



**SARAWAK TIMBER INDUSTRY DEVELOPMENT  
CORPORATION (STIDC)**

**GUIDELINES**

**SARAWAK TIMBER LEGALITY VERIFICATION SYSTEM  
(STLVS) CERTIFICATE OF COMPLIANCE FOR PRINCIPLE 5  
(MILL OPERATIONS) AND PRINCIPLE 6 (TRADE AND  
CUSTOMS)**

**LICENCING SECTION**

**JUNE 2025**

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## 1. INTRODUCTION

STLVS is a legality system covering the process of licensing, harvesting, transporting, manufacturing and trading of logs and timber products in accordance with the existing laws, regulations and procedures governing forests and timber trade (including the importation of logs and timber products) in Sarawak. It governs the forestry management and operations as well as the supply chain of timber products. Timber traceability in Sarawak starts from the path taken by the movement of logs from the forests (natural or PFs) to either the mills or export points, including log identification, recording of production, royalty assessment and control of log movement. Cross checking is carried out to ensure that the logs in the supply chain are verified legal.

STLVS compliance certification is a formal verification or a due diligence process that verify a timber product originates from legal sources, has been harvested, transported, processed, and traded in compliance with Sarawak's forestry laws and regulations and has meet the standards set by the STLVS Standard & Principles. STLVS consists of 6 Principles, covering:

<b>Principle 1 – Right to Harvest</b>	<b>Forest Department Sarawak (FDS)</b>
<b>Principle 2 – Forest Operations</b>	
<b>Principle 3 – Statutory Charges</b>	
<b>Principle 4 – Other User Rights</b>	
<b>Principle 5 – Mill Operations</b>	<b>Sarawak Timber Industry Development Corporation (STIDC)</b>
<b>Principle 6 – Trade and Customs</b>	

STIDC will issue the STLVS Certificate of Compliance for Principles 5 and 6 upon successful completion of a third-party audit conducted by a registered and independent auditor, based on the STLVS standards

## 2. OBJECTIVES

STLVS Compliance Certification serves as a due diligence to verify that all timber and timber products harvested, processed, and traded in Sarawak originate from legal sources and comply with existing forestry laws and regulations. It is also as a basis to meet the legality verification expectations of importing countries (e.g., EU, US, Australia) under regulations like the EUDR), Lacey Act, Goho Wood and others.

## 3. SCOPES

- a. New STLVS Certificate of Compliance for P5 & P6
- b. Renewal of Certificate of Compliance for P5 & P6

#### 4. LEGAL REFERENCE

- a. The Sarawak Timber Industry Development Corporation Ordinance, 1973 (Incorporating all amendments up to 30th June, 2023).
- b. The Sarawak Timber Industry (Licensing) Regulations, 2025.
- c. Customs Act, 1967.
- d. Sarawak Timber Industry (Grading) Regulations, 2008.
- e. Customs (Prohibition of Imports) Order 2023 .
- f. Customs (Prohibition of Exports) Order 2023 .
- g. Plant Quarantine Act, 1976.
- h. Timber Industry Licence Terms and Conditions.

#### 5. APPLICATION METHOD

Kindly submit the application via application letter with the required documents to

**The General Manager**

Sarawak Timber Industry Development Corporation (STIDC)  
Wisma Sumber Alam,  
Jalan Stadium, Petra Jaya,  
93050 Kuching, Sarawak, Malaysia.

#### 6. APPLICATION REQUIREMENTS

No	Type of Application	Supporting Documents
1.	New STLVS Certificate of Compliance for P5 and P6	<ol style="list-style-type: none"><li>i. Valid Timber Industry Licence (status only)</li><li>ii. Application Letter</li><li>iii. STLVS Compliance Audit Report (P5 &amp; P6)</li><li>iv. Summary Report</li><li>v. STLVS Statement of Compliance</li></ol>
2.	Renewal of STLVS Certificate of Compliance for P5 and P6	<ol style="list-style-type: none"><li>i. Valid Timber Industry Licence (status only)</li><li>ii. Application Letter</li><li>iii. STLVS Compliance Audit Report (P5 &amp; P6)</li><li>iv. Summary Report</li><li>v. STLVS Statement of Compliance</li></ol>

## 7. FEES

The applicant shall bear all fees and expenses related to the STLVS Compliance Audit, as arranged with the auditor. The issuance of the Certificate of Compliance for P5 and P6 by STIDC does not incur any fees or charges.

## 8. PROCESS FLOW



## 9. METHOD OF NOTIFICATION OF APPLICATION DECISIONS

Delivery of the certificate will be carried out through postal mail.

## 10. OUTPUT ISSUED

STLVS Certificate of Compliance for Principle 5 (Mill Operations) and Principle 6 (Trade and Customs)

## 11. OFFICER TO CONTACT

### Manager - Licensing

For any enquiries regarding STLVS, please contact the Licensing Section, PUSAKA Headquarters at 082-473137 / 082-473138.

