



MALAYSIAN SUSTAINABLE PALM OIL PUBLIC SUMMARY AUDIT REPORT


CLIENT/COMPANY	SATRIA ERAMAJU SDN BHD	AUDIT NO.	556/19
ADDRESS	Lot 73, Block 6, 1st Floor, Prima Square, Mile 4, 90000 Sandakan, Sabah.		
TYPE OF ASSESSMENT	Main Audit		
GROUP MANAGER	Mr Jielion Mokuntil		
EMAIL ADDRESS	satria1.bonggaya@gmail.com		
WEB PAGE	-		
AUDIT STANDARD(S)	MS 2530-3:2013 - Malaysian Sustainable Palm Oil Part 3: General principles oil palm plantations		
AUDIT SCOPE	Production of Sustainable Fresh Fruit Bunches from: 1,812.00 Ha total Oil Palm Planted Area 4000.00 Ha total Certified Area		
AUDIT DATE	3 rd & 4 th December 2019		
PREVIOUS AUDIT DATE	29 th August 2019		
NEXT AUDIT DATE	1 st Surveillance tentatively plan on November 2020		
OTHERS CERTIFICATION	NIL		
CLIENT'S REFERENCE DOCUMENTS	Per clients document master list		
CERTIFICATE VALIDITY	03/02/2020 to 02/02/2025		
AUDITOR TEAM MEMBERS	LEAD AUDITOR	En. Basran Ab Hamid (BAH)	
	AUDITOR	En. Suriansyah Nanang (SBN)	

These are your certification details.

Please inform us immediately if amendments are required.

Audit Conclusion
Based on the documentation reviewed, records sampled, site visit and interview with relevant personnel during this Stage 2 Audit, we conclude that SATRIA ERAMAJU SDN BHD has effectively implemented its Malaysian sustainable Palm Oil system in accordance to the MS 2530-3:2013 requirements in line with the organization procedure & policy for the above mention scope

Recommendation
The audit team has agreed to recommend SATRIA ERAMAJU SDN BHD to be awarded with MS 2530-3:2013 Certifications based on applied scope subject to review by Certification Approval Panel

Team Leader	Basran Ab Hamid	Signature		Date	4/12/2019
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AUDIT OBJECTIVE

The objectives of this audit are as follows:

To evaluate the implementation, including effectiveness of **SATRIA ERAMAJU SDN BHD** on MS 2530-3:2013 Malaysian Sustainable Palm Oil (MSPO) documentation. It shall include at least the following:

- a. Information and evidence about conformity to all requirements of the applicable management system standard or other normative document;
- b. Performance monitoring, measuring, reporting and reviewing against key performance objectives and targets (consistent with the expectations in the applicable management system standard or other normative document);
- c. The **SATRIA ERAMAJU SDN BHD** MSPO and performance as regards legal compliance;
- d. Operational control of the **SATRIA ERAMAJU SDN BHD** processes;
- e. Internal auditing and management review (if applicable);
- f. Management responsibility for the **SATRIA ERAMAJU SDN BHD** policies;
- g. Links between the normative requirements, policy, performance objectives and targets (consistent with the expectations in the applicable management system standard or other normative document), any applicable legal requirements, responsibilities, competence of personnel, operations, procedures, performance data and internal audit findings and conclusions

EXECUTIVE SUMMARY

The Stage 2 audit was satisfactorily conducted to evaluate the MSPO implementation of **SATRIA ERAMAJU SDN BHD** which located near to Bonggaya Forest Reserve district of Beluran Sabah. It took about 3 hour drive from Sandakan Town into the estate. A clear boundary between adjacent forest reserve and estate was cleared marked with red mark and patrolling by the officer in charge for any encroachment of the estate to the forest reserve was conducted, and no negative feedback received so far, as feedback during stakeholder consultation. AOC raised during stage 1 audit were rectify by the management and immediate action has been taken and clarified. Under this certification, since it involved individual certification, thus no sampling basis for the sample size involved in this assessment, as the whole unit under the certified unit was audited.

