



SIRIM QAS INTERNATIONAL SDN. BHD.  
MANAGEMENT SYSTEM CERTIFICATION DEPARTMENT  
SIRIM Complex,  
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40700 Shah Alam, Selangor Darul Ehsan, Malaysia

File Reference:  
**ES10170025**

**PUBLIC SUMMARY REPORT**  
**MALYSIAN SUSTAINABLE PALM OIL (MSPO)**

Type of certification : Stage 2 Initial Certification Audit / ~~Surveillance Audit / Recertification Audit~~  
Individual certification / ~~Group Certification~~

Organization : Sime Darby Plantation (Sabah) Sdn. Bhd.

Address : Binuang Strategic Operating Unit 28  
91207 Kunak, Sabah, Malaysia

Audit date : 23 - 24 October 2017

Standard : Malaysian Sustainable Palm Oil (MSPO)

MS 2530-2:2013 General principles for independent smallholders

MS 2530-3:2013 General principles for oil palm plantations and organized smallholders

/ MS 2530-4:2013 General principles for palm oil mills

Scope of certification : Production of Sustainable Crude Palm Oil and Palm Kernel

Lead auditor : Mohd Zulfakar Kamaruzaman

Auditor : Ruzita binti Abd Gani  
Amir Bahari

Report by lead auditor

Name : Mohd Zulfakar Kamaruzaman

Signature : 

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**1.0 Introduction**

**1.1 Description of the organization**

Binuang palm oil mill is a wholly owned subsidiary of Sime Darby Plantation (Sabah) Sdn. Bhd. Giram Palm Oil Mill (here after referred as Binuang mill) was established in 2003 with processing capacity of 40 metric tonnes (mt) fresh fruit bunches (FFB) per hour.

The Binuang Management Unit (Binuang MU) is one of the Strategic Operating Unit (SOU) of Sime Darby Plantation Berhad. (SDPB)., the MU is also known as SOU 28. SOU 28 consist of Binuang palm oil mill, based on the MSPO scheme requirements, this report only described Palam Oil Mill certification consist of Binuang POM compliance against MS2530-4: General principles for palm oil mills

**1.2 Location and hectarage statement**

The GPS location of the estate administration office as follows:

Mill	Location		
	Latitude	Longitude	Address
Binuang Oil Mill	4° 42' 15" N	118° 03' 37" E	91207 Kunak, Sabah, Malaysia

Binuang mill is located within Binuang estate, Kunak, Sabah. Binuang mill is surrounded by its own group estates such as Binuang estate, Tingkayu Estate, Sungang Estate and Jeleta Bumi Estate.

**1.3 Description of supply base (fruit sources)**

Binuang mill received and processed fresh fruit bunches (FFB) from its own group estates namely Binuang Estate, Tingkayu Estate, Sungang Estate and Jeleta Bumi Estate

**1.4 Other certification held (ISO or other sustainability scheme)**

SOU 28 was certified to the RSPO MYNI:2014 P&C by SIRIM QAS International Sdn Bhd on 13 July 2015.

**1.5 Organizational information / contact person**

The details of the contact person for Binuang POM is as shown below:

Name : Mohd Safirus Hailani  
 Position : MSPO Group Manager for Binuang SOU 28  
 Address : Ladang Binuang, P.O Box 130, 91207 Kunak, Sabah, Malaysia.  
 Phone no. : +6089-855197  
 Email : [ldg.binuang@simedarby.com](mailto:ldg.binuang@simedarby.com)

**1.6 Tonnage certified**

CPO Production	Metric Tonnes (mt)
Actual FFB production for the reporting period May 2016 to April 2017	33,559.85
Estimate FFB production for the reporting period May 2017 to April 2018	38,935.47
PK Production	Metric Tonnes (mt)
Actual FFB production for the reporting period May 2016 to April 2017	6,703.11
Estimate FFB production for the reporting period May 2017 to April 2018	8,464.23

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**2.0 Audit process**

**2.1 Audit methodology**

The MSPO initial certification audit consist of stage 1 and stage 2 audit however for SOU 28 the stage 1 audit was waive due to they have obtain RSPO certification with SIRIM QAS International. The. Stage 2 audit of Binuang SOU 28 was conducted on 23 - 24 October 2017 where the audit focused mainly on the conformance of the group members against the requirements of certification standard i.e. MS 2530-4: 2013 General principles for palm oil mill

During Stage 2 audit, the audit team had visited the field, linesite workshop, chemical store, waste collection areas and other surrounding facilities such as clinic, surau and canteen to verify the implementation of the MSPO MS2530-4:2013. Interviews with the team management, employees, contractors and surrounding estate, relevant government agency and other relevant stakeholders. Apart from the above, records as well as other related documentation were also evaluated. In addition, the audit team has verified the MPOB license and its validity.

