

TRANS CERTIFICATION & INSPECTION SDN. BHD.



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MSPO SUPPLY CHAIN CERTIFICATIONS

RECERTIFICATION - Audit Report

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MSPO SUPPLY CHAIN CERTIFICATIONS AUDIT REPORT RECERTIFICATION (2024)

**FGV PALM INDUSTRIES SDN. BHD.
(KILANG SAWIT BELITONG),
KM 28, JALAN KLUANG-KOTA TINGGI, 86000 KLUANG,
JOHOR
016-2024-SCCS – FGV PALM INDUSTRIES –
KILANG SAWIT BELITONG**

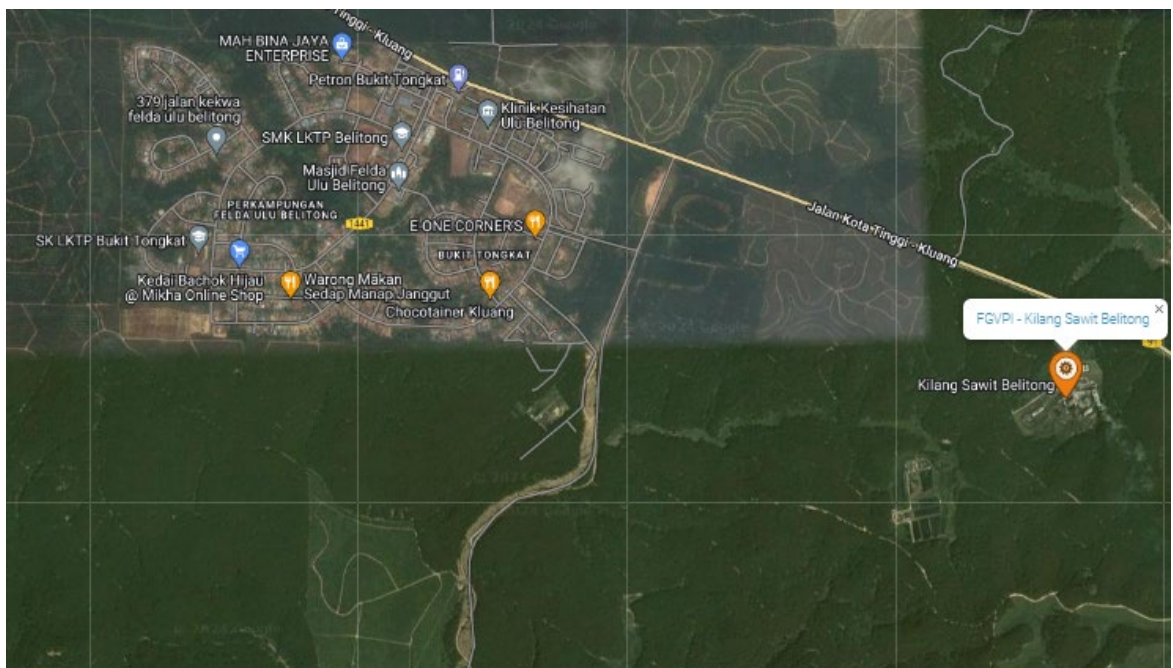
Audit date:	10 OCTOBER 2024	
Report prepared by:	MOHD JOHARI BIN MD KASSIM	(Lead Assessor)
Report prepared on:	11 OCTOBER 2024	
Certification decision by:	ATIKA BIN BAKAR	(Certifier)
Certification decision on:	18 FEBRUARY 2025	

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PART 1: CERTIFIED COMPANY DETAILS

1.1 Company Details		
Name of Company:	FGV PALM INDUSTRIES SDN BHD - KILANG SAWIT BELITONG	
Main Address :	FGV Palm Industries Sdn Bhd, Wisma FGV, Jalan Raja Laut, 50350, Kuala Lumpur	
Management’s Representative Details		
Name:	Mr. Mohd Shazwan bin Sharif	
Email Address:	shazwan.s@fgvholdings.com	
MPOB License Details		
MPOB License’s No.:	500170904000	
Expiry Date:	31.03.2025	
Date of Certificate Issued and Validity:	27.03.2025 – 26.03.2030	
Scope of Audit:	Production of MSPO SCCS Certified Crude Palm Oil and Palm Kernel by using Mass Balance Model	
Supply Chain Model:	Mass Balance (Continuous Accounting System)	
Type of Facilities:	Palm Oil Mill	
Product(s) included in Certification:	Crude Palm Oil and Palm Kernel	
Other Sustainability Certifications:	RSPO	
1.2 Certified Unit Details		
Name of Certified Unit:	FGV PALM INDUSTRIES SDN. BHD. - KILANG SAWIT BELITONG	
Address of Certified Unit:	Kilang Sawit Belitong, KM 28 Jalan Kluang/Kota Tinggi 86000 Kluang, Johor.	
Processing Capacity:	54 MT/H	
GPS Coordinate:	Latitude: N 1°38'17''	Longitude: E 103°49'99''

Map Showing the Location of Certified Unit

1.3 Facilities included in the Scope of the Audit

Changes since previous audit: Yes ☐ No ☒

Outsourced companies included in the scope of the audit.

