



ANNUAL REPORT
MALAYSIAN TIMBER CERTIFICATION COUNCIL

2019



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REVISED VISION AND MISSION

MTCC took advantage of its 20th anniversary to engage with its stakeholders to review its Vision and Mission statements. Such a review after 20 years is regarded as timely and crucial to chart the next phase of development for MTCC and the operation of the MTCS to ensure the organisation stays relevant in championing sustainability efforts both locally and internationally.

In moving forward, MTCC realises that the importance of sustainable forest management (SFM) must be internalised and appreciated, and that effort must be made at the national level if global sustainability is ever to be achieved. The revised Vision and Mission as indicated below encapsulated MTCC's aspiration for the nation and its commitment towards this endeavour.

VISION

A nation that appreciates and internalises the full value and contribution of forest towards global sustainability

MISSION

MTCC is committed to strengthen the MTCS to realise the full value and contribution of forest through sustainable forest management and chain of custody certification

CORPORATE PROFILE

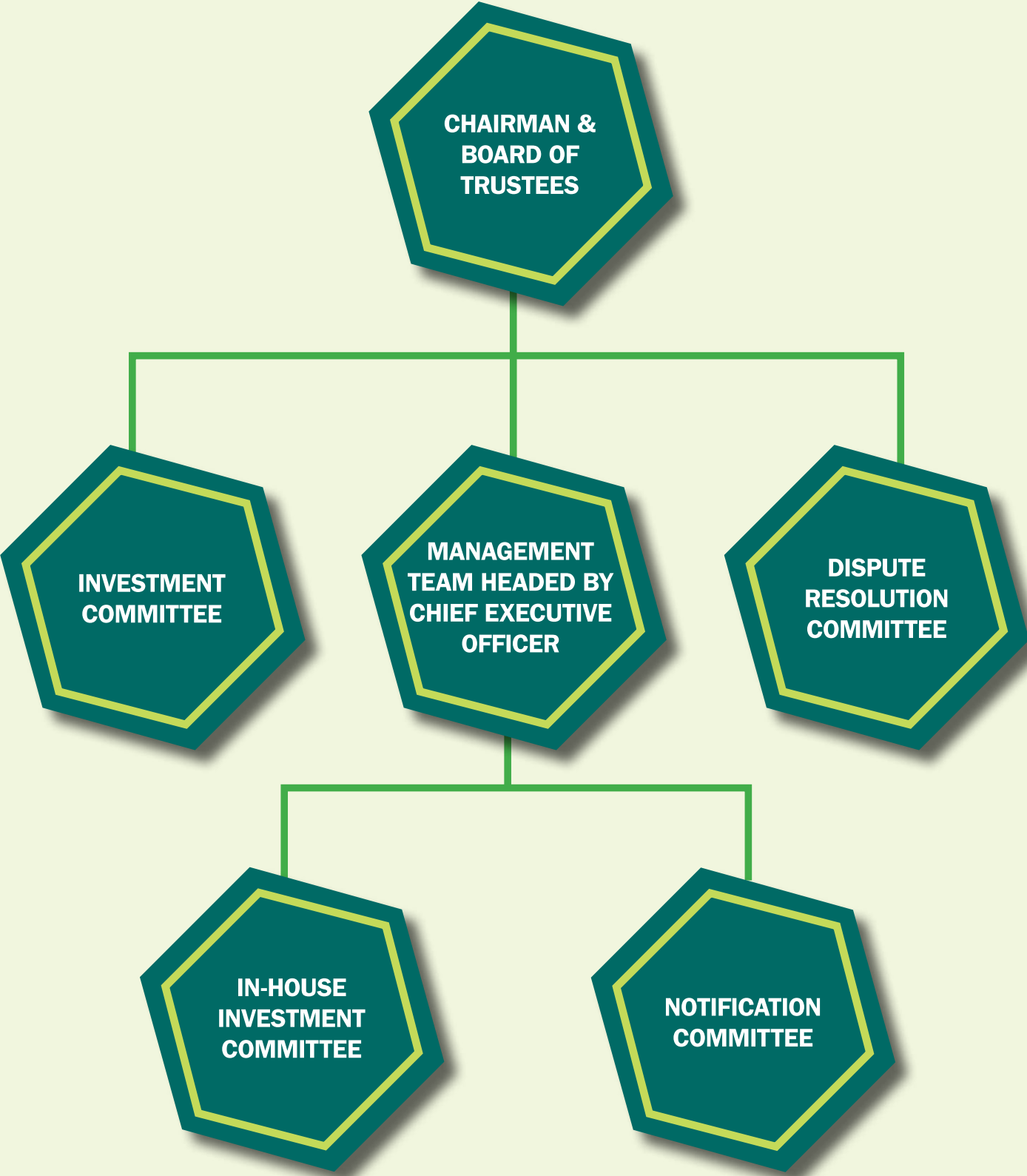
The Malaysian Timber Certification Council (MTCC) is an independent organisation and commenced its operations in January 1999 to develop and operate the voluntary Malaysian Timber Certification Scheme (MTCS). MTCC was incorporated under the Companies Act 1965 as a company limited by guarantee and is governed by a Board of Trustees.

