

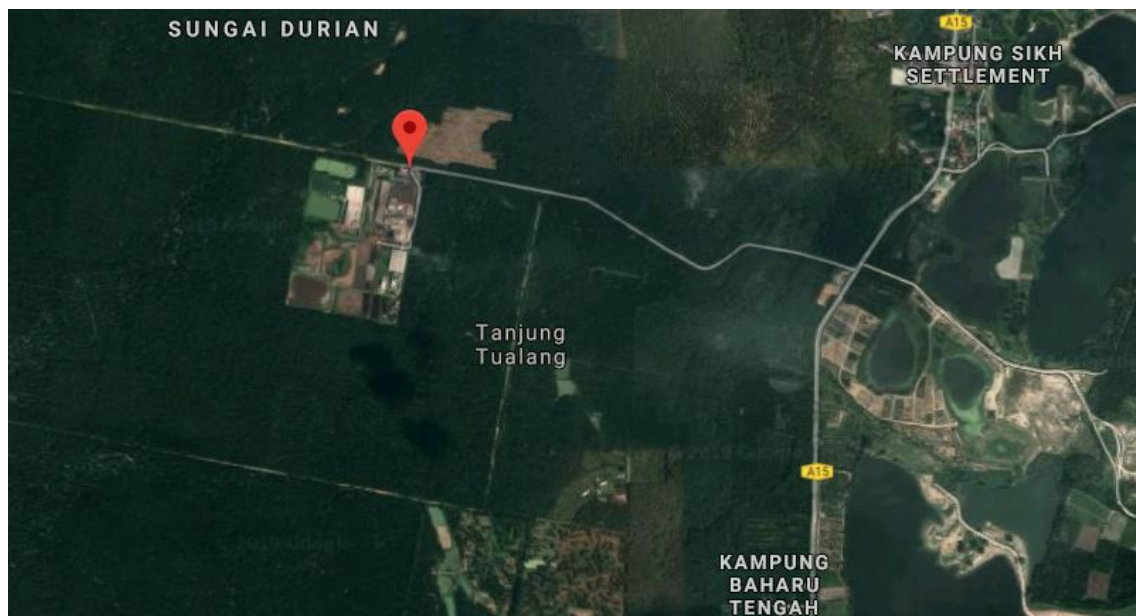
**PRIMA CERT INTERNATIONAL SDN BHD (1107878-A)**

5A, Jalan Anggerik Eria AU 31/AU  
 Kota Kemuning, 40460 Shah Alam  
 Selangor, D. E. Malaysia  
[www.pci.com.my](http://www.pci.com.my) / +603-5525 8359)

**MSPO Audit Summary**

Company Name:	Kilang Minyak Sawit Tg Tualang (1997) Sdn Bhd
Address:	Lot. PT 1278, Mukim Tanjung Tualang, 31800, Daerah Kinta, Perak
Reference No.:	100043
Standard(s):	MS 2530-4:2013
MPOB licence no: (for group certification, list all licences no. in the group)	500303504000
MPOB licence scope of activity:	<ol style="list-style-type: none"> <li>1. Menjual &amp; mengalih PK, CPO, SPO</li> <li>2. Membeli dan mengalih FFB, PK, CPO</li> <li>3. Menyimpan PK, CPO, SPO</li> <li>4. Mengilang FFB</li> </ol>
MPOB Licence expiry date:	Contact PCI for detail
Audit Type:	<input checked="" type="checkbox"/> Stage 2 Audit <input type="checkbox"/> Surveillance Audit <input type="checkbox"/> Re-certification Audit
Audit scope:	Palm oil milling.
Sites sampled: (for group certification only)	n/a

<b>GPS Coordinate:</b>	<b>N 4° 18' 23.672" E 101° 2' 22.186"</b>
<b>Map showing approximate location of certified entity:</b>	



Audit date:	<b>22/01/2019 to 23/01/2019</b>
Total number of man-day(s):	<b>3.0 man-day(s)</b>