NIOOSH Certification is an accredited certification body by Standards Malaysia which providing a comprehensive certification and inspection services mainly for management system of occupational safety & health, environmental, quality and MSPO for various industries. Stage 2 Audit was satisfactorily conducted to evaluate MSPO implementation of the estate. The **Stage 2** audit have been satisfactorily conducted by NIOOSH Certification on **3 - 4 December 2019**.



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During the Closing Meeting held on 4th December 2019, the overall results of the audit are as follow:

- a. **NIL – Major Nonconformity Report (NCR)**
- b. **TWO (2) - Minor Nonconformity Report (NCR)**
- c. **TWO (2) – Opportunities for Improvement (OFI)**

SATRIA ERAMAJU SDN BHD has prepared Corrective Action Plan as respond of raised NCR which date of implementation adequately accepted by Audit Team. The effectiveness of the corrective action for minor NCR will be reviewed on the next surveillance while major NCR satisfactorily reviewed closed

ASSESSMENT TEAM MEMBER

<p>Lead Auditor</p>	<p>Mr Basran Ab Hamid</p> <p>Basran Ab Hamid hold a Degree From University Malaysia Sabah in International Business with more than 5 years working experience in plantation company and skills in Good Agricultural Practices (GAP) and involved in Safety and Health Plantation programme. Fully trained in similar agriculture certification programs such as MSPO. Completed and certified MSPO Auditor Course in January 2019 held by Niosh Certification. He attended Integrated Management System (IMS) conducted by Platinum Shauffman Veritas (PSV) Certification in December 2018. He able to speak and understand Bahasa Malaysia and English.</p>
<p>Auditor</p>	<p>En. Suriansyah Nanang</p> <p>He has 8 years working experience in oil palm plantation with had experience with RSPO, MSPO and ISCC requirements for certification from all these various organizations.</p> <p>He successfully completed the Lead Auditor course for ISO 9001, ISO 14001 and Auditor MSPO MS2530 course and had attended MSPO Supply Chain Certification Standard (SCCS) Auditor Course. Able to communicate in Bahasa Malaysia, English and Local Language.</p>

AUDIT METHODOLOGY & AUDIT PROGRAMME

The assessment was conducted involving estates under **SATRIA ERAMAJU SDN BHD**. The minimum manday has been justified as per ABC-OPMC 2 (Audit Duration for CB Operating Oil Palm Management Certification under MSPO scheme). The audit covers documentation review, internal policies and procedures, management system as well as records review in compliance with the audit criteria requirements Based on initial review self-questionnaire and Stage 1 Audit assessment, the risk factor medium (1.5) is determined.

The Stage 2 audit assessment has been conducted on sampling based on sampling size $1.5\sqrt{1}$ calculation resulted of 1 sampled estate. The assessment were cover documentation and records review, physical field observation covering all plantation processes (harvesting, manuring, spraying activities), workshop, chemicals store, waste management, boundary & buffer zones, workers housing, stakeholders consultation, interview with internal & external stakeholders, workers and contractors.

SUMMARY AUDIT FINDINGS

During the audit closing meeting held on 4th **December 2019**, the overall results of the audit are as follows:

The following items represented positive observations by the audit team:

- 1. Commitment Internal MSPO Team**
- 2. Good understanding on the requirement of MSPO**
- 3. Good of filing system on MSPO Documentation**

The overall results of the audit are as follows:

- a. **Major Nonconformity Report (NCR) : NONE (0)**
- b. **Minor Nonconformity Report (NCR) : TWO (2)**
- c. **Opportunities For Improvement (OFI) : TWO (2)**

****The grading of nonconformity (Major / Minor) is based on ISO/IEC 17021:2015 guidelines.***

The audit team has satisfactorily verified the corrective action plan provided by the client. The effectiveness on the action plan for the corrective action will be reviewed by NIOSH Certification's auditors during the next surveillance audit.