☐ Yes. Please list down in the below table.

☒ N/A. (if no outsourcing activity)

Name of company	Location address	Type of Outsourced Activity	Visited
N/A	N/A	N/A	<input type="checkbox"/>

1.4 Audit Program

List out the planning of the audit cycle for 5-years certification

Audit Type	Year	Executed Audit date
Main Assessment	2020	17.02.2020
ASA1	2021	22.01.2021
ASA2	2022	24.03.2022
ASA3	2023	10.05.2023
ASA4	2024	21.02.2024
Re-assessment	2024	10.10.2024

PART 2: SUMMARY OF THE REPORT AND SCOPE OF THE AUDIT

2.1 MSPO SCCS Summary Report

Summary report of the audit including a brief description of the scope of certification and supply chain model(s) used

The processing capacity of the mill is 54 metric tons per hour, focusing on the production of Sustainable Crude Palm Oil (CPO) and Palm Kernel (PK) for local export. During site inspection, four storages for CPO and one for PK were observed, with storage capacities of 6,000 metric tons for CPO and 800 metric tons for PK. No external storage facilities were involved. The list of Fresh Fruit Bunch (FFB) suppliers and buyers of CPO and PK was well-maintained.

The management has developed SOP of MSPO SCCS procedure for FGVPI KS Belitong, effective on 07th January 2021. The management has appointed Mr. Mohd Alif Bin Samion as responsible person to monitor MSPO SCCS requirement.

Verified from the MSPO Trace system, the mill has declared their certified and non-certified FFB's supplier together with their potential buyers of CPO and PK. There is a transaction of delivery certified sustainable product as at September 2024 at total amount of 3,642.43 Mt to Delima Oil Products Sdn Bhd. The incoming sustainable FFB is coming from internal outsources (eg: FGVPM Ladang Bukit Tongkat B, FELDA Ulu Belitong and FELDA Bukit Tongkat) and the non-certified FFB is coming from external suppliers.

The Mass Balance record is maintained by the weighbridge clerk in the Integrated Palm Mill System (IPMS). The incoming transaction and production of CPO and PK is recorded daily in the IPMS System. The mass balance is using fixed inventory period.

The record keeping period stated all the document related to MSPO SCCS should be kept for minimum 3 years. The verification is done through the last year procedure, management documents and supplier documents. The procedure of traceability is implemented by the mill. The incoming FFB provided together with delivery note and grading chit before allowed to enter to mill. The weighbridge ticket is provided with details information required has been stated.

From the recertification audit, there is no non-conformity raised. The system of MSPO SCCS is in place. There is a transaction of delivery certified product to Delima Oil Products Sdn Bhd at amount of 3,642.43 Mt as at September 2024. The monthly declaration is submitted every month in MSPO Trace.

PART 3: MSPO CERTIFIED PRODUCTS / MASS BALANCE SAMPLE

3.1 MSPO SCCS Certified Volumes

Confirmation of the company's summary of annual certified volume of MSPO certified Palm Oil Products or Palm Derivatives over a specified period (not applicable for the first certification)

Month Sampled: (Jan – Sept 2024)

Purchased

Month	Supplier	Product	Volume (Mt)
Jan-Sept	FGVPM Ladang Bukit Tongkat B	FFB	10,633.04
Jan-Sept	FELDA Ulu Belitong	FFB	30,495.47
Jan-Sept	FELDA Bukit Tongkat	FFB	17,467.68

Sold

Month	Buyer	Product	Volume (Mt)
Jan-Sept	Delima Oil Products Sdn Bhd	CPO	3,642.43

PART 4: BACKGROUND TO THE REPORT

4.1 MSPO Supply Chain Standard

MSPO Supply Chain Certification Standard, (MSPO SCCS-01) 2018

4.2 Certification Body

TRANS CERTIFICATION & INSPECTION SDN. BHD.

4.3 The Lead Auditor

Name	Qualifications
MOHD JOHARI BIN MD KASSIM	Graduated qualification in Biology with 12 years working experience in palm oil and sales industry. Involved in MSPO auditing since Oct 2017. Fully trained in similar agri-culture certification programmes such as RSPO SCCS, ISCC, INS. Member of TCI audit team since 2017. Involved in audits conducted in Malaysia, Completed ISO 9001:2015 lead auditor course in January 2016.