## 12. LIST OF ATTACHMENTS AND WHERE TO OBTAIN


Attachment 1: STLVS Compliance Audit Report (P5 & P6)

Source: Respective appointed auditor/Auditor website

STLVS REPORT (PRINCIPLES 5 & 6)	
<b>1. INTRODUCTION:</b>	
<b>1.1 Description of Client's activities</b>	
<p>Sanyan Wood Industries Sdn Bhd (hereafter referred as SANYAN) which is located in Sibul, Sarawak is part of the Sanyan Group of Companies. It was set up in 1991 with shareholders comprising a Sarawakian and Ishinomaki Plywood Manufacture. Sanyan has a total area of 36 hectares, the company has 6 high technology manufacturing facilities.</p> <p>SANYAN is principally involved in the production of Floor Base, Structural Panel, Concrete Panel, Coated Panel and Steluna Coated Panel. SANYAN exports its products to Japan and other countries such as Korea and Taiwan. SANYAN's production process involves the selection of logs into blocks, peeling, drying of veneer, gluing, pressing, grading, sizing, sanding and packing the plywood before shipment. Current production of plywood is about 12,000m<sup>3</sup> per month. Supplies of logs are from all over Sarawak such as Kapit, Kuching and Bintulu.</p> <p>The current and future market for timber products has shown that most buyers are going for certified products. The certification would also provide their customers the confidence as Sarawak Timber Legality Verification System (STLVS) connects the business to responsible forest management practices.</p> <p>SANYAN has obtained PEFC Chain of Custody certificate, certificate #: SIRIM C0C 0034 for their products (Floor Base, Structural Panel, Concrete Panel, Coated Panel and Steluna Coated Panel) with expiry date on 14 January 2023.</p>	
<b>2.0 AUDIT PLAN SUMMARY</b>	
2.1 Audit Plan:	As attached
2.2 Audit Team	Role
1. Zulkarnain Abdullah	Auditor
2.3 Significant changes to audit plan (if applicable)	: Not applicable
<b>3. REPORT ON FINDINGS</b>	
<b>3.1 Documents assessed and adequacy of documented system and record keeping</b>	
<p>SANYAN had prepared a document entitled "STANDARD OPERATING PROCEDURES FOR SARAWAK TIMBER LEGALITY VERIFICATION SYSTEM" (SOP) dated 1 July 2018 which contains written instructions to guide its staff on the implementation of the timber legality verification system for STLVS verified logs and panel products in accordance to the requirements of the Standard for Verification of Forest Management, Mill Operations, Trade &amp; Customs STLVS Principles 5 – 6 which hereafter referred as STLVS standard.</p> <p>The SOP has described the flow of activities of SANYAN's business operations from the purchase of STLVS verified logs to the production and sales of the STLVS verified products (Floor Base, Structural Panel, Concrete Panel, Coated Panel and Steluna Coated Panel); outlined the organization structure, responsibilities, authorities and documented the control procedures that fulfill the requirement of STLVS standard.</p> <p>All relevant documents were sighted and it was found that the documented system has complied with the requirements of the STLVS standard. As required in the SOP, all relevant records relating to the STLVS verified system will be maintained for a minimum of 5 years. Based on the samples of related records on purchase of logs and sale of panel products, they were found to be adequate for tracing from the origins of the logs used in manufacturing of the panel product and to the buyer.</p>	
SQAS/MSC/STLVS/P5 & 6 Issue 1 Rev. 0	
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## Attachment 2: Summary Report

Source: Respective appointed auditor/Auditor website

	<b>GLOBAL FORESTRY SERVICES</b>
	Registered Office: 2446 N. San Gabriel Blvd., Suite #C, Rosemead, CA 91770, USA. Contact Address: 33-19-01, Sri Penaga, Jalan Medang Serai, 59100 Kuala Lumpur, Malaysia Tel: +6012 310 6007 Fax: +603 5635 7564 Email: <a href="mailto:gfs@gfsinc.biz">gfs@gfsinc.biz</a> Website: <a href="http://www.gfsinc.biz">www.gfsinc.biz</a>
	<b>LEGAL VERIFICATION SERVICES</b>

### Sarawak Audit Checklist / Report

#### STLVS Principles 5 & 6

<b>Company</b>	Kuching Plywood Berhad (009455-A)	<b>Reference #</b>	GFSS 057-006a
<b>Contact Person</b>	Tiong Mee Ing (Accountant)	<b>Audit Date</b>	21/08/2019
<b>Office Address</b>	Lot 5415, Sungai Kuap, Jalan Pending, 93450 Kuching, P.O.Box 983, 93720 Kuching, Sarawak, Malaysia.	<b>Report Date</b>	23/08/2019
<b>Mill Address</b>	Lot 5415, Sungai Kuap, Jalan Pending, 93450 Kuching, P.O.Box 983, 93720 Kuching, Sarawak, Malaysia.	<b>Telephone</b>	+6082 333 297
<b>Email</b>	kchplywood@wtk.com.my	<b>Fax</b>	+6082 332 718
			+6082 480 933
		<b>Approved By</b>	Dr. Kevin Grace

