

15<sup>th</sup> January 2024

Dear Sir/Madam,

**STAKEHOLDER CONSULTATION INVITATION TO COMMENT ON RSPO (P&C) INITIAL AUDIT**

We are pleased to invite you to provide comments in the stakeholder consultation meeting.

**KLK Sawit Nusantara Berhad – Sabang Palm Oil Mill 2**, has applied to Global Gateway Certifications Sdn Bhd to carry out initial activities in accordance with the Roundtable on Sustainable Palm Oil (RSPO P&C) standards.

The standards that shall be applied in the assessment are as below;

- RSPO Principle & Criteria Certification (RSPO P&C 2018) – Malaysia National Interpretation (MYNI) Nov 2019 – [Mass Balance (MB)]

As scheduled, the initial assessment will be carried out on **26<sup>th</sup> February – 1<sup>st</sup> March 2024**. You are cordially invited to send any comments if applicable within the period from now until the closing meeting on the last day of the assessment.

<b>Applicant</b>	<b>KLK Sawit Nusantara Berhad – Sabang Palm Oil Mill 2</b>
<b>RSPO Membership</b>	1-0014-04-000-00
<b>RSPO Palmtrace (RSPO PO_ID)</b>	RSPO_PO1000003792

<b>Contact details</b>	Mr. Thien Jing Wen <a href="mailto:jw.thien@klk.com.my">jw.thien@klk.com.my</a>  <b>Tel</b> : 605) 2417 844 <b>Address:</b> Batu 42, Jalan Tawau-Semporna, Beg Berkunci No. 3, 91009 Tawau, Sabah, Malaysia
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<b>Brief business information of applicant</b>	<p>Kuala Lumpur Kepong Berhad (“KLK”) is a company incorporated in Malaysia and listed on the Main Market of Bursa Malaysia Securities Berhad with a market capitalisation of approximately RM22.318 billion at the end of September 2022. KLK is amongst the largest plantation companies in Malaysia, with a land bank of close to 300,000 hectares, spread across Malaysia (Peninsular and Sabah), Indonesia (Belitung Island, Sumatra, Kalimantan) and Liberia.</p> <p>From the RaCP Tracker record, the KLK Sabang Palm Oil Mill 2 Complex does not have the New Planting Procedure (NPP) and Remediation and Compensation Plan (RaCP) process that is running with the RSPO.</p>
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**PALM OIL MILL (POM) FOR THIS ASSESSMENT**

Name of Palm Oil Mill	Mill Capacity	Supply Chain Model	Location	GPS reference		Forecasted Annual output (MT)	
(POM)	MT/HR		Address	Longitude	Latitude	CPO	Palm Kernel
Sabang POM-2	45	MB	North of Sungai, Sugut, Sugut Region, Beluran, Sabah	117.4775	6.3531	40,145	10,182

**SUPPLY BASE OF FFB TO THE ABOVE POM TO BE INCLUDED IN THIS ASSESSMENT**

Owned Oil Palm Plantation / Association	Address	GPS reference		Area Summary (Ha)		Annual FFB Production (MT)
		Longitude	Latitude	Total	Planted	
Excellent Challenger 1 Estate	North of Sungai, Sugut, Sugut Region, Beluran, Sabah	117.4908	6.3077	3,587.95	3,099.81	59,214
Excellent Challenger 2 Estate	North of Sungai, Sugut, Sugut Region, Beluran, Sabah	117.4606	6.3354	2,983.00	2,354.42	47,835
Rakanan Jaya South Estate	North of Sungai, Sugut, Sugut Region, Beluran, Sabah	117.3789	6.3062	1,017.00	554.25	10,372
Rakanan Jaya North Estate	North of Sungai Paitan, Sugut Region, Beluran, Sabah	117.5197	6.4726	3,911.00	3,428.73	72,410
<b>TOTAL</b>				<b>11,498.95</b>	<b>9,437.21</b>	<b>189,831</b>

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 RSPO's requirements.

We invite all stakeholders to take part in this consultation process as you can make a positive contribution to the certification decision. We invite you to raise any issues, both positive and negative, by sending a written response by mail, fax or by e-mail to our Global Gateway Certifications Sdn Bhd .

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.