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(for MSPO Part 2 & Part 3) Planted Area:	<input checked="" type="checkbox"/> Not applicable ha.
(for MSPO Part 2 & Part 3) Estimated tonnage of annual FFB produced:	<input checked="" type="checkbox"/> Not applicable mt.
(for MSPO Part 4) Estimated processing capacity: Estimated certified palm oil (CSPO): Estimated certified palm kernel (CSPK):	<input type="checkbox"/> Not applicable <b>120.0</b> mt. FFB/hour <b>19.0</b> mt./hour <b>4.0</b> mt./hour
(N/A for Stage 2 & Re-certification assessment) Date of certificate issued and validity	<input checked="" type="checkbox"/> Not applicable <b>dd/mm/yyyy to dd/mm/yyyy</b>
Please state if the organization certified for other sustainability scheme(s)?	<input checked="" type="checkbox"/> No <input type="checkbox"/> Yes, _____

**Executive Summary**

The organization was started to build since 1997 and started to operation in year 2000. The ownership of the organization was handover to Ngan & Ngan Holdings Sdn Bhd in Feb 2007 and the capacity was 120 mt / hr in year 2010.

SCOM-Manual (MSPO Management Manual, Rev 0 dated 15-Jul-2018) was established according to the MS 2530-4:2013 MSPO Part 4 by the Director of Ngan & Ngan Holdings Sdn Bhd for its Group of Companies. The Director has appointed Mill Manager to be responsible for the maintenance and distribution of the manual.

This assessment was single site certification as a palm oil mill. Stage 1 audit was performed on 26/11/2018 and total of 10 findings were highlighted during audit on documentation review and site walkabout. All areas of concern were satisfactorily closed by the time of stage 2 audit.

Stage 2 audit was conducted from 22-Jan-2019 to 23-Jan-2019 and improvement was sighted since last visit. However, there were total of 3 Nonconformities been detected which were relevant internal audit (Principle 1) and wastes management (Principle 5). Details could be referred to NCR 1 to 3 of 3 and MSPO Part 4 Audit Checklist.

**Listing of strength / strong point identified:**

No	Strength Statement
1.	Stakeholder consultation was conducted with involvement from authorities and local communities.

**Listing of improvement potential / opportunities for improvement (OFI)**

No	OFI Statement
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1.	<i>The HIRARC was reviewed after accident was occurred. Further review the accuracy of likelihood and severity rate determined in current HIRARC in order to provide better judgement on the necessity of proposing additional control after assessment if required.</i>
2.	<i>Periodic safety &amp; health committee meeting was performed and recorded. It would be worth to extend the minutes of meeting with more detail elaboration of workplace inspection results and status of follow up actions if any for continual improvement.</i>
3.	<i>Traceability inspection were conducted and recorded. Further enhancement on attaching verified supporting records with Traceability System Compliance Inspection Report should be considered for better reference purpose.</i>
4.	<i>The emergency shower at 2 stations (near the chemical store and at the chemical dosing area) can be enhanced by proper maintenance and ergonomics consideration.</i>
5.	<i>Massive housekeeping is needed around the quarters for migrant workers. Consider to enhance education program on proper disposal of rubbish to workers.</i>
6.	<i>Waste segregation can be further improved at the workshop area with highlighting on the use of 3R bins.</i>
7.	<i>Consider to review the need to revise the Water Management Plan and the acronym for Kilang Minyak Sawit Tg Tualang.</i>
8.	<i>For better clarification, the List of Stakeholders in Table 2 Matrix should be aligned with the List of Customers, Suppliers, etc (updated 19/09/2018).</i>

