

PUBLIC SUMMARY REPORT



MS 2530-3:2013

Malaysia Sustainable Palm Oil (MSPO)

**Part 3: General Principal for Oil Palm Plantations and
Organised Smallholders**

NAME OF CLIENT: MELATI PURI SDN. BHD.

STANDARD: MS 2530:2013-3

INITIAL AUDIT DATE STAGE 1: 28 May 2019

INITIAL AUDIT DATE STAGE 2: 28 June 2019

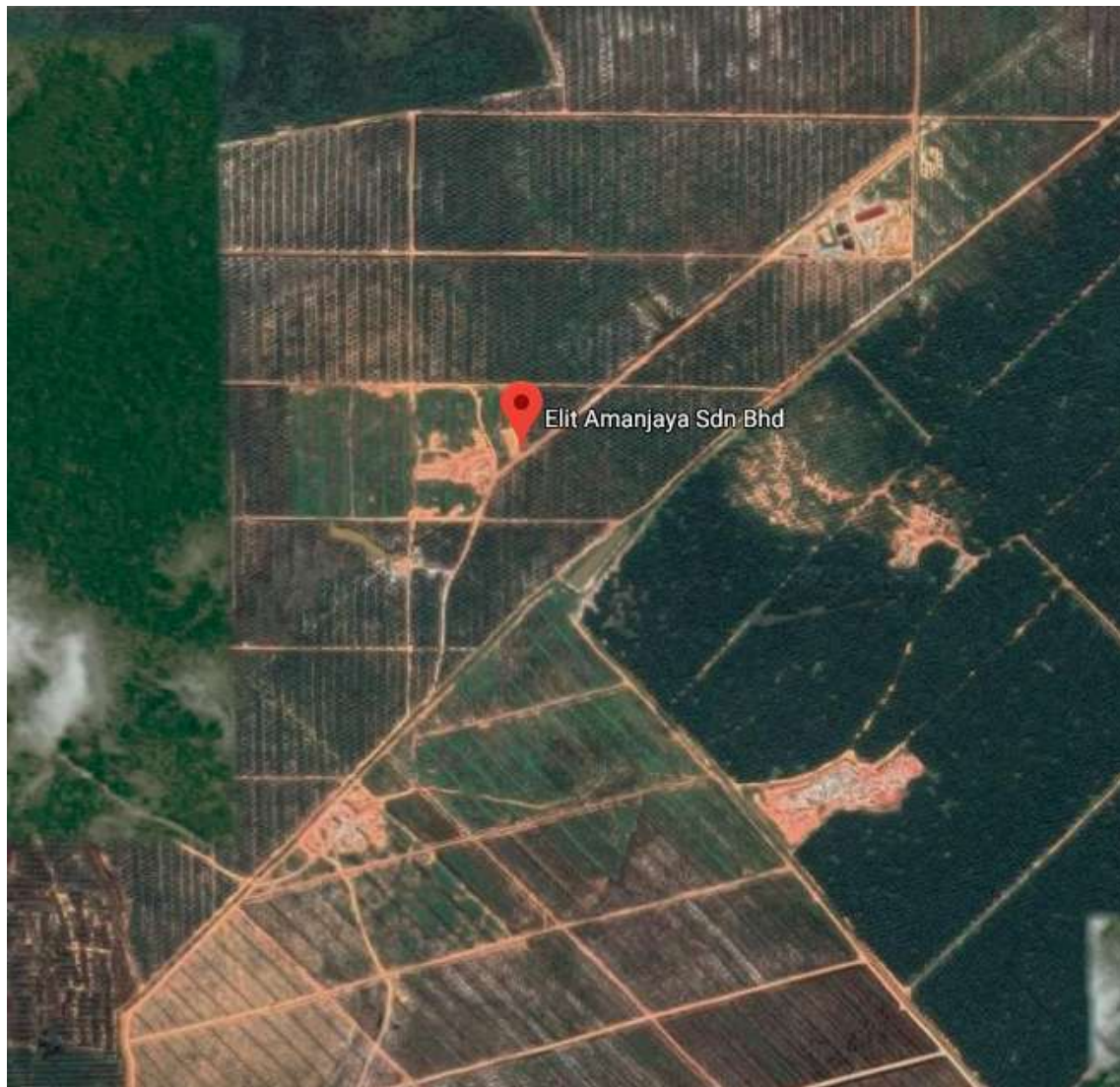
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1. DETAIL OF CERTIFICATION ASSESSMENT

| | |
|--|--|
| Type of Certification Assessment | Main Assessment |
| Scope of MSPO Certification | Oil Palm Plantations and Organised Smallholders |
| MSPO Standards used for the Assessment | MS 2530-3:2013 – General principles for oil palm plantations and organised smallholders |

Map with geographical coordinate.