<b>Statements</b>			
GFS Statement of Compliance #	GFS 185 WTP		
Issuance Date	01 September 2019	Expiration Date	31 August 2020

<b>Assessment Details</b>	
Company Type	Manufacturing
Scope of Assessment	Kuching Plywood Berhad
Product Group	Core product, Concrete formwork plywood, general plywood and structural plywood
Source of Material	Sarawak licensed areas: FTL No. T/0518; T/3148; T/3401; T/3476; T/3132; T/3081; T/3080; T/3064; T/3649; T/8263; T/3343; T/8224; T/3649.
Species	<i>Shorea</i> spp. (Meranti), <i>Cephalomappa</i> spp. (Arau), <i>Gluta</i> spp. (Rengas hutan), <i>Durio</i> spp. (Durian), <i>Octomeles sumatrana</i> (Binuang), <i>Mangifera</i> spp. (Asam), <i>Beilschmiedia</i> spp. / <i>Litsea</i> spp. / <i>Dehaasia</i> spp. / <i>Phoebe</i> spp. / <i>Magnolia</i> spp. / <i>Nothaphoebe</i> spp. / <i>Ternstroemia</i> spp. / <i>Actinodaphne</i> spp. / <i>Cinnamomum</i> spp. (Medang), <i>Vatica</i> spp. / <i>Cotylelobium</i> spp. (Resak), <i>Cratogeomys</i> spp. (Geronggang), <i>Anisoptera</i> spp. (Mersawa), <i>Mezzettia</i> spp. (Kepayang babi), <i>Palaquium</i> spp. / <i>Madhuca</i> spp. / <i>Pouteria</i> spp. (Nyatoh), <i>Sindora</i> spp. (Tampar hantu), <i>Dyera</i> spp. (Jelutong), <i>Gymnacranthera</i> spp. / <i>Horsfieldia</i> spp. / <i>Knema</i> spp. / <i>Myristica</i> spp. (Kumpang), <i>Heriteria</i> spp. (Mengkulang), <i>Parartocarpus venenosus</i> (Minggi), <i>Alstonia</i> spp. / <i>Kibatalia</i> spp. (Pelai)
Close Out Date	Not applicable
GFS Lead Assessor	Franklin Emang
GFS Assessor(s)	Christoph Muziol
Others	Mr. Michael Lim, Mr. Tiong Mee Ing, Mr. Jeffrey Kiu

<b>Document Control</b>			
GFS-FORM-006-STLVS-3.2	Title: STLVS P5-6 Checklist / Report	Issue: v02	Date: 01 Feb 2019
Intellectual property of Global Forestry Services (USA) Inc. - GFS			

Attachment 3: STLVS Statement of Compliance

Source: Respective appointed auditor/Auditor web



## STATEMENT OF COMPLIANCE

SIRIM QAS International Sdn. Bhd. hereby issues a statement of compliance that

**SANYAN WOOD INDUSTRIES SDN. BHD.  
SUNGAI BINJEI, JALAN CHIENG NANG CHONG**

**EXAMPLE**

has implemented the requirements complying with

**STANDARD FOR VERIFICATION OF FOREST MANAGEMENT,  
MILL OPERATIONS, TRADE & CUSTOMS  
STLVS PRINCIPLES 5 – 6 DATED 29 JANUARY 2019 (VERSION 02)**

Scope:

- 1) PURCHASE OF STLVS VERIFIED LOGS;**
- 2) MANUFACTURE AND SALES OF STLVS VERIFIED FLOOR BASE, STRUCTURAL PANEL, CONCRETE PANEL, COATED PANEL AND STELUNA COATED PANEL USING STLVS VERIFIED LOGS.**

Issue Date : **18 March 2019**  
Validity Period : **18 March 2019 – 17 March 2020**  
Certification No. : **SIRIM - STLVS 0001**

SIRIM QAS INTERNATIONAL SDN. BHD.  
(Co. No. 410334 - x)  
1, Persiaran Dato' Menteri  
Seksyen 2, Peti Surat 7035  
40700 Shah Alam  
Selangor Darul Ehsan  
MALAYSIA  
Tel : 06-3-55446400  
Fax : 06-3-55109439  
<http://www.sirim-qas.com.my>

A handwritten signature in black ink, likely belonging to Mohd Azanuddin Salleh.

**Mohd Azanuddin Salleh**  
Managing Director  
SIRIM QAS International Sdn Bhd