As the national governing body (NGB), MTCC is responsible for the implementation of the MTCS to carry out the following main activities:

- support the standard-setting process by serving as the secretariat to the appropriate standard-setting body in formulating standards related to timber certification and keeping them under review periodically
- process applications for MTCS notification of certification bodies (CBs) operating forest management system and/or chain of custody (CoC) certification, and the issuance of logo usage licences to certificate holders
- implement the procedure for the investigation and resolution of disputes, complaints and appeals related to its role as the NGB
- liaise closely with the national accreditation body and other certification organisations in matters related to timber certification
- coordinate with national, regional and international bodies related to timber certification to facilitate cooperation and mutual recognition arrangements
- conduct programmes to promote and publicise the MTCS, both locally and internationally.

ORGANISATION OF MTCC

MTCC is organised as shown in the structure below for the performance of its various roles and functions, and achievement of its organisational objectives.



BOARD OF TRUSTEES

The Board of Trustees, comprising the Chairman and ten members, is the governing body which decides the overall policies and directions in carrying out MTCC’s activities. The members comprise representatives from the academic or research and development institutions, private sector (timber industry associations), non-governmental organisations (social and environmental interests) and the government.



CHAIRMAN
Datuk K. Yogeesvaran

MEMBERS

 Ministry of Primary Industries (MPI) Wan Saifulikmal Wan Abdul Rahman (up to 19 July 2019)	 Ministry of Primary Industries (MPI) Eleine Juliana Malek (w.e.f. 20 July 2019)	 Ministry of Water, Land and Natural Resources (KATS) Dato' Wan Mazlan Wan Mahmood	 Malaysian Timber Industry Forum Association Low Ching Cheong
 Sarawak Timber Association (STA) Dato Henry Lau Lee Kong (up to 19 July 2019)	 Sabah Timber Industries Association (STIA) Chua Yeong Perng (w.e.f. 20 July 2019)	 Forest Research Institute Malaysia (FRIM) Dr. Samsudin Musa (up to 19 July 2019)	 Forest Research Institute Malaysia (FRIM) Dr. Elizabeth M.P. Philip (w.e.f. 20 July 2019)
 Universiti Putra Malaysia (UPM) Dr. Khamurudin Mohd Nor (up to 19 July 2019)	 Universiti Malaysia Sarawak (UNIMAS) Prof. Dr. Ismail Jusoh (w.e.f. 20 July 2019)	 Timber Employees Union Peninsular Malaysia (TEUPM) Nor Azlan Yaacob (up to 19 July 2019)	 Sarawak Forestry Department Employees Union (UFES) Mohamad Ali Yacob (w.e.f. 20 July 2019)
 Wildlife Conservation Society (WCS) – Malaysia Program Dr. Melvin Gumal (up to 19 July 2019)	 Malaysian Nature Society (MNS) Prof. Dr. Ahmad Ismail (w.e.f. 20 July 2019)	 Sabah Wetlands Conservation Society (SWCS) Datuk Haji Zainie Abdul Aucasa	 Persatuan Orang Asli Perak (POAP) Dato' Suki Mee