4.4 The Certification Decision Management Team

Name	Qualifications
ATIKA BINTI BAKAR	Graduate qualification in Bachelor of Forestry Science Majoring in Forest Plantation and Agroforestry at University Malaysia Sabah. Attended TRANS internal trainings ISO/IEC 17065, ISO/IEC 17021, MS2530:2013, OCB OPMC 1-4 and In-House Training Lead Auditor ISO 9001. Involved in Forest Management Unit and MSPO since 2019. Able to communicate in Bahasa Malaysia and English.

4.5 Summary of previous certification assessments and conclusion, with recommendations or non-conformances

(Not applicable for main assessment reports)

The processing capacity of the mill is 54 metric tons per hour, focusing on the production of Sustainable Crude Palm Oil (CPO) and Palm Kernel (PK) for local export. During site inspection, four storages for CPO and one for PK were observed, with storage capacities of 6,000 metric tons for CPO and 800 metric tons for PK. No external storage facilities were involved. The list of Fresh Fruit Bunch (FFB) suppliers and buyers of CPO and PK was well-maintained.

The mill has developed an SOP for MSPO SCCS procedures, effective from 7th January 2021. Mr. Misran Bin Emam has been appointed as the responsible person to monitor MSPO SCCS requirements. In addition, committee members for MSPO SCCS have been appointed.

According to the MSPO Trace system, the mill has declared its certified and non-certified FFB suppliers, along with potential buyers of CPO and PK. However, there have been no transactions involving the delivery of certified sustainable products in the previous audit year. Sustainable FFB is sourced from FGVPM Bukit Tongkat B Estate and FASSB Ulu Belitong Estate.

Mass Balance records are maintained by the weighbridge clerk and MPR/IPM System. Daily incoming transactions and production of CPO and PK are recorded in the MPR/IPM System, utilizing a fixed inventory period.

Complaint records are well-maintained, although there were no complaints related to product quality in the previous year. The record-keeping period for all MSPO SCCS-related documents is at least 3 years.

Traceability procedures are implemented, with incoming FFB accompanied by delivery notes and grading chits before entering the mill. Weighbridge tickets provide detailed information as required.

No non-conformities were raised during the surveillance audit. The MSPO SCCS system is effectively implemented, with monthly declarations submitted through MSPO Trace.

4.6 Audit Agenda		
Proposed Assessment Agenda for this Audit		
Prepared by	MOHD JOHARI BIN MD KASSIM [MJK]	
Approved by	PUTRI HANI NABILAH BINTI MEGAT ABD AZIZ [PHN]	
Time	Activity	Auditor
09.30-10.00	Opening Meeting	MJK
10.00-11.30	Document Review – MSPO SCCS 1 Requirements for Supply Chain Management 1.1 Sustainability Policy 1.2 Management Representative 1.3 Record Keeping 1.4 Procedures 1.5 Internal Audit 1.6 Management Review	MJK
11.30-12.00	2. Resource Management 2.1 Competency and Training	MJK
12.00-12.30	3. Traceability	MJK
12.30-14.00	Lunch	MJK
14.00-15.30	4. Supply Chain Models 4.1 Segregation 4.1.1 General 4.1.2 Requirements 4.2 Mass balance 4.2.1 General 4.2.2 Requirements 4.2.3 Continuous accounting system 5. Outsourced Activities 6. Claim 7. Complaints and Grievances 8. IT Platform	MJK
15.30-16.00	Verify outstanding issue if applicable	MJK
16.00-17.00	Closing Meeting	MJK

PART 5: CLOSING MEETING

The purpose of the closing meeting is to allow the audit team to present their findings to the client, to agree dates for the completion of any corrective action required, and to establish any subsequent follow up action. The meeting is chaired by the audit team leader and wherever possible involve the same people who were present at the opening meeting.

Date of closing meeting:	10.10.2024
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5.1 Actions that a need to be completed prior before certification can proceed

- a) If any non-compliance was noted, then a certification decision is not possible until the client has taken steps to close out the non-compliances noted in the certification checklist.
- b) If full compliance was noted during the audit, the next step is for the checklist and audit report and any associated documentation, to be sent to the TRANS MSPO SCCS Certifier, by the lead auditor. The certifier will review the documents and may refer back to either the lead auditor or to the client for further information or clarification.
- c) Once the certifier is satisfied, a positive certification will be made, and a certificate is awarded and sent to the client. The MSPO SCCS Certificate is also publish within 14 days of the issuing of the certificate.

5.2 Confidentiality

TRANS auditors will not discuss or reveal any of the confidential information seen during the audit to any third party. Any public summary of the main assessment will be approved by the client prior to publication. The Audit Report and Awarded Certificate is a remains Confidential between Client and TRANS, and the ownership is belonging to TRANS.