Please direct your comments to:

**Scheme Manager,**  
**Global Gateway Certifications Sdn Bhd,**  
No.10, Jalan Rasmi 7,  
Taman Rasmi Jaya,  
68000 Ampang,  
Selangor Darul Ehsan, Malaysia.

Telephone: +60 3 4256 2689  
Fax: +60 3 4256 2687  
Email: [jamal@ggc.my](mailto:jamal@ggc.my) / [admin@ggc.my](mailto:admin@ggc.my)

Details on the audit team:

**Mahaswaran Maliyappan (Lead Auditor)**

Executive Master in Entrepreneurship Enhancement [Supply Chain Management], Professional Diploma in International Management Practices, Graduate Diploma in Business Administration, and Diploma in Mechanical Engineering. Has vast exposure and experience in engineering, quality, sustainability schemes, 2nd & 3rd party auditing in various industries and owns proven track records of auditing various multinational companies both locally and internationally.

A certified Train the Trainer, Compliance / Lead Auditor for ISO 9001, 14001, OHSAS 18001, ISO 37001 Anti-Bribery Management System, ISO 22000 Food Safety Management System, MSPO, RSPO P&C, RSPO SCCS, RSPO Next. Since 2020 being Associate Social Compliance Auditor (ASCA) – APSCA, approved Social & Labor Convergence Program (SLCP) Verifier, RBA Labor and Ethics (LE) and Environment, Health, and Safety (EHS), has records of competency for migrant workers verification / risk assessment against the framework of the International Labor Organization's (ILO) Forced Labor Indicators and member of ESG Association of Malaysia.

Since 2012 trained in agriculture certification programs such as RSPO, MSPO and SCCS and holds role as lead auditor or auditor with several local and overseas certification bodies. Member of GGC RSPO audit team. Able to speak and understand Bahasa Malaysia, English, Tamil and basic spoken language of Bahasa Indonesia.

**Mohd Faiz bin Samin (Auditor)**

Graduated with a Bachelor of Science (Honours) in Plantation Technology and Management from MARA University of Technology. Experienced more than 14 years in the management of oil palm and rubber plantations in estates as well as plantations owned by smallholders who fully implement Good Agricultural Practices (GAP). Monitor and coordinate the farms developed in collaboration with the Jabatan Kemajuan Orang Asli Malaysia (JAKOA) throughout peninsular Malaysia. Also involves in certification and compliance affairs such as MSPO, RSPO, ISO 9001, ISO 14001, OHSAS 18001 and 5S Certification by Malaysia Productivity Corporation.

Also involved in introducing the Global Platform for Sustainable Natural Rubber to small rubber farmers. Completed and certified MSPO Auditor course (MPOCC Endorsed) in June 2019 held by SGS Malaysia Sdn Bhd. Member of the GGC audit team. Can speak and understand Bahasa Malaysia and English.

**Nur Syahirah binti Yaccob (Auditor)**

Postgraduate of Master in Science, Environmental Technology and Bachelor of Science with Honours (Aquatic Resource Science and Management). With more than 2 years working experience in environmental management and science sector. Also, 2 years' experience as an auditor for sustainability and other schemes. Fully trained in palm oil certification programs such as MSPO, SCCS etc. Qualified as Auditor in several certification programme with involvement in MSPO assessment since 2020.

Completed and attended Malaysian Sustainable Palm Oil (MSPO) 2530:2013 Auditors Training, MSPO SCCS Auditor Training and ISO 9001:2015 & 14001:2015 Auditor/Lead Auditor Training Course, Integrated Management System etc. Member of GGC MSPO audit team. Able to speak and understand Bahasa Malaysia and English.

**Ismadi bin Ismail (Auditor)**

He holds Diploma in Planting Industry Management from MARA Institute of Technology, Kuantan Pahang with 25 years of working experiences with various plantation companies. Vast experiences, knowledge and skills in establishing new Estates from Jungle or Forest and Best Agriculture Practices (GAP) for plantation either peat or mineral.