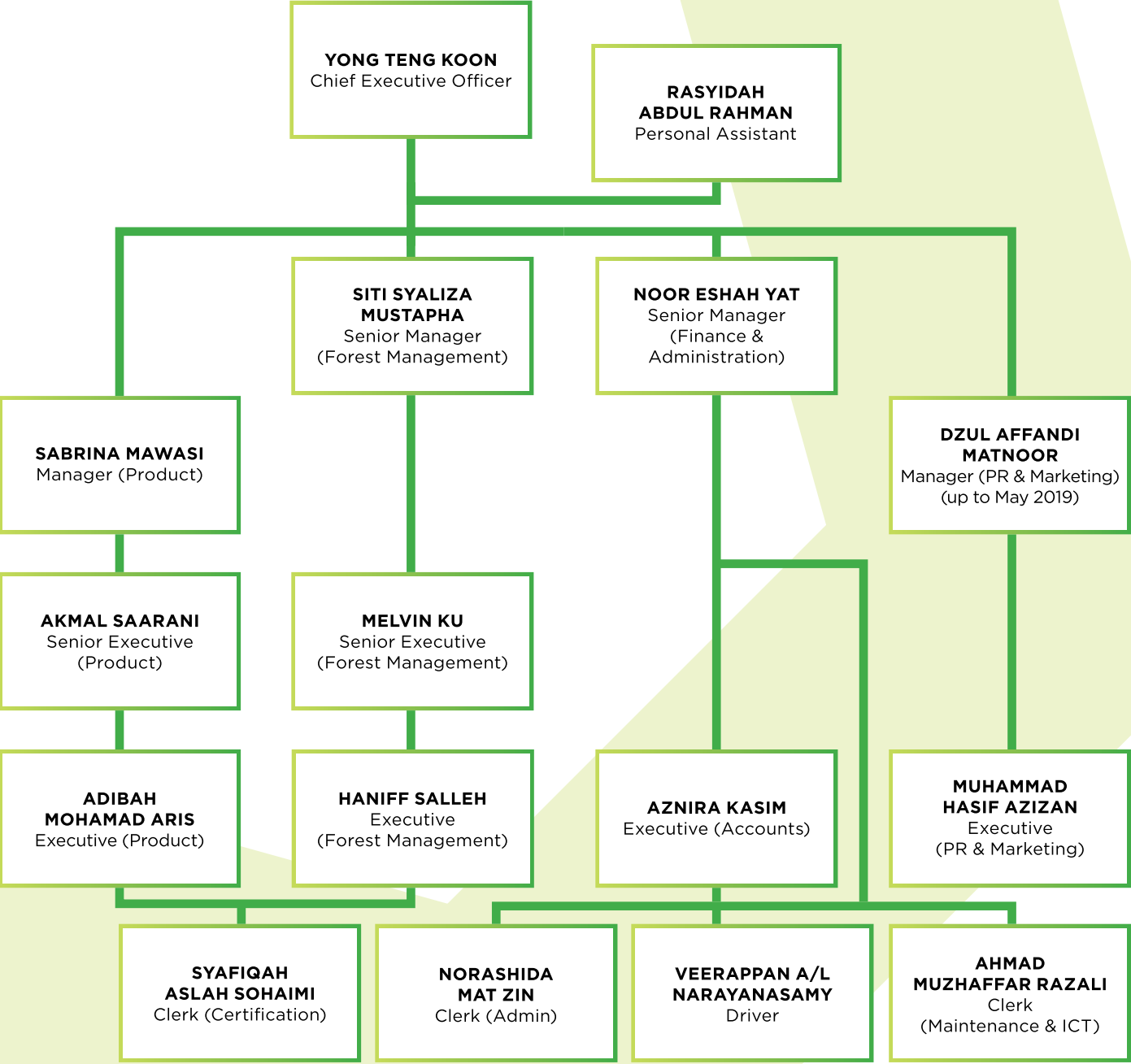
BOARD MEETING



The Board of Trustees met four times in 2019



MANAGEMENT TEAM AND SUPPORT STAFF



Standing left to right:
Muhammad Hasif Azizan, Aznira Kasim, Melvin Ku, Syafiqah Aslah Sohaimi, Haniff Salleh, Adibah Mohamad Aris, Akmal Saarani, Norashida Mat Zin, Ahmad Muzhaffar Razali, Rasyidah Abdul Rahman, Veerapan Narayanasamy

Sitting left to right:
Sabrina Mawasi, Noor Eshah Yat, Yong Teng Koon, Siti Syaliza Mustapha, Dzul Affandi Matnoor

INVESTMENT COMMITTEE

The Investment Committee is responsible for the formulation of policies and procedures on matters related to establishment and management of the Endowment Fund. The Committee oversees the overall implementation of MTCC’s investment policies. The Investment Committee met once on 25 April.

Member of the Investment Committee:



Members of the Investment Committee
From left: Yong Teng Koon, Datuk K. Yogeesvaran, Wan Saifulikmal Wan Abdul Rahman, Sharifah Wahaida Lailatul Syed Hassan Sagaff

- Datuk K. Yogeesvaran**
Chairman
- Wan Saifulikmal Wan Abdul Rahman**
Ministry of Primary Industries
- Sharifah Wahaida Lailatul Syed Hassan Sagaff**
Ministry of Finance
- Yong Teng Koon**
MTCC CEO

DISPUTE RESOLUTION COMMITTEE

An independent five-member Dispute Resolution Committee (DRC) appointed by MTCC Board deals with any dispute submitted to MTCC related to its role as the NGB. There was no dispute or complaint received in 2019.

- Members of the Dispute Resolution Committee:
- Tan Sri Dato’ Seri Dr. Salleh Mohd Nor (Chairman)
 - Dato’ Dr. Baharuddin Hj. Ghazali
 - Dato’ Shahrudin Mohamad Ismail
 - Dr. Ramy Bulan
 - Chew Lye Teng



Dr. Ramy Bulan



From left:
Dato’ Shahrudin Mohamad Ismail, Tan Sri Dato’ Seri Dr. Salleh Mohd Nor, Dato’ Dr. Baharuddin Hj. Ghazali, Chew Lye Teng

IN-HOUSE INVESTMENT COMMITTEE

The In-House Investment Committee monitors the implementation of the decisions of the Investment Committee, as well as formulates recommendations on investment for the consideration and decision of the Investment Committee.

MEMBERS OF THE IN-HOUSE INVESTMENT COMMITTEE

- Yong Teng Koon (Chairman)
- Siti Syaliza Mustapha
- Sabrina Mawasi
- Noor Eshah Yat (Secretary)

NOTIFICATION COMMITTEE

The Notification Committee, which is responsible for the notification of certification bodies (CBs) and issuance of logo usage licences to certificate holders under the MTCS, met seven times in 2019 as follows:

88th Meeting on 29 January
90th Meeting on 28 May
92nd Meeting on 27 August
94th Meeting on 5 December

89th Meeting on 8 May
91st Meeting on 8 July
93rd Meeting on 10 September

MEMBERS OF THE NOTIFICATION COMMITTEE

- Yong Teng Koon (Chairman)
- Siti Syaliza Mustapha
- Sabrina Mawasi

COMPANY SECRETARY

Zainal Abidin Pit (MAICSA 7014057)
ZAP Management Services Sdn. Bhd.
15B, 2nd Floor
Jalan Tengku Ampuan Zabedah F9/F
40100 Shah Alam, Selangor

COMPANY AUDITORS

Mazars (No. AF: 1954)
Wisma Selangor Dredging
7th Floor, South Block
142-A, Jalan Ampang
50450 Kuala Lumpur

ANNUAL GENERAL MEETING

The 20th Annual General Meeting was held on 27 June in Kuala Lumpur during which the Audited Accounts for the Financial Year ended 31 December 2018, Reports of the Trustees and Auditors, and the Annual Report for the year 2018, were tabled and adopted by the Members.



