



MSPO CERTIFICATION SUMMARY REPORT

KUMPULAN PERLADANGAN PKINK

Project No: 011-2018

Date: 25/11/2018

**TRANS CERTIFICATION INTERNATIONAL SDN BHD (1257088-T)
No. B52, TINGKAT 1, JALAN IM3/10, BANDAR INDERA MAHKOTA, 25200
KUANTAN, PAHANG**

014-5006386 / 013-3134719

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1.Executive Summary

Date(s) of Audit	24-27 September 2018
Company Name	KUMPULAN PERLADANGAN PKINK BERHAD
Certification No	TCI-MSPO-04-0112018-01
Contact No	09-741 4141
Certified Site Address	Km 14, Jalan Gua Musang Jeli, 18300, Gua Musang, Kelantan Darul Naim
MSPO Standard	MS 2530-3:2013 General Principles For Oil Palm Plantations And Organized Smallholders MS 2530-4:2013 General Principles for Palm Oil Mills
Lead Auditor	Mohd Rizal Kassim
Auditors(s)	Ahmad Kamal Shahabudin Ermadasila Mohamad Yusof Khairan

Kumpulan Perladangan PKINK Berhad require MS2530-3:2013 certification to align with their headquarters commitment to attain the recognized Malaysia sustainability standard for palm oil - Malaysia Sustainable Palm Oil (MSPO). Their management system is found to have met the intent of MS2530-3:2013 requirements.

2.Audit Results

Non-conformities raised	Major	Minor	OFI	Total
	6	4	0	10

- | | | |
|---|---|--|
| 1 | Indicator 4.1.2.2, 4.1.2.3. , 4.1.4.1
Major Non-conformity | Principle : <i>P1 Management Commitment and Responsibility</i>
1)Indefinite time frame for NC to be close for internal audit findings had been stated in the internal audit standard of procedure.
2)There are no Management review been conducted |
|---|---|--|



3) Lapse of time regarding to continual improvement plan in all aspect is yet to be identified.

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|---|---|
| <p>2 Indicator
4.2.1.1,4.2.1.2,4.2.2.1,4.2.2.2
Major Non-conformity</p> | <p>Principle : <i>P2 Transparency</i></p> <p>1) Request and response record is yet to be identified and documented.
2) List of publicly documents is yet to classify and documented
3) No definite SOP for consultation and communication has been establishing by management.
4) Responsible officer for communication and consultation has yet to be nominated</p> |
| <p>3 Indicator
4.2.3.1,4.2.3.2
Major Non-conformity</p> | <p>Principle : <i>P2 Transparency</i></p> <p>SOP for Traceability KPBM03 available however lack of information as follow:</p> <ol style="list-style-type: none"> 1. There are sighted no clear Job description has been describe in SOP 2. There are no internal checking methodology has been establish in SOP for Ensure the traceability |
| <p>4 Indicator 4.3.1.1
Minor Non-conformity</p> | <p>Principle : <i>P3 Compliance to Legal Requirement</i></p> <p>Found a non-compliance as verification evidence from a Legal Regal Register 01/07/18 for mill and estate operations such as:</p> <ol style="list-style-type: none"> 1. No fire Certificate obtained as required under Section 28 of Fire Services Act 1988 2. Required annual audiometric test was not conducted for related workers since 29/03/17 under Factories and Machinery (Noise Exposure) Regulations 1989. 3. Boundary Noise was not yet conducted as terms required for License No. 004866 for 01/07/18-30/06/19 under Environmental Quality (Designated Premises) (Crude Palm Oil) Regulations 1970. <p>Warning sign after application of pesticides was not available and posted after spraying activity in Ladang Tapis and Subong</p> |
| <p>5 Indicator
4.4.2.1,4.4.2.2
Major Non-conformity</p> | <p>Principle : <i>P4 Social Responsibility , Health, Safety and Employment Condition</i></p> <p>SOP for handling complain and grievance are available. However lack of information as follow:</p> |

1. There are no specific times frame are state in SOP for management to respond from the date of complaint addressed.
2. There are also no evident has been sighted complaint is resolve is agreed both parties.

6	Indicator 4.4.4.2(b) Minor Non-conformity	<p>Principle : <i>P4 Social Responsibility, Health, Safety and Employment Condition</i></p> <p>The risks of mechanical hazards from rotating parts of processing machinery, conveyors found not adequately fenced and guarded in many locations as evidence from site visit and evidence of related previous incident involving workers in 2017 that caused a permanent disability as a result of entanglement of his hand in the machine.</p>
7	Indicator 4.4.4.2 (c)(ii) Minor Non-conformity	<p>Principle : <i>P4 Social Responsibility, Health, Safety and Employment Condition</i></p> <p>The hazardous chemicals warning signage pictograms were not adequately posted at entrance of the chemicals store and emergency precautions and response such as emergency shower, eye wash and spill kits were not allocated as stated in the Safety Data Sheet as observed.</p>
8	Indicator 4.4.5.4 Minor Non-conformity	<p>Principle : <i>P4 Social Responsibility, Health, Safety and Employment Condition</i></p> <p>There are sighted that, there is no evident has been provided workers of contractor has been paid based on minimum legal standard.</p> <p>There are sighted in Kilang Sawit Tapis, record of payslip are available however there are no evident it already accepted by employee.</p>
9	Indicator 4.5.1.1 Major Non-conformity	<p>Principle : <i>P5 Environment, Natural Resources, Biodiversity and Ecosystem Services.</i></p> <p>Continual improvement plan for environment is not available that include environmental issue.</p>
10	Indicator 4.5.5.1 Major Non-conformity	<p>Principle : <i>P5 Environment, Natural Resources, Biodiversity and Ecosystem Services</i></p> <ol style="list-style-type: none"> 1. There is no water management plan available. 2. Water sampling for inlet and out let of water ways through the estate is not available. 3. There is no Riparian buffer zone management plan and its implementation in the estate.



3. Conclusion

Certification Recommendation:

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 MSPO Standard, MS 2530-3:2013 General Principles for Oil Palm Plantations and MS 2530-4:2013 General Principles for Palm Oil Mills

Organized Smallholders, the audit team recommends to:

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|----------------------|-------------------------------------|
| Granting Certificate | <input checked="" type="checkbox"/> |
| Suspend Certificate | <input type="checkbox"/> |
| Withdraw Certificate | <input type="checkbox"/> |
| Re-certificate | <input type="checkbox"/> |

For KUMPULAN PERLADANGAN PKINK BERHAD CERTIFICATION UNIT

Mohd Rizal Kassim