He had been involved in MSPO auditing since 2017 and fully trained and qualified as Lead Auditor/Auditor in CoP, MSPO, RSPO, SCCS and OSHAS. He completed the MSPO Auditor course in 2017 and SCCS in 2019 held by SGS (M) Sdn Bhd, Endorsed RSPO P&C Lead Auditor Course in 2019 and ISO 9001:2015 Lead Auditor course by TOMC. Apart from auditing, he is also certified MSPO Peer Reviewer by MPOCC since 2017. Member of GGC MSPO audit team and able to speak Bahasa Malaysia and English.



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 : \_\_\_\_\_

Comment:

If you wish your comments to be treated confidentially or remain anonymous, please mark your reply “CONFIDENTIAL”.

We thank you for the participation and feedback.

Yours Sincerely,

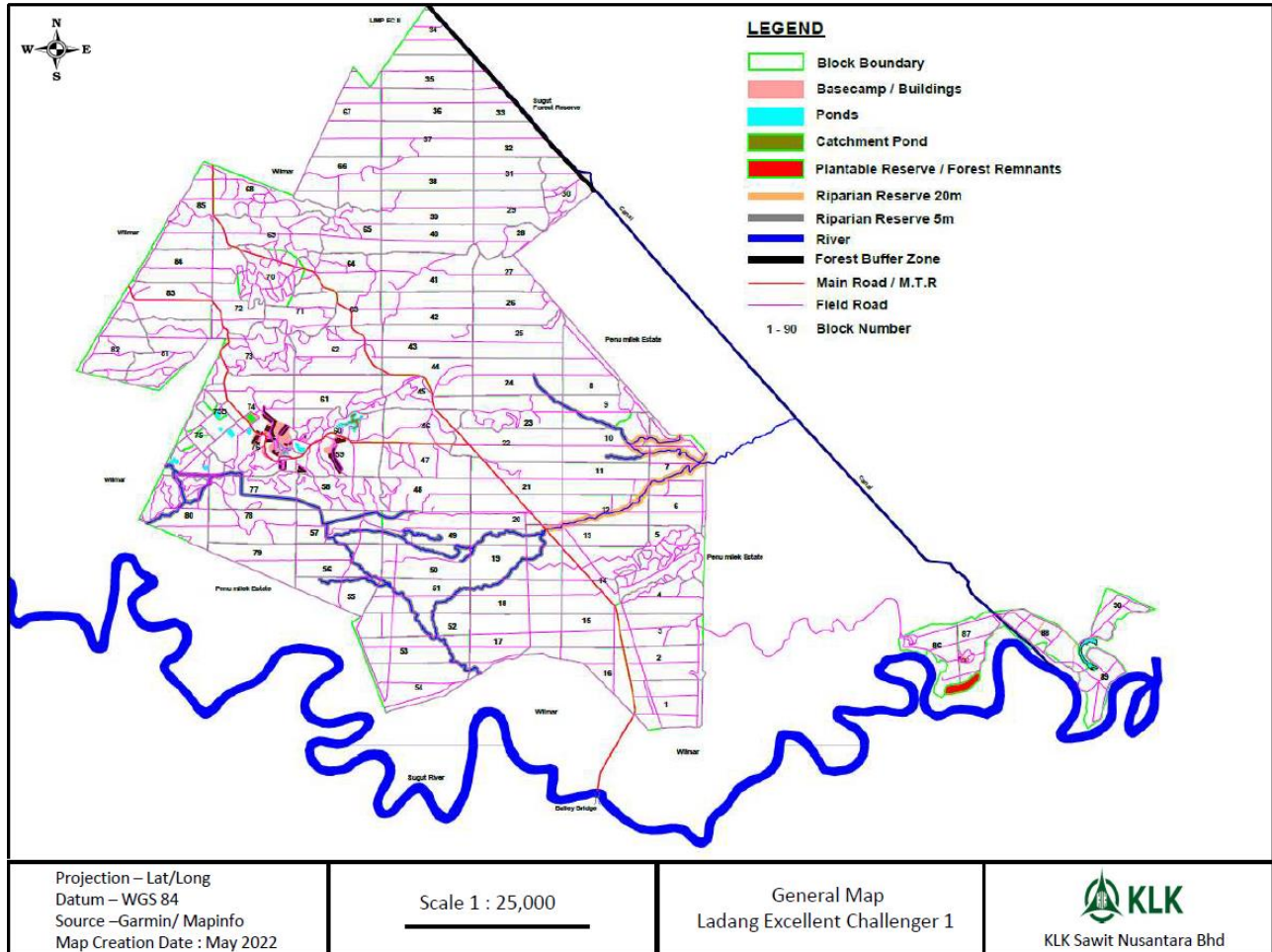


**Muhd Jamalul Arif,**  
Scheme Manager,  
Global Gateway Certifications Sdn Bhd



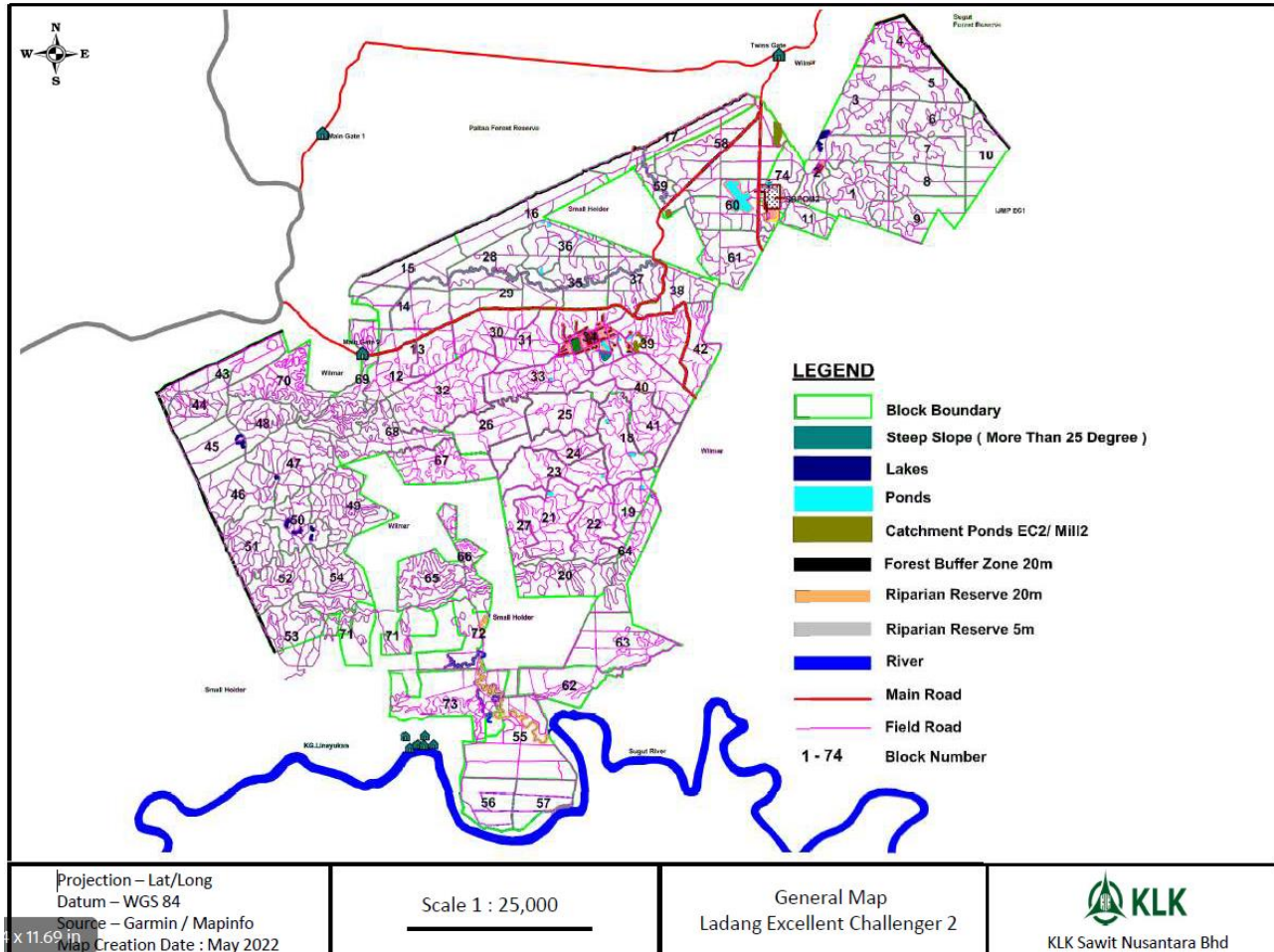
**Annex 1 – Location Maps**

**1. Excellent Challenger 1 Estate**



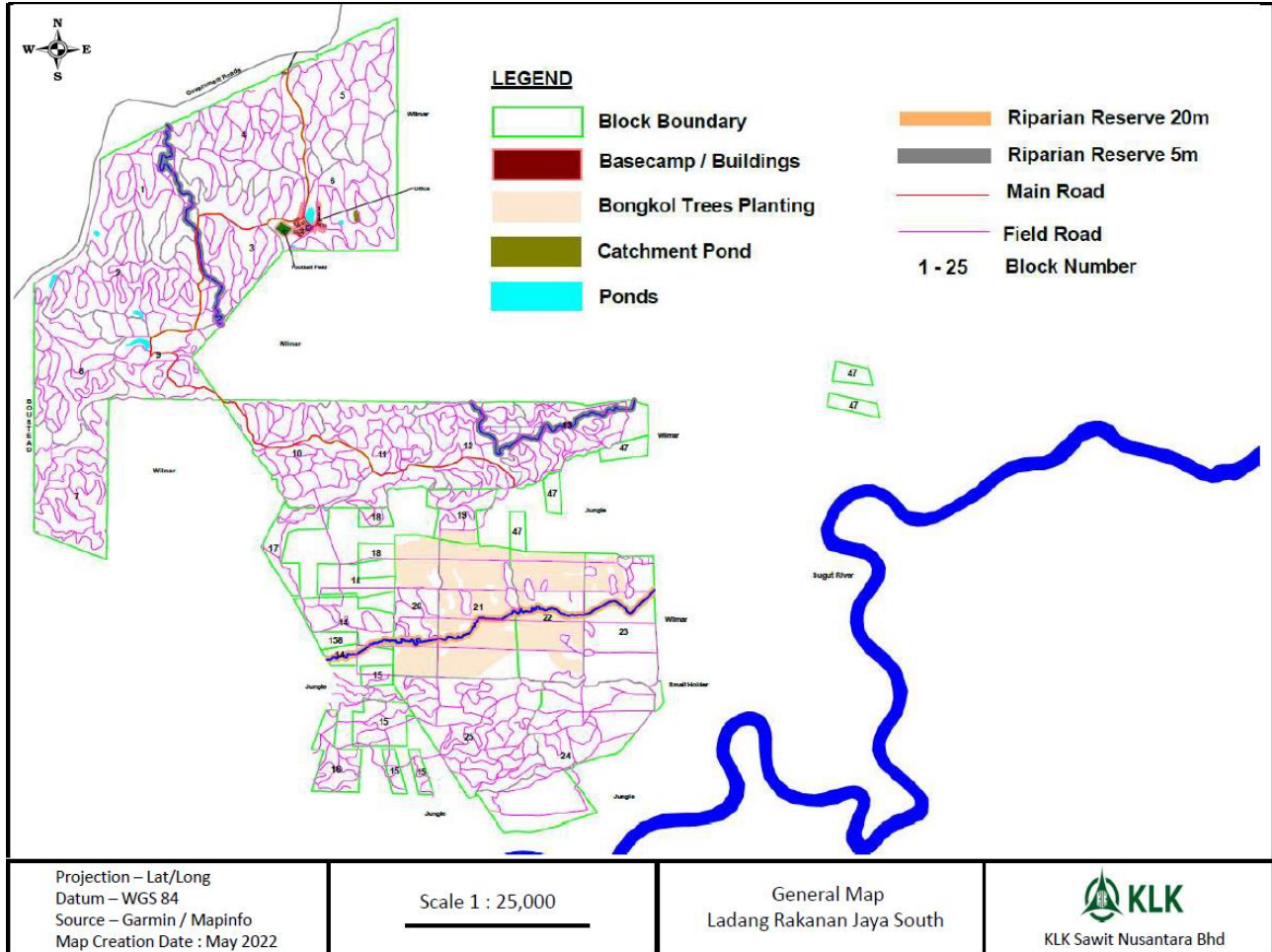


**2. Excellent Challenger 2 Estate**





**3. Rakanan Jaya South Estate**



4. Rakanan Jaya North Estate