The 20th Annual General Meeting in progress

CHAIRMAN'S STATEMENT



**KAMARUZAMAN
MOHAMAD**

Chairman
14 August 2020

Dear Valued Stakeholders,

On behalf of the Board of Trustees of the Malaysian Timber Certification Council (MTCC), it is my pleasure to present you the Annual Report and the Audited Accounts of the Council for the financial year ending 31 December 2019.

2019 saw MTCC reaching another milestone as it entered its 20th year of operation. The anniversary tagline “Pushing Boundaries Advancing Sustainability” aptly encapsulated MTCC’s journey and undertaking in forest certification over the last two decades. A series of activities were held in conjunction with the occasion including a one-day conference and an anniversary dinner which were both graced by the Minister of Primary Industries, YB Puan Teresa Kok. The conference recapped 20 years of development of timber certification in Malaysia and envisioned the future of certification under the Fourth Industrial Revolution (IR4.0) and beyond 2030. The anniversary dinner saw the launch of a special commemorative book chronicling MTCC’s journey as well as the presentation of the MTCC Sustainability Awards to four certified organisations which had carried out inspirational initiatives in sustainability.

In conjunction with the 20th anniversary, MTCC has revised its Vision and Mission statements. When it first started, MTCC aspired “To be recognised as the leading timber certification organisation for tropical forests” and its mission then was “To establish and operate a credible and internationally recognised national timber certification scheme towards promoting sustainable forest management (SFM) in Malaysia.” Both Vision and Mission were achieved when the Malaysian Timber Certification Scheme (MTCS) was endorsed by the Programme for the Endorsement of Forest Certification (PEFC) in 2009.

MTCC realised that more needs to be done to ensure the MTCS stays relevant in championing sustainability efforts locally and internationally. It also recognised that the importance of SFM

must be internalised and appreciated, and that efforts must be made at the national level to achieve global sustainability. In that connection, the new MTCC’s vision is for Malaysia to become “A nation that appreciates and internalises the full value and contribution of forest towards global sustainability.” And for that, MTCC is committed to strengthen the MTCS to realise the full value and contribution of forest through forest management and chain of custody certification.

Although MTCC has made substantial progress for the past 20 years, I believe that more can be done to maintain MTCS’ reputation as the leading tropical forest certification scheme. I am determined that guided by the revised Vision and Mission as well as the MTCC Strategy 2020-2025, MTCC is set to ensure the MTCS stays pertinent in SFM efforts in the country and on a global scale. I am delighted to see that the MTCS presently plays a crucial role in our national sustainability agenda, fulfilling both our national commitment and international obligations.

As a member of the PEFC, I wish to congratulate PEFC on the occasion of its 20th anniversary which also falls in 2019. MTCC wishes PEFC continued progress and success in championing SFM and certification both at the international and national level.

I wish also to congratulate Mr. Ravi Muthayah on his appointment as the new Secretary-General, Ministry of Primary Industries on 23 December 2019. The Board of Trustees and the MTCC management team look forward to working closely with him to further strengthen the implementation of SFM through the MTCS.

My gratitude goes to the Board of Trustees for their guidance and wise counsel. Last but not least, I congratulate the MTCC management and supporting staff for making 2019 a memorable year, and place on record my heartiest appreciation for their enthusiasm, dedication and diligence.

REVIEW OF OPERATIONS



YONG TENG KOON

Chief Executive Officer
14 August 2020

The year 2019 was a special and historic year for MTCC as it commemorated its 20th anniversary. Naturally, a number of activities were conducted to commemorate this significant milestone. Besides the activities highlighted in the Chairman's Statement, MTCC Chairman and CEO also participated in a series of radio and TV interviews with BERNAMA to highlight the work of the MTCC, provided information and update on the activities planned for the 20th anniversary celebration, as well as insights and plans for the MTCS beyond 2020.

One significant outcome ensuing from the 20th anniversary was the adoption of the MTCC's revised Vision and Mission statements, and the MTCC Strategy 2020-2025. It's my fervent hope that the implementation of the MTCC Strategy 2020-2025 which contains shorter-term measures to chart the next phase of the MTCS will spearhead the road towards achieving the longer-term Vision of the organisation.

One other significant achievement was the completion of the review of the MC&I(Natural Forest) by the Standards Review Committee (SRC) in December 2019. In this connection, I would like to accord a special thank you to all members of the SRC for their tremendous support, active participation and contribution in reviewing and finalising the revised standard titled Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) which has incorporated the requirements for certification of both natural forest and forest plantation under the MTCS.

As of 31 December 2019, the total area of MTCS-certified forests amounted to 4,376,621 ha, comprising 16 Forest Management Units (FMUs) with natural forest covering 4,255,650 ha and seven Forest Plantation Management Units (FPMUs) covering 120,971 ha of forest plantations. Despite the addition of two new FMUs and one FPMU, the extent of certified forest saw a decrease of 115,687 ha as compared to 2018, attributed to the suspension and subsequent expiry of certification in May 2019 of the Kedah FMU, covering 334,983 ha.