2. DETAILS OF THE CERTIFIED ENTITY

| | | |
|--|---------------------|--|
| Name of Certified Entity | | Melati Puri Sdn. Bhd. |
| Main Address | | No. 8888, Jalan kemayang-Triang, 28380 Kemayan, Bera, Pahang. |
| Management and contact person's details | Name: | Mr. Michael Chang |
| | Phone Number : | +603 21912310 |
| | Fax Number: | 09-2408888/016-9237999/012 5188355 |
| | Email Address: | michaelchang@kmtgroup.com.my |
| MPOB License | MPOB License's No.: | 617104002000 |
| | Expiry date: | N/A |
| Estimated Tonnages of Annual FFB Production | | N/A |
| Scope of Activity | | Production of Sustainable Fresh Fruit Bunches (FFB) |
| Date of certificate issued and validity | | 25 September 2019 valid until 24 September 2024 |
| Other sustainability certifications | | N/A |

| Certified Area | | |
|-----------------------|---------------------------|------------------------|
| Estates | Total Planted Area | Total Area (Ha) |
| Melati Puri Sdn. Bhd. | 69.14 | 80.94 |

3. ASSESSMENT PROCESS

Certification Bodies

| No | Audit Team Members | Role | Qualifications |
|----|----------------------------------|---------------------|--|
| 1 | ERMADASILA BIN MOHAMAD [EBM] | Lead Auditor | Post graduate qualification in Master in Science (MSc) by Research with 7 years working experience in Lecturer and manufacturing activities. Lecturer in Applied Science Faculty, University Teknologi Mara Cawangan Pahang since 2014, expert in Biodiversity and Environmental assessment. Completed Malaysian Sustainable Palm Oil lead Auditor course in 2017. |
| 2 | ABDUL HAKIM BIN MOHAMAD [AHM] | Auditor | Post graduate qualification in Forestry with 3 years working experience in manufacturing and consultation. Involved in ISCC auditing since July 2017. Fully trained in similar agriculture certification programmes such as ISCC, INS, MSPO, ISO 9001:2015 lead auditor course. Member of various audit team, involved audits conducted in Malaysia, Indonesia, Singapore, China, Hong Kong, and Taiwan. |

Audit Plan

| DATE | TIME | SUBJECT | AUDITOR |
|-----------------------------|---------------|--|-------------|
| 28 June 2019 (Friday) | 08:00 – 09:00 | Centralize Opening Meeting at Melati Puri Sdn Bhd. <ul style="list-style-type: none"> • Presentation by the manager/coordinator • Presentation by Lead Auditor. ➤ Confirmation of assessment scope and finalize Audit Plan (including stakeholder consultations where applicable) | EBM/AHM/NBB |
| | 09:00 – 12:00 | Melati Puri Sdn Bhd <ul style="list-style-type: none"> ➤ Document Audit: <ul style="list-style-type: none"> • Documents review P1 – P3 (part 3), P1: Management commitment and responsibility, P2: Transparency, P3: Compliance to legal requirement • The stakeholder consultation will be held along the audit process ➤ Document Audit: <ul style="list-style-type: none"> • Document review P4-P6 (part 3), P4: Social Responsibility, health, safety and Employment Conditions P5: Environment, natural resources, biodiversity and ecosystem service. P6: Best Practices | EBM/AHM/NBB |
| | 12:00-13:00 | Lunch | |

