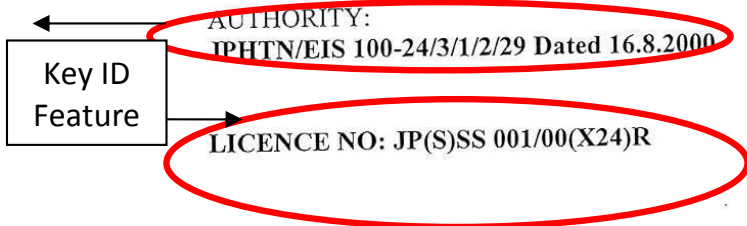


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SABAH MALAYSIA

FORM VIII
FOREST RULES, 1969
(RULE 19)

LICENCE TO ERECT AND/OR OPERATE SAWMILL / PLYWOOD / VENEER /
BLOCKBOARD / MOULDING AND FURNITURE MILL

This licence authorises [redacted] of PPM 367,
[redacted] to erect and operate a Sawmill / Plywood / Veneer
/ Blockboard / Moulding and Furniture Mill at [redacted] CL 015345 [redacted]
07537986 & 07537982 [redacted] GUNUNG [redacted] OFFICE [redacted] JALAN LABUAN
[redacted] BANDARAN to be known as the SAM WANG SAWMILL AND PLYWOOD
Veneer / Moulding and Furniture Mill for the period or periods specified
in Appendix A hereto, subject to the provisions of any written law relating to machinery
and to the following conditions:

1. This licence may not be transferred or assigned.
2. The **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** shall comprise the buildings and machinery detailed in Appendices B and C hereto, and no building or machinery shall be added to or removed from the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** without the written permission of the Director.
3. Unhindered access to all parts of the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** building grounds shall be allowed to any forest officer at any time for the purpose of inspection.
4. Sawing and conversion shall be maintained to such standards as may be considered reasonable by Director, and the licensee shall comply with such instructions as may be issued by the Director regarding the proper adjustment of the machinery and the method of operation thereof.
5. (Such special conditions may be added by the Director).

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SPECIAL CONDITIONS ATTACHED TO THE SAWMILL / PLYWOOD / VENEER / BLOCKBOARD / MOULDING AND FURNITURE MILL LICENCE

LICENCEE: SAMAWANG SAWMILL SDN BHD

LICENCE NO: JP(S)SS 001/00(X24)R

AUTHORITY REFERENCE NO: JPHTN(EIS)100-24/3/1/2/29 DATED 16.8.2000

- a) The installation of this **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** is entirely at the licensee's own risk.
- b) The Government does not in any way guarantee issuance of a timber licence or otherwise supply logs for the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill**
- c) No Logs shall be brought into the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** or **Sawmill** yard unless they bear a Government hammer mark indicating that they have been assessed for royalty.

Transportation of any logs to the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** yard must be accompanied by a Removal Pass and Timber Deposit Permit (TDP).

- e) The licensee shall keep full and accurate records of daily logs (batches/saw timber arrival and removal of processed timber). This record shall be made available to the Director of Forestry or any of his authorized officers as he may require.
- f) The licensee shall keep a record of all the original measurements and the TDP serial number of logs sawn as well as the corresponding out turn and shall report the number and volume of the logs sawn and the corresponding out turn to the District Forestry Officer not later than 15th of each month.
- g) **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** production statistics according to Appendix **One, Three, Seven** is to be submitted monthly, by the 15th of the following month for the proceeding month's production, direct to the Director of Forestry with a copy each to the District Forestry Officer.
- h) Delays in the submission of production returns shall result in the payment of a late submission fee of RM500.00 per monthly report effective from the date when the returns are supposed to have been submitted.
- i) Logs brought to the mill must have log serial number and the supplier's property mark. Log number must be incised on both ends of each log. If a log is

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subsequently cross-cut, the same serial number must be incised on both cross cut logs. Failure to do so will result in an imposition of a fine of RM20/log.

- j) The transportation of logs to the mill without payment of royalty is an offence and the penalty shall be:
- i. A fine of RM500.00 per log
 - ii. Royalty payment based on the export rate
 - iii. Cancellation of the Export Licence
 - iv. Cancellation of the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill Licence**
- k) This **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** shall not be operating without a manufacturing licensee issued by the Ministry of Trade & Industry Malaysia (Malaysian Industrial Development Authority - MIDA) unless otherwise exempted under section II of the Industrial Co-ordination Act, 1975.
- l) All beltings and drives shall be provided with safety device guard.
- m) All workers must be registered with the Forestry Department for the issuance of a 'Certificate of Identity'.
- n) The surrounding area of the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** shall be beautified by planting trees of fast growing species.
- o) Cleanliness is to be preserved at all times in both inside and outside of the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** compound including labourers quarters.
- p) Office as well as quarters for Forestry Department staff overseeing the mill are to be provided for.
- q) The usage of an incinerator is compulsory for the disposal of logs waste/sawn timber waste. No open burning is allowed. The licensee shall not dispose any waste, including sawdust, wood off-cuts, fuel or lubricants into any water causes (river, creeks, drainage, etc).
- r) Vehicles such as pay-loaders used in the **Sawmill / Plywood / Veneer / Blockboard / Moulding and Furniture Mill** compound are to be registered with the Forestry Department.

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LICENCE NO: JP(S)SS 001/00(X24)R
AUTHORITY REFERENCE NO: JPHTN(EIS)100-24/3/1/2/29
DATED 16.08.2000

CERTIFICATION:-

I/We certify that the special terms and conditions of this licence have been fully explained to me by the District Forestry Officer and I/We fully agree to abide by them.

Date of issue 26 AUG 2008

SAMPLE



Fadz Hj. Yusoff

(ORIGINAL RECORD OF FORESTRY)


ASRAN ASA

WITNESS

26 AUG 2008

DATE



LICENSEE

26 AUG 2008

DATE