For chain of custody certification (CoC), a total of 61 new certificates were issued in 2019. However, the year also saw the suspension, withdrawal and expiry of 40 certificates. As a result, the net increase was only 21, with the total number of CoC certificate holders stands at 381, a modest increase of 21 certificates as compared to 2018.

The export volume of timber products certified under the MTCS showed a significant decrease of 105,434.76 m³ or 30.23% from 348,801.57 m³ in

2018 to 244,366.81 m³ in 2019, attributed mainly to the decline in export to the European market. The uncertainty surrounding the on-going US-China trade war, geopolitical concerns in the Middle East and Brexit, global monetary strengthening and swings in oil prices were regarded as some contributing factors.

Internationally, MTCC continued its outreach activities to promote the MTCS as a credible mark for sustainable timber products through its PR consultants in Germany and the Netherlands as well as through the PEFC platform, as a member of the PEFC alliance. At the regional level, MTCC continued to render support and participate in ASEAN meetings related to sustainable forest management and forest products development such as the 22nd Meeting of the ASEAN Working Group on Forest Products Development, and the 22nd Meeting of the ASEAN Senior Officials on Forestry.

To ensure that the interest of the MTCS is safeguarded and the MTCS continues to correspond and comply with PEFC sustainability benchmarks, MTCC participated actively in the various PEFC processes and activities such as at the technical Working Group meetings, webinars, Members Meeting and General Assembly, to provide feedback and local perspective into these processes.

MTCC would not have reached its 20th momentous anniversary milestone without the continued support, understanding and cooperation of its stakeholders. In this context, I would like to pay a special tribute to all our stakeholders, comprising social and environmental NGOs, trade and industry associations, relevant government agencies, research and academic institutions, certification bodies, accreditation body, forest managers in the three regions of Sabah, Sarawak and Peninsular Malaysia, as well as our international stakeholders, in particular PEFC International. They are instrumental and have contributed greatly to the development of the MTCS, resulting in the scheme being recognised and accepted both domestically and internationally. I earnestly seek their continued support and contribution to realise MTCC's new Vision and Mission and to implement the MTCC Strategy 2020-2025.

My sincere appreciation goes to the MTCC Chairman, Board of Trustees and Members of MTCC, for their guidance, support and encouragement throughout 2019. A heartfelt thank you to the MTCC team for their commitment and dedication in making 2019 a truly eventful and memorable year for MTCC.



OPERATIONS

OPERATIONS

FOREST MANAGEMENT CERTIFICATION

NATURAL FOREST

In Peninsular Malaysia, four forest management units (FMUs) i.e. Terengganu, Pahang, Perak and Selangor FMUs had their certification renewed following successful recertification audits by SIRIM QAS International Sdn. Bhd. (SIRIM QAS) against the requirements of the MC&I(Natural Forest). One other FMU, the Negeri Sembilan FMU maintained its certification after undergoing a successful surveillance audit. On the down side, the certification for Kedah FMU was suspended on 8 May 2019 and its certificate subsequently expired on 31 May 2019 due to non-closure of a major non-conformity.

In Sarawak, two new certificates were awarded by SIRIM QAS to Raplex Sdn. Bhd. (Raplex FMU) and Solid Hartabina Sdn. Bhd. (Melatai Para FMU). The certification for Anap Muput FMU was renewed following a successful recertification audit, while five FMUs, namely Ravenscourt, Kapit, Linau, Ulu Trusan and Bahau Kahei FMUs maintained their certification following successful surveillance audits.

In Sabah, Bornion Timber Sdn. Bhd. (FMU 11) successfully renewed its certificate on 21 October

2019 after a successful recertification audit while Segaliud Lokan FMU (FMU 19B) and Sapulut forest Reserve (FMU 14) also maintained their certification following successful surveillance audits.

In summary, a total of 16 FMUs covering 4,255,650.49 ha of natural forest were certified under the MTCS as at 31 December 2019.

FOREST PLANTATION

For certification of forest plantation management unit (FPMU), a new certificate was awarded to Samling Reforestation (Bintulu) Sdn. Bhd. (Marudi FPMU) by SIRIM QAS. Penyuan and Masama FPMUs had their certification renewed after successful recertification audits while Bornion Timber, Segan, Kejin Long Lama and Lana FPMUs maintained their certification following successful surveillance audits. In total, seven FPMUs covering 120,971.06 ha of forest plantations were certified under the MTCS as at 31 December 2019.

Details regarding the PEFC/MTCS-certified FMUs and FPMUs are as shown in **Table 1** and **Table 2**, respectively.



