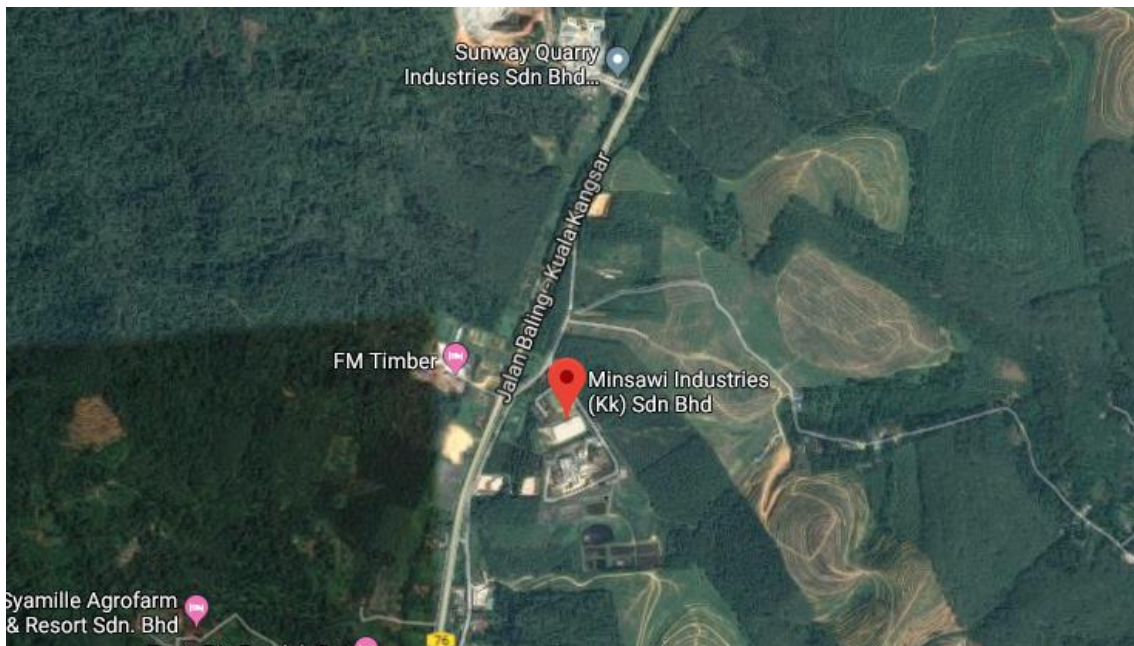


MSPO Audit Summary

Company Name:	Minsawi Industries (Kuala Kangsar) Sdn Bhd
Address:	Lot 5164-67, MK. Cegar Galah, Batu 29, Kg Chuar, 33020 Kati, Kuala Kangsar, Perak
Reference No.:	100051
Standard(s):	MS 2530-4:2013
MPOB licence no: (for group certification, list all licences no. in the group)	500077004000
MPOB licence scope of activity:	1. Menjual & mengalih PK, CPO, SPO 2. Membeli dan mengalih FFB, PK, CPO 3. Menyimpan PK, CPO, SPO 4. Mengilang FFB
MPOB Licence expiry date:	30/11/2019
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

GPS Coordinate: **N 4° 54' 16.967" E 100° 54' 24.793"**

Map showing approximate location of certified entity:



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 / +603-5525 8359



Audit date:	10/10/2018 to 12/10/2018
Total number of man-day(s):	3.0 man-day(s)
(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 40.0 mt. FFB/hour 7.5 mt./hour 1.9 mt./hour
(N/A for Stage 2 & Re-certification assessment) Date of certificate issued and validity	<input checked="" type="checkbox"/> Not applicable dd/mm/yyyy to dd/mm/yyyy
Please state if the organization certified for other sustainability scheme(s)?	<input checked="" type="checkbox"/> No <input type="checkbox"/> Yes, _____

Executive Summary

Minsawi Industries (Kuala Kangsar) Sdn. Bhd. is desirous of obtaining MSPO certification for its palm oil mill located at Mile 29, Kampung Chuar, Kati, about a half hour drive from Kuala Kangsar. This is to comply with the aspiration of the government for all participants in the oil palm industry to be certified for MSPO requirements.

Situated on 11 land lots in Mukim Cegar Galah, the mill and its 15 effluent ponds occupies 4 of these lots. The other 7 lots are for the company's oil palm plantations. Although in November 1983, the mill has since engaged on a programme of upgrading and renovation. The company is using vertical sterilizers in place of the original horizontal stabilizer system which is being dismantled.

