

# 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: KHL PLANTATION SDN BHD / NATURAL  
DESA SDN BHD**

**STANDARD: MS 2530-3:2013**

**INITIAL AUDIT DATE STAGE 1: 22 October 2019**

**INITIAL AUDIT DATE STAGE 2: 22-23 November 2019**

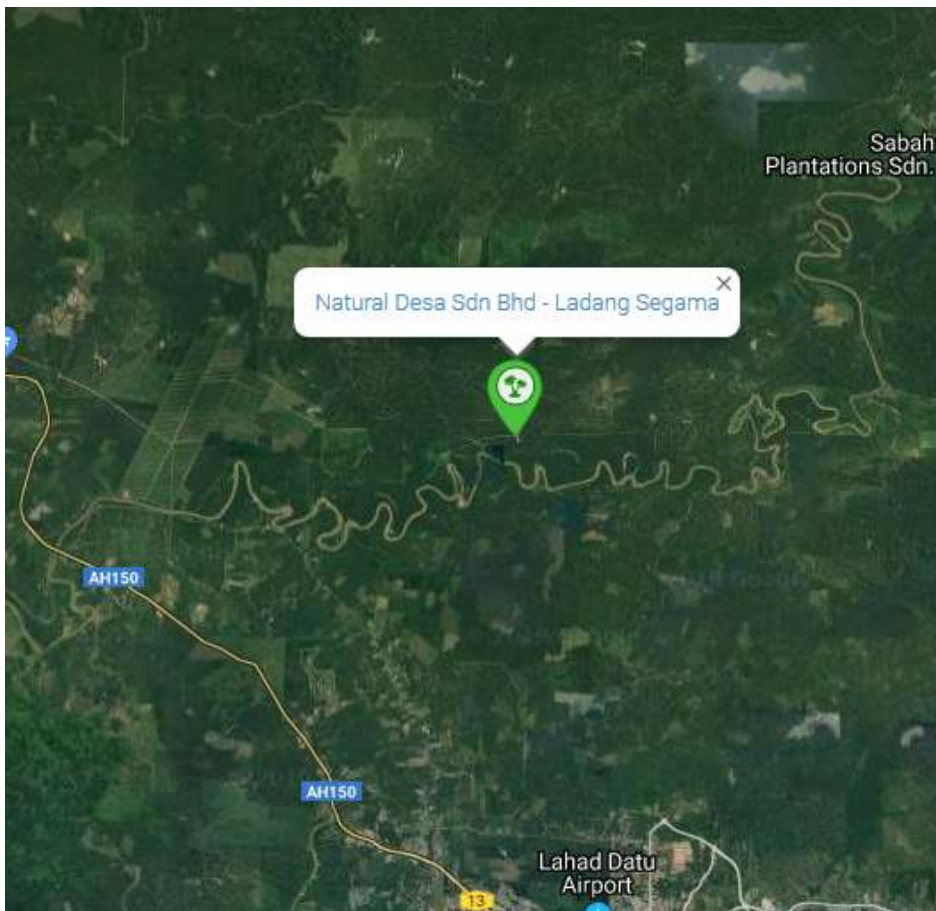
## TABLE CONTENT

No.	Content	Page
1.	Detail of Certification Assessment	3
	-Type of Certification Assessment	3
	-Scope of MSPO Certification	3
	-MSPO Standards used for the Assessment	3
	-Map with geographical coordinate.	3
2.	Details of The Certified Entity	4
	-Name of Certified Entity	4
	-Main Address	4
	-Management and contact person's details	4
	-MPOB License	4
	-Estimated Tonnages of Annual FFB Production	4
	-Date of Certificate Issued and validity	4
-Total Certified Area	4	
3.	Assessment Process	5
	-Certification Bodies	5
	-Audit Plan	6
	-Audit 5 Year Cycles	8
4.	Summary of Audit Results	8
	-Lead Auditor's Summary and Recommendation for Certification	8
	-Issues raised during Stakeholder Consultation	10
	-Reponses by Certified Entities	10
5.	Official Signed-Off of The Assessment Findings	11