Table 1: Details of PEFC / MTCS-Certified FMUs (Natural Forest)

NO.	FMU	CERTIFICATION BODY	CERTIFICATE NUMBER	VALIDITY OF CERTIFICATE	AREA (ha)
1	Negeri Sembilan	SIRIM QAS International Sdn. Bhd.	FMC 0002	27 December 2023	155,548.68
2	Pahang	SIRIM QAS International Sdn. Bhd.	FMC-NF 00008	31 May 2024	1,504,407.35
3	Perak	SIRIM QAS International Sdn. Bhd.	FMC-NF 00004	31 May 2024	988,603.94
4	Selangor	SIRIM QAS International Sdn. Bhd.	FMC-NF 00007	31 May 2024	238,747.00
5	Terengganu	SIRIM QAS International Sdn. Bhd.	FMC-NF 00115	31 March 2024	540,308.80
6	Segaliud Lokan (FMU 19B)	SIRIM QAS International Sdn. Bhd.	FMC-NF 00001	1 December 2023	57,247.00
7	Bornion Timber (FMU 11)	SIRIM QAS International Sdn. Bhd.	FMC-NF 00009	20 October 2024	40,924.72
8	Sapulut Forest (FMU 14)	SIRIM QAS International Sdn. Bhd.	FMC-NF 00117	10 June 2021	54,643.00
9	Anap Muput	SIRIM QAS International Sdn. Bhd.	FMC-NF 00006	24 July 2024	83,535.00
10	Ravenscourt	SIRIM QAS International Sdn. Bhd.	FMC-NF 00116	3 June 2021	117,941.00
11	Kapit	SIRIM QAS International Sdn. Bhd.	FMC-NF 00118	10 June 2021	149,756.00
12	Linau	SIRIM QAS International Sdn. Bhd.	FMC-NF 00119	15 July 2021	72,685.00
13	Ulu Trusan	SIRIM QAS International Sdn. Bhd.	FMC-NF 00120	18 December 2023	92,751.00
14	Bahau Kahei	SIRIM QAS International Sdn. Bhd.	FMC-NF 00121	18 December 2023	45,035.00
15	Raplex	SIRIM QAS International Sdn. Bhd.	FMC-NF 00122	27 June 2024	63,993.00
16	Melatai Para	SIRIM QAS International Sdn. Bhd.	FMC-NF 00123	26 June 2024	49,524.00

Total: 4,255,650.49

Table 2: Details of PEFC / MTCS-Certified FPMUs (Forest Plantation)

NO.	FMU	CERTIFICATION BODY	CERTIFICATE NUMBER	VALIDITY OF CERTIFICATE	AREA (ha)
1	Bornion Timber (FPMU 11)	SIRIM QAS International Sdn. Bhd.	FMC 00113	12 January 2025	25,536.71
2	Segan (LPF / 0014)	SIRIM QAS International Sdn. Bhd.	FPMC 0002	17 July 2020	10,800.00
3	Masama (LPF / 0019)	SIRIM QAS International Sdn. Bhd.	FPMC 0003	11 August 2024	11,946.00
4	Penyuan (LPF / 0018)	SIRIM QAS International Sdn. Bhd.	FPC-FP 00004	20 October 2024	15,261.00
5	Kejin Long Lama (LPF / 0017)	SIRIM QAS International Sdn. Bhd.	FMC 00114	2 February 2020	28,093.35
6	Lana (LPF / 0006)	SIRIM QAS International Sdn. Bhd.	FMC 00116	11 May 2020	9,393.00
7	Marudi (LPF / 0008)	SIRIM QAS International Sdn. Bhd.	FMC-FP 00117	14 January 2024	19,941.00

Total: 120,971.06
Grand Total: 4,376,621.55

CHAIN OF CUSTODY CERTIFICATION

In 2019, a total of 61 companies were awarded the PEFC Certificate for Chain of Custody (CoC) by eight PEFC-notified certification bodies (CBs) as shown in Table 3.

Table 3: Issuance of PEFC CoC Certificates

CERTIFICATION BODY	NUMBER OF CERTIFICATE ISSUED
Platinum Shauffmantz Veritas Sdn. Bhd.	30
SIRIM QAS International Sdn. Bhd.	12
SGS (Malaysia) Sdn. Bhd.	5
Bureau Veritas Certification (M) Sdn. Bhd.	6
Intertek Certification International Sdn. Bhd.	4
Control Union Certifications B.V.	2
DIN CERTCO GmbH	1
Warringtonfire Testing and Certification Ltd T / A BM Trada	1

Total: 61

However, the year also saw the suspension, withdrawal and expiry of 40 certificates. As a result, the net increase in the number of PEFC Certificate for Chain of Custody holders for the year was 21, and the total number of PEFC CoC certificate holders as at 31 December stands at 381. The full list of PEFC CoC certificate holders is available on the PEFC website at <https://www.pefc.org/find-certified>

NOTIFICATION OF CERTIFICATION BODIES

Only one CB was issued with PEFC notification to operate CoC certification under the MTCS in 2019. The CB, DIN CERTCO GmbH, which is a PEFC Council-notified CB based in Germany, received its notification on 8 July 2019.

With the above addition, the total number of PEFC-notified CBs operating CoC certification increased to 17, while the CB operating forest management certification remained at one, as shown in Table 4.