It is important to note that the finding from this audit is based on samples taken from the organization activities, procedures, records and interview. Statistically, there is always a possibility that one or more issues/areas will remain unidentified during the course of this audit. The absence of non-compliance in any area or activity does not necessarily imply that no lapses or non-compliance exist.

**2.2 Date of next surveillance visit**

If the company is certified, the first surveillance audit will be conducted within 12 months from the decision date.

**2.3 Qualification of audit team**

<b>Audit team members</b>	<b>Role/area of coverage</b>	<b>Qualification/education/working experience</b>
Mohd Zulfakar Kamaruzaman	Audit team Leader Social issues, employment condition & Biodiversity	Holds a B.Sc. Forestry from University Putra Malaysia. He had more than 4 years of working experience in the oil palm operation. He has been qualified as a RSPO Lead Auditor for the past 2 years.
Ruzita Abd Gani	Audit team member Occupational health and Safety & environment	Holds a Bachelor in Chemical Engineering and 6 years of experience in the palm oil milling. She had been involved in auditing of EMS and OHSMS for the past 16 years at oil palm plantation and other industries. She is also a qualified RSPO lead auditor and a DOE registered Environmental Auditor.
Amir Bahari	Audit team member / Good agriculture practices, Safety & Health issues	Holds a B. Sc. (Hons) in Agriculture, he had work with Sime Darby Plantation for more than 15 years of experience in estate operation and five years in palm oil mill. He has been qualified as a RSPO auditor for the past 2 years.

**2.4 Certification body**

SIRIM QAS International Sdn. Bhd. is the leading certification, inspection and testing body in Malaysia. SIRIM QAS International provides a comprehensive range of certification, inspection and testing services which are carried out in accordance with internationally and nationally recognised standards. Attestation of this fact is the accreditation of the various certification and testing services by leading national and international accreditation and recognition bodies such as the Department of Standards Malaysia (STANDARDS MALAYSIA), the United Kingdom Accreditation Services (UKAS), and the International Automotive Task Force (IATF). SIRIM QAS International is a partner of IQNet, a network currently comprising of leading certification bodies in Europe, North and South America, East Asia and Australia.

SIRIM QAS International has vast experience in conducting audits related to RSPO certification. It has certified more than a hundred palm oil mills and several estates to ISO 14001 & OHSAS 18001. SIRIM QAS International has also conducted many audits for sustainable production of palm oil products against the requirements of the RSPO P&C. SIRIM QAS International has obtained accreditation from Standards Malaysia for its MSPO certification scheme on 25 July 2017.

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**2.5 Stakeholder Consultation**

SIRIM QAS International had initiated the stakeholder consultation by announcing the invitation in the SIRIM QAS International's websites starting from 22 September 2017. Until the completion of on-site Stage 2 audit, there was no comment received for this audit.

**3.0 Summary of Audit Results**

**3.1 Non-conformity report (NCR) raised**

Total no. of major NCR(s) : 0

Total no. of minor NCR(s) : 0

**3.2 Audit conclusion**

The audit team concludes that the organization has established and implemented the requirements of the MS 2530-4:2013 General principles for palm oil mills, based on the results of this audit, therefore, the audit team recommends

No NCR recorded. Recommended for certification.

Minor NCR(s) recorded. Corrective action plan has been accepted. Verification of the NCR(s) to be carried out in the next audit.

Major NCR(s) recorded. Evidence of implementation of the corrective actions have been provided and accepted by the audit team. The NCR(s) have been satisfactorily closed out.

Recommended for certification.

Recommended to continue certification.

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Location map of Binnang Palm Oil Mill is within Binnang Estate