| | | | |
|--|-------------|---|-------------|
| | 13:00-16:30 | <p>➤ Field inspection:</p> <p>Field inspection, boundary inspection, fertilizer application, field spraying, harvesting, workers interview, buffer zone, conservation area, office, workshop, agriculture best practices, chemical store, and pre-mixing, etc.</p> | EBM/AHM/NBB |
| | 16:30-17:00 | <p>Melati Puri Sdn Bhd</p> <p>➤ Verify any outstanding issues, auditor discussion.</p> | EBM/AHM/NBB |
| | 17:00-18:00 | <p>Melati Puri Sdn Bhd</p> <p>Centralize Closing Meeting at Melati Puri Estate Office:</p> <p>➤ Chaired by the audit Lead Auditor</p> <ul style="list-style-type: none"> • Welcome and introduction by the Lead Auditor • Presentation of findings by the audit team • Questions & answers and Final summary by Lead Auditor <p>End of assessment</p> | EBM/AHM/NBB |

Audit 5 Year cycles for Melati Puri Sdn. Bhd.

| Estates | 1st Year | 2nd Year | 3rd Year | 4th Year | 5th Year |
|-----------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Melati Puri Sdn. Bhd. | ✓ | ✓ | ✓ | ✓ | ✓ |

4. SUMMARY OF AUDIT RESULTS

Lead Auditor's Summary and Recommendation for Certification

The audit team led a procedure that put together review focussing on viewpoints/dangers and targets required by the standard(s). The review techniques used were interviews, perceptions, inspecting of exercises and survey of documentation and records. The structure of the audit was in accordance with the audit plan included in to this summary report.

The audit team reviewed that the association has built up and kept up its administration framework in accordance with the prerequisites of the standard(s) and showed the capacity of the framework to accomplish necessities for items as well as administrations inside the extension and the association's strategy and targets. Subsequently, the audit team suggests that, in view of the consequences of this review and the framework's shown condition of improvement and development that this administration framework accreditation to be:

| | |
|-------------------------------------|--|
| <input type="checkbox"/> | No NCR recorded. Recommended certification |
| <input checked="" type="checkbox"/> | Minor NCR(s) recorded. Corrective action plan has been accepted. Verification of the NCR(s) to be carried out in the next audit |
| <input checked="" type="checkbox"/> | Major NCR(s) recorded. Evidence of implementation of the corrective actions have been provided and accepted by the audit team. The NCR(s) have been satisfactorily closed out. |
| <input checked="" type="checkbox"/> | Recommended to continue certification |
| <input type="checkbox"/> | Major NCR(s) recorded. Evidence of implementation of the corrective actions have been provided but cannot fully accepted by the audit team. NCR(s) have not been closed out within 90 days of the audit. Recommended for suspension of the certificate |

| Audit Outcome | |
|-----------------------------------|-----|
| Major NC | 0 |
| Minor NC | 1 |
| Area of Concern (AOC) | N/A |
| Opportunity for Improvement (OFI) | N/A |
| Observation (OBS) | 2 |

Issues raised during Stakeholder Consultation:

A stakeholders' consultation meeting was conducted on 28th June 2019 to gather information from the local communities in accordance to Certification Scheme and Stakeholder Consultation requirements.

The subject of discussion are as below:

- a. Introduction
- b. Development of oil palm plantations
- c. Community service and support provided wildlife management and wildlife corridor
- d. Type of wildlife sighted.
- e. Local communities' development.
- f. Safety and Health

The following relevant subject have been discussed during the stakeholders' consultation


| Subject Discussed | Response and Action taken by Company |
|--------------------------|---|
| No issue raised. | N/A |

Responses by Certified Entities:

I the undersigned, being the most senior relevant management representative of the operation seeking or holding certification, agree with the contents and audit findings as presented in this document .

I also confirm:

- Acceptance of liability in execution of the instructions given.
- That this company was made aware that the findings of the audit team are tentative; pending review and decision making by the duly designated representatives of Trans Certification International Certifications.
- That during the closing meeting all agenda items was covered by the Lead Auditor.

| | | |
|-------------------------|---|---|
| Acknowledged by: | |  |
| Name: | Chang Wai Wah | |
| Position: | Executive Assistant to Executive Director | |
| Date: | 20.09.2019 | Signature |

5. OFFICIALS SIGNED-OFF OF THE ASSESSMENT FINDINGS

Prepared by:



(Lead Auditor)

Date
20/09/2019

Accepted by client:



(Sustainability Manager)

Date
20/09/2019

-End of Report-