In response to environmental requirements, the company has installed a continuous electronic monitoring system, while its boiler stack discharge is subject to an annual stack emission monitoring. Its improvement plan dated 27/07/2018 calls for a biogas facility (budgeted to cost RM9 million) to be constructed near the cooling pond to capture methane.

The company also plans to utilise EFB for the production of fuel pellets. Not regarded as waste, EFB is currently sold off to FFB suppliers (to be used as mulching & compost in the plantations).

Listing of strength / strong point identified:

No	Strength Statement
1.	<i>A well-established mill with experienced staff, having started operation in 1983.</i>
2.	<i>A team of young people dedicated to the task of ensuring compliance to MSPO requirements.</i>
3.	<i>Strong support from the management for the implementation of the MSPO certification scheme.</i>

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4.	<i>A conducive filing and recording system to capture and monitor changes to documents as assimilation of the MSPO Principles and Criteria are adhered to.</i>
5.	<i>Commitment from management and staff to environmental requirements.</i>

Listing of improvement potential / opportunities for improvement (OFI)

No	OFI Statement
1.	<i>Traceability inspections were conducted daily based on sampling of entries at the weighbridge and recorded in Traceability System Compliance Inspection Report. It will be beneficial for the report to have acknowledgement signature from top management.</i>
2.	<i>Scrapped metal sheets found keeping at designated area. Suggest to demarcate the area to further minimize the risk of safety to personnel walking nearby.</i>
3.	<i>Gas cylinders were stored at designated area by putting against wall. Suggest to further secure the gas cylinders to minimize any potential of gas cylinder falling.</i>
4.	<i>Chemical safety data sheets (CSDS) were documented. It will be beneficial to have CSDS available in the chemical store for immediate access in the case of emergency.</i>
5.	<i>Living quarters provided to employees were properly equipped with basic amenities. To ensure housekeeping of the living quarter carry out accordingly.</i>
6.	<i>Waste products and sources of pollution were identified and documented. It will be beneficial to routinely review and update the information as when necessary.</i>
7.	<i>Spill pan was fabricated for oil drums. It will be beneficial to have spill pan also fabricated for waste oils to ensure no leakage during discharging waste oil.</i>
8.	<i>Dumping pits were used for domestic waste disposal. Suggest to mark and date the previous dumping pit to prevent wrong digging in future.</i>

Listing of nonconformity (NCR)

No	Clause	NCR Statement	NCR status
1.	nil	nil	<input type="checkbox"/> Open <input type="checkbox"/> Close

Stakeholder consultation summary

Any issues raised by the stakeholder(s) towards the company?	<input type="checkbox"/> Yes, issue: _____ <input checked="" type="checkbox"/> No.
Remarks: MIKK has maintained cordial relations with its stakeholders as noted by 2 stakeholders sampled to be interviewed: <ul style="list-style-type: none"> a) According to En. Abdul Rani Jaafar, the company had been an excellent corporate neighbour making a monthly donation to the village mosque towards its electricity bill; b) Mr. Ong Chin Teong who had only switched to supplying FFB to MIKK from a fraud-ridden private ramp, observed that the MSPO awareness briefing that he attended could have been most beneficial to him as well as others like him had the presenters speak Bahasa Malaysia and not English. 	

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**Certification recommendation**

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

<input checked="" type="checkbox"/>	Issuance of the certificate.
<input 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:	10/2019
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Company Representative	
Designation:	<input checked="" type="checkbox"/> Mr. <input type="checkbox"/> Ms. <input type="checkbox"/> Other, please specify:
Name:	Surendran a/l Kuranadan
Position:	Mill Manager
Tel:	+605-7511 388
Email:	iminsawi@yahoo.com
PCI Audit Team Leader	
Name:	Dominic Retan Giah
Area of expertise	Forestry, plantation management, health & safety, EIA expert
Tel:	+603-5525 8359
Email:	info@pci.com.my
PCI Audit Team Member 1	
Name:	Seow Tze Kui
Position:	<input type="checkbox"/> Co-Auditor <input type="checkbox"/> Auditor-in-Training <input type="checkbox"/> Technical Expert <input checked="" type="checkbox"/> Observer <input type="checkbox"/> Other, please specify:
Area of expertise (N/A if observer & other)	N/A