Table 4: PEFC-notified CBs under the MTCS

TYPE OF CERTIFICATION	PEFC-NOTIFIED CB	NOTIFICATION DATE
Forest Management Certification	1. SIRIM QAS International Sdn. Bhd.	10 December 2009
CoC Certification	1. SIRIM QAS International Sdn. Bhd.	2 September 2009
	2. Japan Gas Appliances Inspection Association	2 October 2009
	3. SGS South Africa Pty Ltd - Qualifor Programme	2 October 2009
	4. SGS (Malaysia) Sdn. Bhd.	24 December 2009
	5. Intertek Certification International Sdn. Bhd.	20 August 2010
	6. Scientific Certification Systems	20 August 2010
	7. Warringtonfire Testing and Certification Ltd T / A BM Trade	14 September 2012
	8. Holz und Wald Zertifizierungsgesellschaft GmbH	14 September 2012
	9. Bureau Veritas Certification France	17 May 2013
	10. Bureau Veritas Sverige AB	6 September 2013
	11. Bureau Veritas Certification (Malaysia) Sdn. Bhd.	26 March 2015
	12. Control Union Certifications B.V.	16 October 2015
	13. NEPCon OÜ (Estonia)	25 November 2015
	14. DQS CFS GmbH	24 June 2016
	15. Platinum Shauffmantz Veritas Sdn. Bhd.	4 July 2017
	16. SGS Société Générale de Surveillance SA	11 July 2017
	17. DIN CERTCO GmbH	8 July 2019

NOTIFICATION FEE

MTCC revised its Notification Fee for Forest Management Certification (FMC) following the approval by the Board of Trustees at its 82nd Meeting on 31 October 2019. The revised rate of RM0.020 per ha of certified forest from the previous RM0.018 per ha will come into effect on 1 January 2020. No change was made to the Notification Fee for Chain of Custody Certification (CoC) as shown in **Table 5**.

Table 5: Notification Fee for Forest Management and Chain of Custody Certification

NOTIFICATION CATEGORY	SUBSET	ANNUAL FEE (RM)
A. Forest Management Certificate	Natural Forest and Forest Plantations	0.020 per ha of certified forest (with effect from 1 January 2020)
B. CoC Certificate	Based on annual total turnover (RM):	
	Up to 5 Million	300.00
	Over 5 Million and up to 20 Million	500.00
	Over 20 Million and up to 50 Million	750.00
	Over 50 Million and up to 100 Million	1,000.00
	Over 100 Million	2,000.00

The total amount of Notification Fee collected for the year 2019 amounted to RM99,677.92



EXPORT OF TIMBER PRODUCTS CERTIFIED UNDER THE MTCS

The export volume of timber and timber products certified under the MTCS amounting to 243,366.81 m³ in 2019 was a drastic reduction of 105,434.76 m³ or 30.23% as compared to the export volume of 348,801.57 m³ in 2018.

An analysis of the export volume by regions (Asia, Europe, Africa, Oceania and North America) indicated the decrease could be

attributed mainly to the decrease in export to Europe as shown in **Table 6**. All regions with the exception of North America experienced a decrease in export volume with Europe notching the highest decrease of 106,167.26 m³ followed by Asia (6,899.19 m³), Oceania (6,260.43 m³) and Africa (184.93 m³) while there was an increase in export of 14,077.28 m³ in North America.

Table 6: Export of MTCS-Certified Timber Products by Regions

REGION	EXPORT VOLUME (M ³)		
	2018	2019	Difference
Asia	74,432.40	67,533.21	-6,899.19
Europe	238,199.96	132,032.70	-106,167.26
Africa	13,652.18	13,467.25	-184.93
Oceania	15,796.21	9,535.79	-6,260.08
North America	6,720.82	20,798.10	14,077.28

According to European market analysis, the decrease in import could be attributed to global slowdown as a result of the US-China trade dispute, and the uncertainty surrounding Brexit which has affected demand, caused projects to be delayed and households deferring spending. All these events had seriously undermined market confidence.

Though lesser in volume, sawn timber, moulding and plywood remained the top three timber products exported in 2019 accounting for 46.75%, 28.71% and 8.79% respectively. The year also saw the emergence of a new product – wood pellets which contributed 7.64% of the total export volume. Other products exported included builders carpentry and joinery, wooden furniture, woodchips, parquet, paper, laminated scantlings, etc as shown in **Figure 1**.

In terms of destinations, the Netherlands maintained its pole position with the highest import of 65,398.28 m³ or 26.87% of the total export volume, followed by United Kingdom (8.98%), United States (8.49%), South Korea (7.40%), Germany (6.07%) and Japan (5.46%) as the top six destinations as shown in **Figure 2**. Saipan, Guam and Seychelles were the three latest destinations, bringing the total number of destinations importing MTCS-certified timber products to 69 since the operation of the MTCS in 2001.

The export performance in 2019 brings the cumulative export of MTCS-certified timber products to 2,202,419.65 m³ as shown in **Figure 3**.