PART 6: CONCLUSIONS OF THE AUDIT DETAILS

6.1 Summary of Non-Compliance (if applicable)

NC Number:	N/A
Date:	N/A
Reference to standard:	N/A
Standard requirement:	N/A
Evidence of non-compliance:	N/A
Corrective action (to be filled by client)	N/A
Evidence of compliance: (to be filled in by certifier)	N/A
Status (closed if applicable)	N/A

6.2 Certification Status of Client

Please select the applicable box, do not remove the others:

☒ Main Evaluation: All facilities included in the scope of this audit demonstrated full compliance with the MSPO SCCS.

With effect from the certification date given below, this company and all facilities mentioned in the scope of this report are considered to be certified in accordance with the MSPO SCCS.

☐ Main Evaluation: Full compliance of all facilities in the scope of this audit with the MSPO SCCS is not yet demonstrated. Identified Non-conformities need to be closed prior to certification.

☐ Surveillance audit: All facilities included in the scope of this audit demonstrated full compliance with the MSPO SCCS. The certified status is maintained.

☐ Surveillance audit: Not all facilities included in the scope of this audit demonstrated continued compliance with the MSPO SCCS. Outstanding NC's need to be closed within 3 months from the audit date.

6.3 Certificate Details and Scope

Client number:	016-2024-SCCS-FGV Palm Industries – Kilang Sawit Belitong
Certificate number:	MSPO SCCS-TCI-016-2024-01
Start date of certificate:	27.03.2025
End date of certificate:	26.03.2030
Date of first certification:	27.03.2020
Duration of certificate:	5 Years from date of certification

PART 7: FORMAL SIGN OFF OF AUDIT FINDINGS

7.1 Signing by the Client

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 document (MSPO SCCS Report and Checklist).

I also confirm:

- Acceptance of liability in execution of the instructions given in the document and at the closing meeting.
- 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's Certifications.
- That this company was informed that until they receive written confirmation of their MSPO Supply Chain certification registration and its expiry date that they are not certified and cannot make any claims concerning certification.
- That the formal record of the closing meeting is accurate and that all agenda items were covered by the lead auditor.
- I understand the implications of non-compliance as laid out above.

Acknowledged by:

Name:	MOHD SHAZWAN BIN SHARIF
Position:	SUSTAINABILITY MANAGER
Date:	18 FEBRUARY 2025



Signature

7.2 Signing by the Lead Auditor

I the undersigned, being the Lead Auditor, confirm that this report is an accurate record of the findings and of the closing meeting. I further confirm that the summary of the findings as presented in this report are a true representation of the actual findings of the audit team.

Based on the findings during the assessment, I recommended the certification unit is:

Complies ☒

Not Complies ☐

With the MSPO SCCS, I the undersigned, being the Lead Auditor, recommend that:

Granting Certificate ☐

Continue Certification ☐

Suspend Certificate ☐

Withdraw Certificate ☐

Re-certificate ☒

For **FGV PALM INDUSTRIES- KILANG SAWIT BELITONG** Certification Unit

Acknowledged by:

Name: MOHD JOHARI BIN MD KASSIM

Position: LEAD AUDITOR

Date: 18 FEBRUARY 2025



Signature

7.3 Signing by the Certifier

I, the undersigned Certifier, hereby confirm that I have conducted review as below:

- ☒ the information provided by the audit team is sufficient with respect to certification requirements and the scope for certification
- ☐ The correction, corrective action plan, and evidence for any major non-conformities has been reviewed, and accepted. The effectiveness of implementation shall be reviewed in the next year audit.
- ☐ The correction and corrective action plan, for any minor non-conformities has been reviewed and accepted.
- ☒ Audit Report has been sufficiently prepared by the audit team
- ☐ Audit team has commented on the non-conformities, where applicable, the correction and corrective actions taken by client.
- ☐ Audit team had performed evaluation for effectiveness of corrective action plan for pervious audit findings
- ☒ Has performed confirmation of the information provided to TRANS in the Application Form
- ☒ Has performed confirmation that the audit objectives have been achieved
- ☒ Has reviewed the result of recertification audit, the result of the review of system over the period of certification and complaints received from users of certification (*applicable for granting recertification only*).

Based on all the above confirmation, I the undersign Certifier recommended:

- ☐ Granting Certificate
- ☐ Maintaining Certificate
- ☒ Re-certify
- ☐ Suspend Certificate

For **FGV PALM INDUSTRIES- KILANG SAWIT BELITONG** certification unit.

For Certification Suspension Action (Only applicable for suspended client)

Suspension date: _____

Reason for suspension: _____

Date of uplift suspension: _____

Reason for uplift suspension: _____

Recommendation after suspension:

- ☐ Maintaining Certificate
- ☐ Re-certify

For _____ (Client's name) _____ certification unit.

Acknowledged by:

Name: ATIKA BINTI BAKAR

Position: CERTIFIER

Date: 18 FEBRUARY 2025



Signature