## 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	<b>MS 2530-3:2013</b> – General principles for oil palm plantations and organised smallholders

### Map with geographical coordinate.



## 2. DETAILS OF THE CERTIFIED ENTITY

<b>Name of Certified Entity</b>		<b>KHL Plantation Sdn Bhd / Natural Desa Sdn Bhd</b>	
<b>Main Address</b>		Lot 6093, Jalan Haji Abdul Manan, Batu 5 ½, Off Jalan Meru, 41050 Klang, Selangor.	
<b>Management and contact person's details</b>	Name:	Ms. Low Siew Poon	
	Phone Number :	089-886328	
	Fax Number:	089-885328	
	Email Address:	siewpoon.low@khlgrp.com.my	
<b>MPOB License</b>	MPOB License's No.:	KHL Plantation Sdn Bhd	5032-8410-2000
	Expiry date:	– Ladang Tingkayu	01/02/2020- 31/01/2021
	MPOB License's No.:	KHL Plantation Sdn Bhd	5032-8410-2000
	Expiry date:	– Ladang Segama	01/02/2020- 31/01/2021
	MPOB License's No.:	Natural Desa Sdn Bhd	5269-9600-2000
	Expiry date:	– Ladang Segama	01/03/2020- 28/02/2021
<b>Estimated Tonnages of Annual FFB Production</b>		-	
<b>Scope of Activity</b>		Production of Sustainable Fresh Fruit Bunches (FFB)	
<b>Date of certificate issued and validity</b>		31 December 2019 valid until 30 December 2024	
<b>Other sustainability certifications</b>		N/A	

<b>Certified Area</b>		
<b>Estates</b>	<b>Total Planted Area</b>	<b>Total Area (Ha)</b>
KHL Plantation Sdn Bhd – Ladang Tingkayu	941.052	1165.985
KHL Plantation Sdn Bhd – Ladang Segama	418.18	477.417
Natural Desa Sdn Bhd – Ladang Segama	1170.12	1228.745

### 3. ASSESSMENT PROCESS

#### Certification Bodies

No	Audit Team Members	Role	Qualifications
1	Mr. Rizal Ahmad Nazim bin Abd Raof (RAN)	Lead Auditor	Graduate qualification in Forestry Science with 15 years working experience in palm oil Plantation Industry. Involved directly in various Palm Oil Sustainability Certification since 2008. Well trained in similar agriculture certification programme such as RSPO and MSPO. Attended various leadership, environmental, quality and safety training courses, seminar and programmes. Involved as a Representative for organized smallholders in RSPO working group. Completed Integrated QESH (ISO 9001:2015, ISO 14001:2015, ISO 45001:2018) Lead Auditor in several certifications such as RSPO and MSPO etc. Able to speak and understand Bahasa Malaysia and English.
2	Ms. Valerie Ooi Szee Yen (VO)	Auditor	Post graduate on Bachelor (Hons) of Chemistry at University Putra Malaysia with 12 years of working experience in Plantation Sector. Fully trained in similar agriculture certification programme such as ISO, OHSAS, etc. Able to speak and understand Bahasa Malaysia and English.