**Listing of nonconformity (NCR)**

No	Clause	NCR Statement	NCR status
1.	4.1.2.2	<p><i>Internal audit was not effectively implemented. Clause 4.1.2.2 required that the audit results shall be documented and evaluated, followed by the identification of strengths and root causes of nonconformities in order to implement the necessary corrective action.</i></p> <p><i>Noted internal audit was performed on 05/11/2018 and total of 10 CARs were reported and reviewed during management review. Minutes of management review meeting was also stated the closure of CARs would be followed up by end of Dec 2018.</i></p> <p><i>However, during audit there were lack of evidences that root cause analysis, correction and corrective actions been clearly identified and recorded in CARs (No: IA18-01 to IA18-10).</i></p>	<input type="checkbox"/> Open <input checked="" type="checkbox"/> Close
2.	4.5.3.2	<p><i>Clause 4.5.3.2 required that A waste management plan shall be developed and implemented, to avoid or reduce pollution. The waste management plan should include measures for:</i></p> <p><i>a) Identifying and monitoring sources of waste and pollution;</i></p> <p><i>However, during audit it was found that mixed waste been disposed in the garbage bin near the motor repair workshop while the 3R bins were nearby the area.</i></p>	<input type="checkbox"/> Open <input checked="" type="checkbox"/> Close

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<b>3.</b>	<b>4.5.3.3</b>	<p><i>Clause 4.5.3.3 required that the palm oil mill management shall establish Standard Operating Procedure for handling of used chemicals that are classified under Environment Quality Regulations (Scheduled Waste) 2005, Environmental Quality Act, 1974 to ensure proper and safe handling, storage and disposal. Scheduled waste shall be disposed as per Environmental Quality Act 1974 (Scheduled Wastes) Regulations, 2005.</i></p> <p><i>However during audit it was found that contaminated soil due to previous spillage has not been attended to at the footing of the lubricants store.</i></p>	<input type="checkbox"/> Open <input checked="" type="checkbox"/> Close
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**Stakeholder consultation summary**

Any issues raised by the stakeholder(s) towards the company?	<input type="checkbox"/> Yes, issue: _____ <input checked="" type="checkbox"/> No.
<b>Remarks:</b> <i>While there was no negative feedback from the Stakeholders interviewed, the Policeman was apprehensive on the safety aspects at work due to a recent fatality at the KMSTT oil mill. The smallholders were concerned about the plummeting CPO price. Generally, all agreed that the existing mill had been an employment generator and a welcome presence in the micro-economy of the surrounding community.</i>	

**Certification recommendation**

In reference to **MS 2530-4:2013**, the audit team recommends for:

<input type="checkbox"/> Issuance of the certificate.
<input checked="" type="checkbox"/> Issuance of the certificate as soon as implementation of corrective action(s) has been demonstrated.
<input type="checkbox"/> Maintenance of the certificate.
<input type="checkbox"/> Maintenance of the certificate as soon as implementation of corrective action has been demonstrated.
<input type="checkbox"/> Not applicable, due to extraordinary type of report.

Tentative next audit date:	<b>12/2019</b>
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Company Representative	
Designation:	<input checked="" type="checkbox"/> Mr. <input type="checkbox"/> Ms. <input type="checkbox"/> Other, please specify:
Name:	Lo Lek Suang
Position:	A/C & Admin Executive
Tel:	05-2563 287/284
Email:	<a href="mailto:kmstt1997@gmail.com">kmstt1997@gmail.com</a>
PCI Audit Team Leader	
Name:	Dominic Retan Giah
Area of expertise	Forestry, plantation management, health & safety, EIA expert
Tel:	+603-5525 8359
Email:	<a href="mailto:info@pci.com.my">info@pci.com.my</a>

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<b>PCI Audit Team Member 1</b>	
Name:	Tee Kee Hu
Position:	<input type="checkbox"/> Co-Auditor <input type="checkbox"/> Auditor-in-Training <input type="checkbox"/> Technical Expert <input type="checkbox"/> Observer <input checked="" type="checkbox"/> Other, please specify: Lead Auditor-in-Training
Area of expertise (N/A if observer & other)	Environmental, health & safety, HIRARC