Estimation FFB (MT)
	Address	Longitude (E)	Latitude (N)	Total Area	Planted Area	
Dumpas Estate	KM45 Dumpas Estate, Kalum, Sabah	117°43'145"	04°30'43.1"	4,460.41	4,088.21	66,096.91
Cenderamata Estate	KM43 Cenderamata Estate, Kalum, Sabah	117°43'145"	04°30'43.1"	4,143.82	3,993.79	73,130.69
Sg. Indit Estate	KM85 Sg. Indit, Kalum, Sabah	117°41'52.2"	04°39'38.3"	6,032.90	4,124.15	28,600.66
Mawang Estate	KM90 Kalabakan Road, Sabah	117°28'58.9"	04°33'23.2"	3,964.79	3,792.43	74,977.60
Bukit Tukok Estate	KM83 Kalabakan Road, Sabah	117°29'40.3"	04°27'37.9"	3,944.65	3,755.16	76,018.13
Bukit Batu Estate	KM 82 Kalabakan Road, Tawau, Sabah.	117°29'31.5"	04°31'55.8"	3,903.03	3,809.65	69,215.78
Kumansi Estate	KM96 Kalabakan Road, Kumansi Estate, Sabah	117°26'58.6"	04°28'42.4"	3,958.05	3,184.80	79,521.46
Kapiit Estate	KM74 Kalabakan Road, Sabah	117°30'33.6"	04°31'37.4"	3,499.16	3,137.07	69,928.89
Banita Estate	KM 45 Banita Estate, Kalum, Sabah	117°41'52.2"	04°30'43.1"	3,094.38	2,908.13	8,558.00
Total				37,001.09	33,423.39	546,048.12

Stakeholders consultation is one of the most important parts in certification process. Here of which, the relevant stakeholders may include but not limited to national, regional as well as local stakeholders to provide their views and opinions as to whether the applicant's certification units comply with the requirements of the applicable standard.

This letter is to invite all stakeholders to take part in this consultation procedure as you contributed to ensure positive certification decision. We request you to raise any issues, both positive and negative, by sending a response by phone +603-86004031 / 4032, fax: +603-8600 4550, fax or by E-mail sustainability@tuv-nord.com our TUV NORD Malaysia Sdn Bhd office as indicated below.

Stakeholders have any complaints or grievances of the management unit concerned by following TUV NORD Malaysia Sdn Bhd procedure <https://www.tuv-nord.com/my/en/our-services/sustainability/>. All sources of any information provided will be confidential to the CB. Any disclosure of the information provided shall be carried out with prior consent of the stakeholders group concerned. A copy of MSPO standard can be obtained from this link <https://www.mpocc.org.my/>.

Please considered the below point as your guidance:

- Environmental protection.

- Biodiversity conservation.
- Opportunities for employment.
- Provision of housing, sanitation, amenities and educational support.
- Company approach to community development.
- Participation in decision making.
- Any other issues, both positive and negative that you consider may be of relevance to the assessment.
- Issues relating to other plantations owned by the company not included in this assessment.

Details on the audit team:

LEAD ASSESSOR

Chan Shie Lie (Trainee - Lead Auditor)
She will be leading the audit and will be auditing for Policies, Training and Financial

SUPPORTING ASSESSORS

Muhamad Khairul Anuar Bin Azizul Hasan	He will be auditing for Good Agricultural Practices
Mohd Nur Amin Bin Mohd Halim	He will be auditing for Environment.
Robert, Cheong	He will be auditing for Health and Safety, Biodiversity and Land ownership
Sheron Pui Ling Wui	She will be auditing for Social and Employment

Comments received within 30 days from the date of this letter will be considered in this Assessment. Please include the following information should we need to contact you for clarification on any issues raised:

Name	
Address <i>(Please include name of organization)</i>	
Email	
Mobile Contact	

Summary of Issue

We thank you for the participation and feedback.

Yours Sincerely,



Robert, Cheong
Head Climate Change & Sustainability

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HRB 17486