

From | Control Union Malaysia Sdn Bhd,
B-3-1, Block B, Prima Avenue Klang,
Jalan Kota/KS1,
41000 Klang, Selangor,
Malaysia

Subject | **PUBLIC ANNOUNCEMENT OF INITIAL ASSESSMENT AUDIT OF SAWIT KINABALU SDN. BHD. (APAS BALUNG PALM OIL MILL)**

Date | **20/04/2022**

Dear Sir/Madam,

SAWIT KINABALU SDN. BHD. (APAS BALUNG PALM OIL MILL), Malaysia plantation company, has applied to Control Union Malaysia Sdn Bhd to carryout main assesment activities in accordance **with the Malaysia National Interpretation (MYNI 2019) of RSPO Principles and Criteria 2018, as endorsed by RSPO Board of Governmers on 07th November 2019**, of its palm oil production.

The **initial assessment** is planned to commence on **23rd May 2022** and will be completed on **28th April 2022**.

Applicant	SAWIT KINABALU SDN. BHD. (APAS BALUNG PALM OIL MILL)
	<p>NAZLAN MOHAMAD SENIOR MANAGER (SUSTAINABILITY)</p> <p>JALAN KELAPA SAWIT, OFF KM 4, JALAN TUARAN, 88300 KOTA KINABALU, SABAH MALAYSIA</p> <p>Office No. :088-235811 Mobile No. 019-8428878</p> <p>nazlan@sawitkinabalu.com.my</p>
RSPO membership number	1-0223-16-000-00
RSPO PalmTrace ID	RSPO_PO1000014057
Supply Chain Model	MB
Any NPP Submission?	YES <input type="checkbox"/> NO <input checked="" type="checkbox"/>
NPP Status	If Yes, To check with RSPO
Are there any RaCP?	YES <input type="checkbox"/> NO <input checked="" type="checkbox"/> (This is required to check if there are any liabilities)
RaCP Status	-

Brief information about Applicant	Sawit Kinabalu Sdn. Bhd. (APAS BALUNG PALM OIL MILL) is a Goverment linked company (GLC) which located in Sabah. SKSB main business activities are cultivating, processing, procuring and trading of oil palm products such as Fresh Fruit Bunches (FFB), Crude Palm Oil (CPO) and Palm Kernel (PK). Currently, SKSB has 70,074.35 hectares of planted area throughout Sabah, seven (7) palm oil mills and one (1) refinery namely Kunak Refinery Sdn. Bhd. which located in Tawau, Sabah
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Palm Oil Mill (POM) for this Assessment (Delete if not applicable)						
Name of Palm Oil Mill	Mill Capacity	Location	GPS reference		Forecasted Annual output (MT)	
(POM)	MT/Hr	Address	Longitude	Latitude	CPO	Palm Kernel
APAS BALUNG PALM OIL MILL	60	KM 37, TAWAU - SEMPORNA HIGHWAY, 91009 TAWAU, SABAH, MALAYSI	118.101971	4.371860	32,704.64	7,131.76

ASSOCIATED SUPPLY BASE OF FFB TO THE ABOVE POM TO BE INCLUDED IN THIS ASSESSMENT						
Name of estate / association	Location	GPS reference		Area Summary (Ha)		Annual Estimation FFB (MT)
	Address	Longitude	Latitude	Total	Mature	
SUNGAI BALUNG ESTATE	KM 34, Jalan Apas Balung 91000, Tawau, Sabah	18.0942	4.357693	4,357.61	3664.00	98,500
SUNGAI KAWA ESTATE	KM 28, Jalan Apas Balung 91000, Tawau, Sabah	118.05511	4.38313	2,611.00	1882.00	46,900
TAWAU SEED GARDEN	Jalan Maktab Perguruan Tawau, Batu 24 Balung, Tawau, Sabah	118.101276	4.36661	288.00	229.03	3,800.00
Total				7,256.61	5,775.03	149,400