COMPANY BACKGROUND

The management is a wholly own company of **SATRIA ERAMAJU SDN BHD** which estate located proximate **3** hours from **Sandakan Town**. The company has various businesses and one of the core business in Oil Palm plantation. The management also been planted the oil palm about **4000** hectares.

DETAILS OF PLANTATION UNIT (S)

NO	ESTATES NAME	ADDRESS OF ESTATE	GPS COORDINATE	TOTAL TITLE AREA (Ha)
1	SATRIA ERAMAJU SDN BHD	Lot 73, Block 6, Prima Square, Phase 1, Batu 4, 90000 Sandakan, Sabah.	117.46010000° 6.15055556°	4109.73
TOTAL				4109.73

MPOB LICENSE DETAILS

NO	ESTATES NAME	MPOB LICENSE	SCOPE OF ACTIVITY	EXPIRY DATE
1	SATRIA ERAMAJU SDN BHD	615940002000	Menjual dan mengalih FFB	31/10/2020

AREA AND FFB PRODUCTION FROM ESTATES

NO	ESTATES NAME	PLANTED AREAS			NON PLANTED AREA			TOTAL TITLE AREA (Ha)
		IMMATURE AREA (Ha) 0-3 YRS	MATURE AREA (Ha) >3 YRS	TOTAL PLANTED AREAS (Ha) A=a+b	CONSERVATION AREA (HBV, Steep Land, etc.) Ha	OTHERS (BUILDING, LINE SITES, ETC.) Ha	TOTAL UNPLANTED AREA (Ha) B=c+d	
1	Satria Eramaju Sdn Bhd	a 963.00	b 849.00	A=a+b 1,812.00	c 884.10	d 1413.82	B=c+d 2,297.92	A+B 4,109.92
TOTAL		963.00	849.00	1,812.00	884.10	1413.82	2,297.92	4,109.92



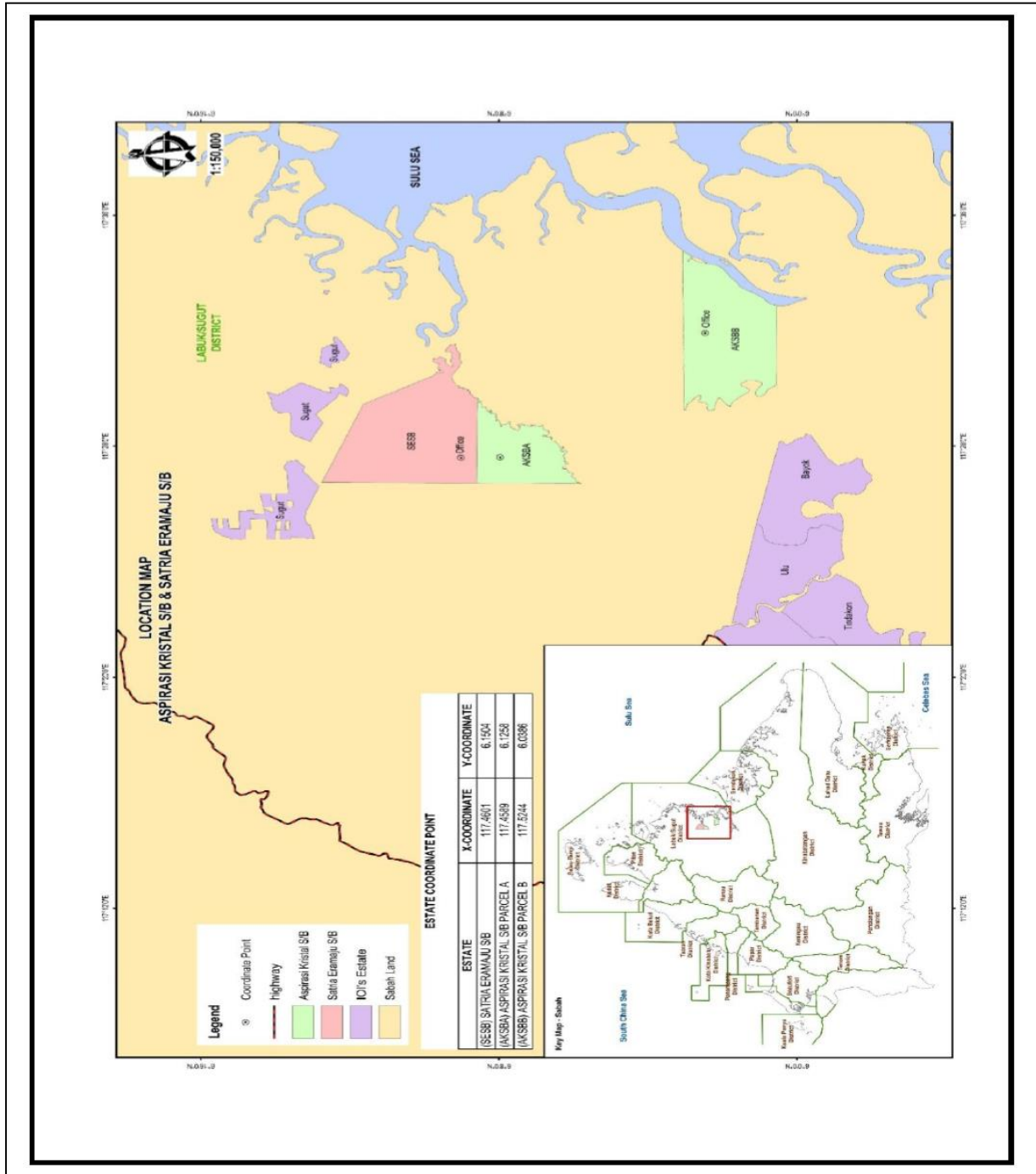
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PRODUCTION VOLUME