**Audit Plan**

DATE	TIME	SUBJECT	AUDITOR
22 November 2019 (Friday)	09:00 – 010:00	<b>Centralize Opening Meeting at KHL Plantation Sdn Bhd / Natural Desa Sdn Bhd:</b> <ul style="list-style-type: none"> <li>• Presentation by the manager/coordinator</li> <li>• Presentation by Lead Auditor.</li> </ul> <ul style="list-style-type: none"> <li>➤ Confirmation of assessment scope and finalize Audit Plan (including stakeholder consultations where applicable)</li> </ul>	RAN/VO
	10:00 – 13:00	<b>KHL Plantation Sdn Bhd</b> <ul style="list-style-type: none"> <li>➤ <b>Document Audit:</b> <ul style="list-style-type: none"> <li>➤ Documents review P1 – P3 (part 3), P1: Management commitment and responsibility, P2: Transparency, P3: Compliance to legal requirement</li> <li>➤ The stakeholder consultation will be held along the audit process</li> </ul> </li> <li>➤ Stakeholder Consultation Meeting</li> </ul>	RAN/VO
	12:00 – 13:00	<b>Lunch</b>	
	13:00 – 15:00	<b>KHL Plantation Sdn Bhd</b> <ul style="list-style-type: none"> <li>➤ <b>Field inspection:</b> 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.</li> <li>➤ Verify any outstanding issues, auditor discussion.</li> </ul>	RAN/VO
	15:00 – 17:00	<ul style="list-style-type: none"> <li>➤ Document Audit: <ul style="list-style-type: none"> <li>• 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</li> </ul> </li> </ul> <p>End of Day 1</p>	<b>RAN/VO</b>



DATE	TIME	SUBJECT	AUDITOR
23 November 2019 (Saturday)	09:00 – 011:00	<b>Natural Desa Sdn Bhd</b> ➤ <b>Document Audit:</b> <ul style="list-style-type: none"> <li>Documents review P1 – P3 (part 3), P1: Management commitment and responsibility, P2: Transparency, P3: Compliance to legal requirement</li> <li>The stakeholder consultation will be held along the audit process</li> </ul>	RAN/VO
	11:00 – 13:00	<b>Natural Desa Sdn Bhd</b> ➤ <b>Field inspection:</b> 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. ➤ Verify any outstanding issues, auditor discussion.	RAN/VO
	13:00 – 14:00	<b>Lunch</b>	
	14:00 – 16:00	➤ <b>Document Audit:</b> <ul style="list-style-type: none"> <li>Document review P4-P6 (part 3), P4: Social Responsibility, health, safety and Employment Conditions</li> <li>P5: Environment, natural resources, biodiversity and ecosystem service.</li> <li>P6: Best Practices</li> </ul>	RAN/VO
	16:00 – 17:00	Centralize Closing Meeting at Natural Desa Sdn Bhd Estates: ➤ Chaired by the audit Lead Auditor <ul style="list-style-type: none"> <li>Welcome and introduction by the Lead Auditor</li> <li>Presentation of findings by the audit team</li> <li>Questions &amp; answers and Final summary by Lead Auditor</li> </ul> End of Assessment.	RAN/VO

**Audit 5 Year cycles for KHL Plantation Sdn Bhd/Natural Desa Sdn Bhd**

<b>Estates</b>	<b>1<sup>st</sup> Year</b>	<b>2<sup>nd</sup> Year</b>	<b>3<sup>rd</sup> Year</b>	<b>4<sup>th</sup> Year</b>	<b>5<sup>th</sup> Year</b>
<b>KHL Plantation Sdn Bhd – Ladang Tingkayu</b>		✓		✓	
<b>KHL Plantation Sdn Bhd – Ladang Segama</b>	✓		✓		✓
<b>Natural Desa Sdn Bhd – Ladang Segama</b>	✓	✓	✓	✓	✓

**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 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)	0
Opportunity for Improvement (OFI)	0
Observation (OBS)	3

**Issues raised during Stakeholder Consultation:**

A stakeholders' consultation meeting was conducted on 22<sup>nd</sup> November 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 issues were raised.	

**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: KUA SWEE KEONG

Position: DIRECTOR

Date: 31.12.2019



**Signature**

## 5. OFFICIALS SIGNED-OFF OF THE ASSESSMENT FINDINGS

Prepared by:



(Lead Auditor)

Date  
31.12.2019

Accepted by  
client:



(Director)

Date  
31.12.2019

**-End of Report-**

✓