DETAILS OF THE AUDIT TEAM		
AUDIT ROLES	NAME	BACKGROUND & QUALIFICATION
LEAD AUDITOR	Zulkarnain Bin Ishak	Almost 10 years' experience in Sime Darby Plantation doing audit, consultation, coach and procedures regards to Sustainability, Environmental, Safety & Health, management system and operation. Successfully attended Leadership Core Executive Programme 1 (CEP) training, certified EMS – MS ISO 14001 Lead Auditor by SIRIM, MSPO Lead Auditor, Peer Reviewer MSPO, Integrated Internal Audit management systems (QMS, EMS and OHSAS), SHO (Safety and Health Officer) by NIOSH, RSPO P&C Lead Auditor, RSPO Supply Chain Lead Auditor and ISCC Training.
SOCIAL AUDITOR	Nor'Ain Mohd Nasir	Graduated from University Technology Mara (UiTM) in Diploma and Bachelor Science (Hons.) in Plantation Technology and Management. 10 years working experience in plantation company with various departments such as Estate Management, Risk and System Management. Has completed and pass Lead Auditor Courses for ISO 14001 / Harmonization 19001, RSPO, MSPO, SCCS, SA 8000, RSB and ISCC (Basic, Waste & Residue and ISH) Training.

SAFETY & ENVIRONMENT AUDITOR	Mohd Khamim Abd Rahman	Experience more than 7 years as an Estate Assistant Manager and Quality Assurance Executive. Responsible on operation improvement, also implementation of RSPO/MSPO and ISO. Graduated with BSc. Plantation Technology and Management also a diploma in Planting Industry and Management. Completed lead auditor course for ISO 14001:2015, RSPO P&C and SCC, MSPO P&C and SCC and also auditor for Biomass program. Malaysian citizen, fluent in English.
LEGAL & BEST PRACTICE AUDITOR	Afiq Áliyyuddin Othman	Graduated from UITM in BSC (Hons) Marine Technology. 4 years experience in sustainability department with Sime Darby Plantation. 3 years experience as auditor with certification body. Completed the RSPO, MSPO and PEFC COC lead auditor course.

Control Union Malaysia Sdn Bhd is a member of the Control Union - an international inspection and certification body. CUC performs assessments and certification in many agricultural based fields such as FSC, RSPO, and Organic production, Sustainable Textile Production, Organic Exchange, GLOBALGAP, HACCP, BRC, GMP. Control Union Malaysia Sdn Bhd is accredited for RSPO (RSPO-ACC-021) for the scope of P&C (Single Site & Group) and SCCS worldwide. When requested, a copy of the accreditation certificate can be obtained from CUC.

Stakeholder consultation is one of the most important parts in certification process; during which relevant national, regional as well as local stakeholders are asked to give their views and opinions as to whether the applicant's certification units comply with the requirements of the applicable National Interpretation.

We invite all stakeholders to take part in this consultation procedure as you can make a positive contribution to the certification decision. We ask you to raise any issues, both positive and negative, by sending a written response by mail, fax or by E-mail to our Control Union Malaysia Sdn Bhd office as indicated below.

For your guidance, you may consider the following points:

- 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 issue, 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.
- A copy of the applicable RSPO standard for the country, in which the assessment is being conducted, is available from www.rspo.org. Alternatively please ask Control Union Malaysia Sdn Bhd for a copy.

Your responses will be dealt with in complete confidentiality and will only be distributed to the appropriate persons within the organizations of CUC, ASI and RSPO.

When required your reply will remain confidential. Please add "Confidential" in your response and when preferred your response can be added as anonymous in the public summary of the report. In that case please also add "Anonymous" in your response.

If requested by you, the audit team will make the necessary arrangements to allow you to meet with them during the evaluation.

Please direct your comments to:

Control Union Malaysia Office	
Muhammad Hariz, Asst. Program Manager, B-3-1, Prima Klang Avenue, Jalan Kota KS/1, 41100 Klang, Selangor, Malaysia	
E-Mail: hariz@controlunion.com	
Fax: +603 3377 1800	

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	:	_____
E-Mail	:	_____
Phone Number	:	_____
Summary of Issue	:	<div style="border: 1px solid black; height: 100px; width: 100%;"></div>

We thank you for the participation and feedback.

Yours Sincerely,



Muhammad Hariz
Asst. Program Manager,
Control Union Malaysia Sdn Bhd