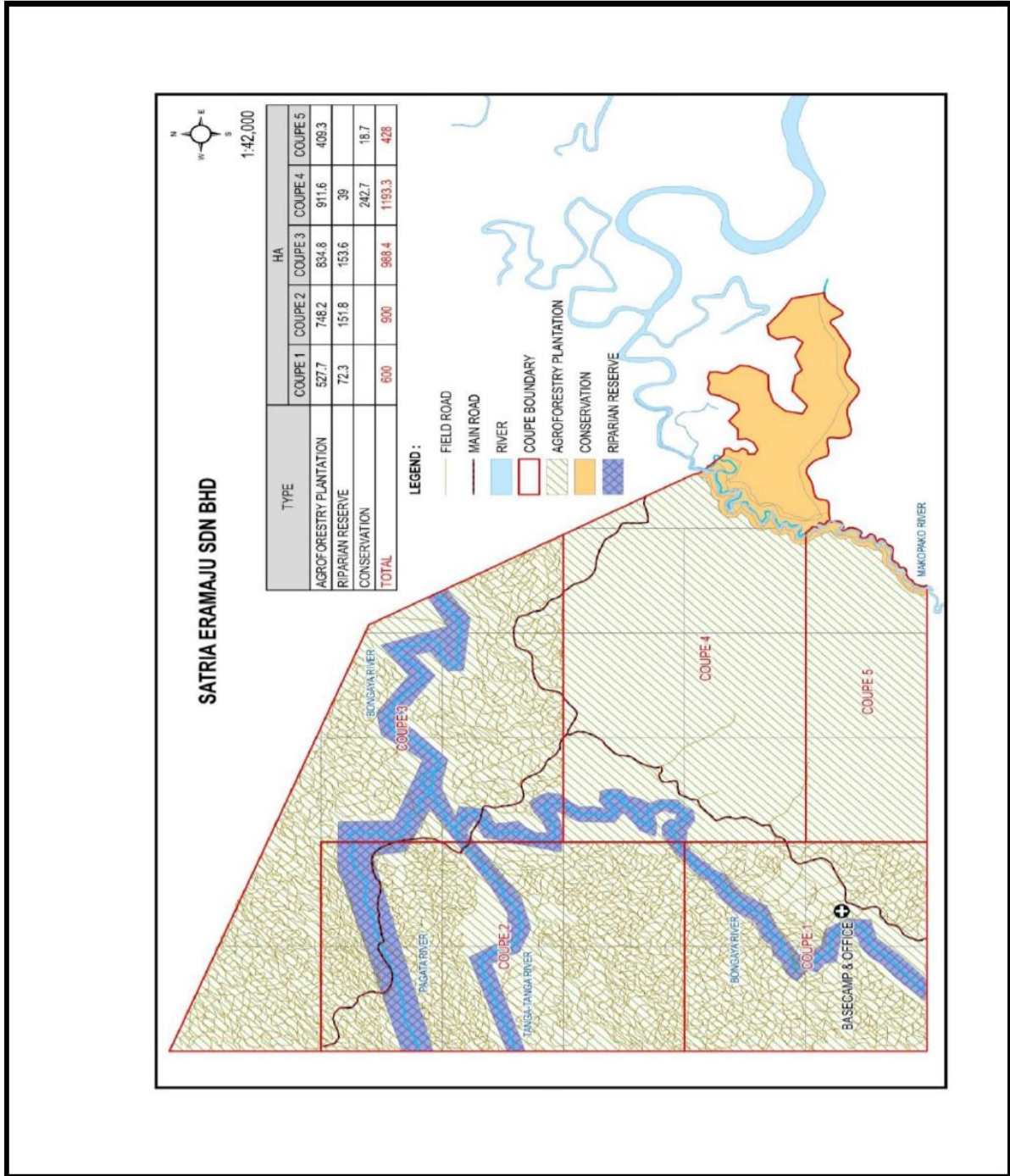
NO	ESTATES NAME	TITLE AREA (Ha)	FFB PRODUCTION PREVIOUS Y2018 (MT)	FFB PRODUCTION FORECAST Y2019 (MT)
1	Satria Eramaju Sdn Bhd	4,109.92	4,730.68	17,125.00
TOTAL		4,109.92	4,730.68	17,125.00
OER%			20%	20%

LOCATION AND MAP

LOCALITY MAP



ESTATE MAP



Review and follow-up on previous audit findings

All findings raised during the previous audit found has been addressed adequately. All NCR has been verified accordingly.

Stakeholders Consultation Session

Stakeholder consultation began with notification of upcoming assessment by official letter to identified stakeholders. Emails, phone call and official letter were sent to applicable interested stakeholders. Audit team then visited some stakeholders to obtain positive / negative information or any issues in connection with estate management.

The agenda of discussion including legal compliance, environmental protection, biodiversity conservation, safety & social responsibility and development of community. There is no issue been raised up during stakeholder consultation. However, good finding and request recorded as following below:

- Good relationship stakeholder between estate management
- Good communication and cooperation between estate management
- Good implementation of msपो awareness to local community & company

Among those attended and stakeholders consulted included providing information as recorded below:

- a) **Manager of Aspirasi Kristal (M) Sdn Bhd**
- b) **General Worker**

All positive and negative inputs from stakeholders has been discussed with management of **SATRIA ERAMAJU SDN. BHD** with proper justification and adequate action plan by the management team to address the issue.



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Disclaimer

NIOSH Certification provides services which are designed to determine whether the referenced Management System of the client:

- a) complies with the relevant (mentioned) Standard; and
- b) has been properly implemented and maintained.

Audits are based on random sampling techniques and nonconformances may exist which did not become apparent during the audit.

NIOSH Certification does not provide any advice on compliance with any legislation, regulation, or standards. All audit reports and other documentation provided by NIOSH Certification, are given in good faith and in reliance on the accuracy and completeness of the information provided by the client. No responsibility is accepted to any third party that may rely in whole or in part on the content of this report, to the extent permitted by Law.

- End of Audit Report -