Figure 1: Export of Timber Products Certified under MTCS by Product Type, 2019

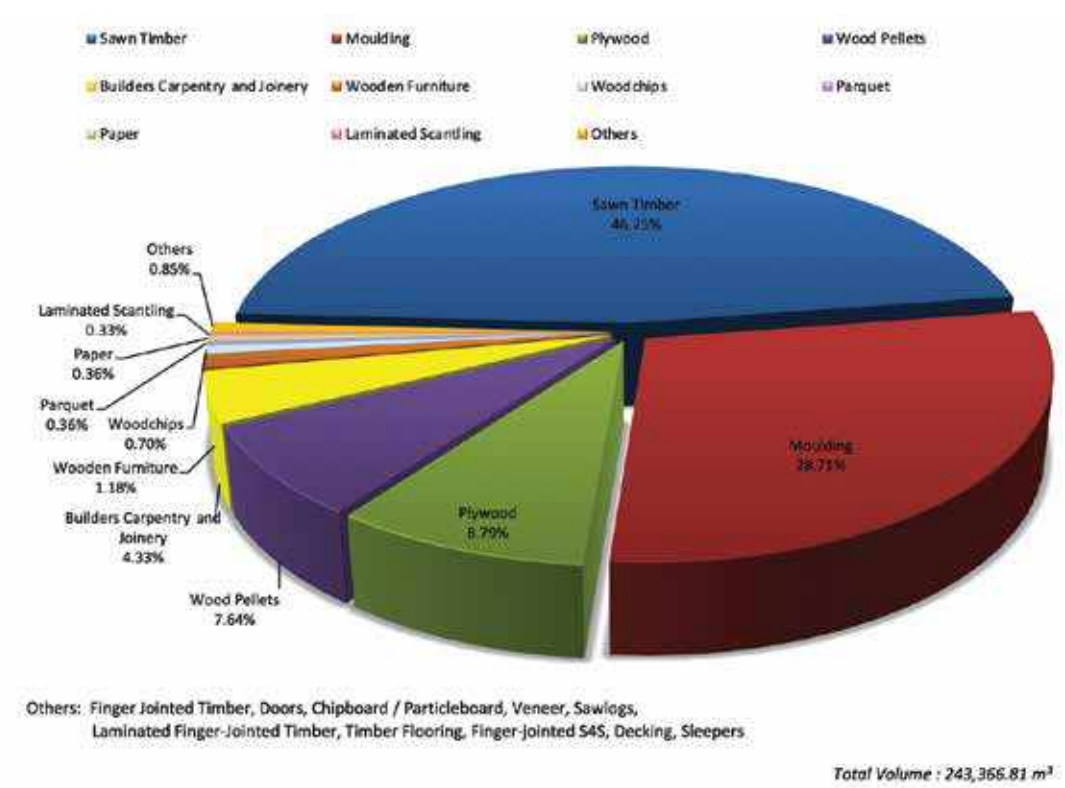


Figure 2: Export of Timber Products Certified under MTCS by Destination, 2019

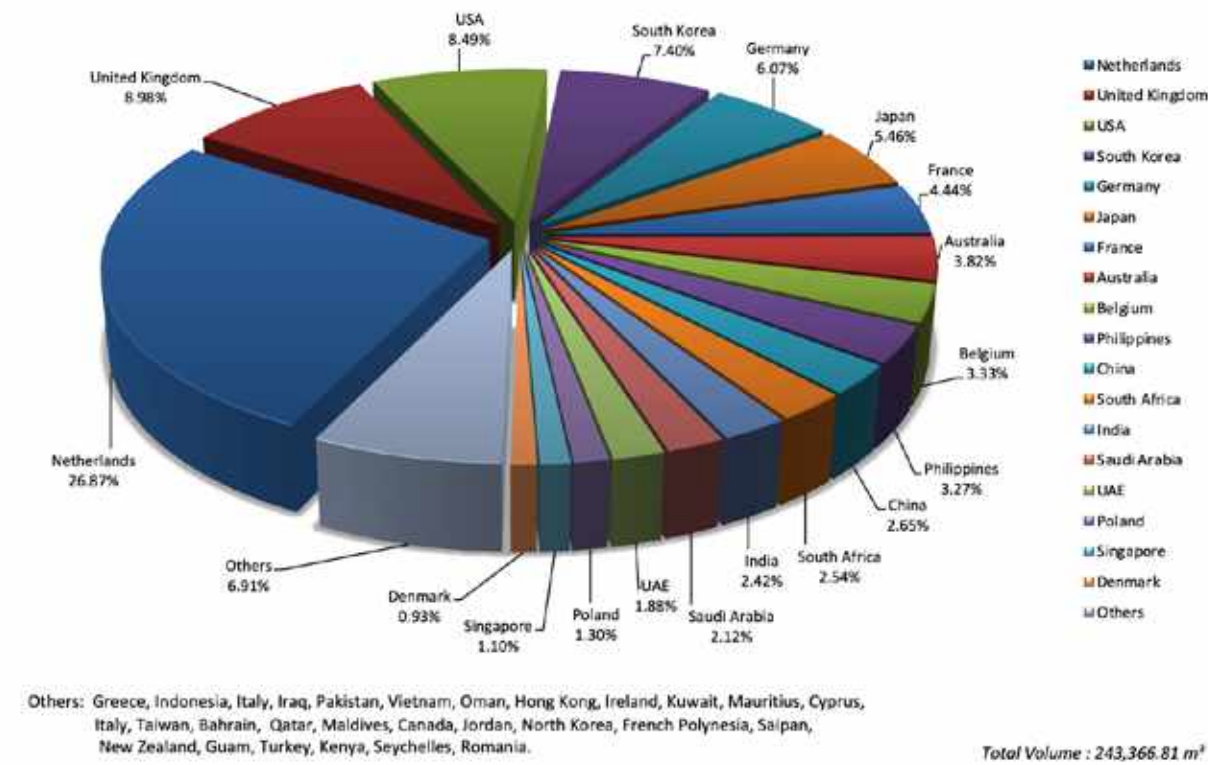
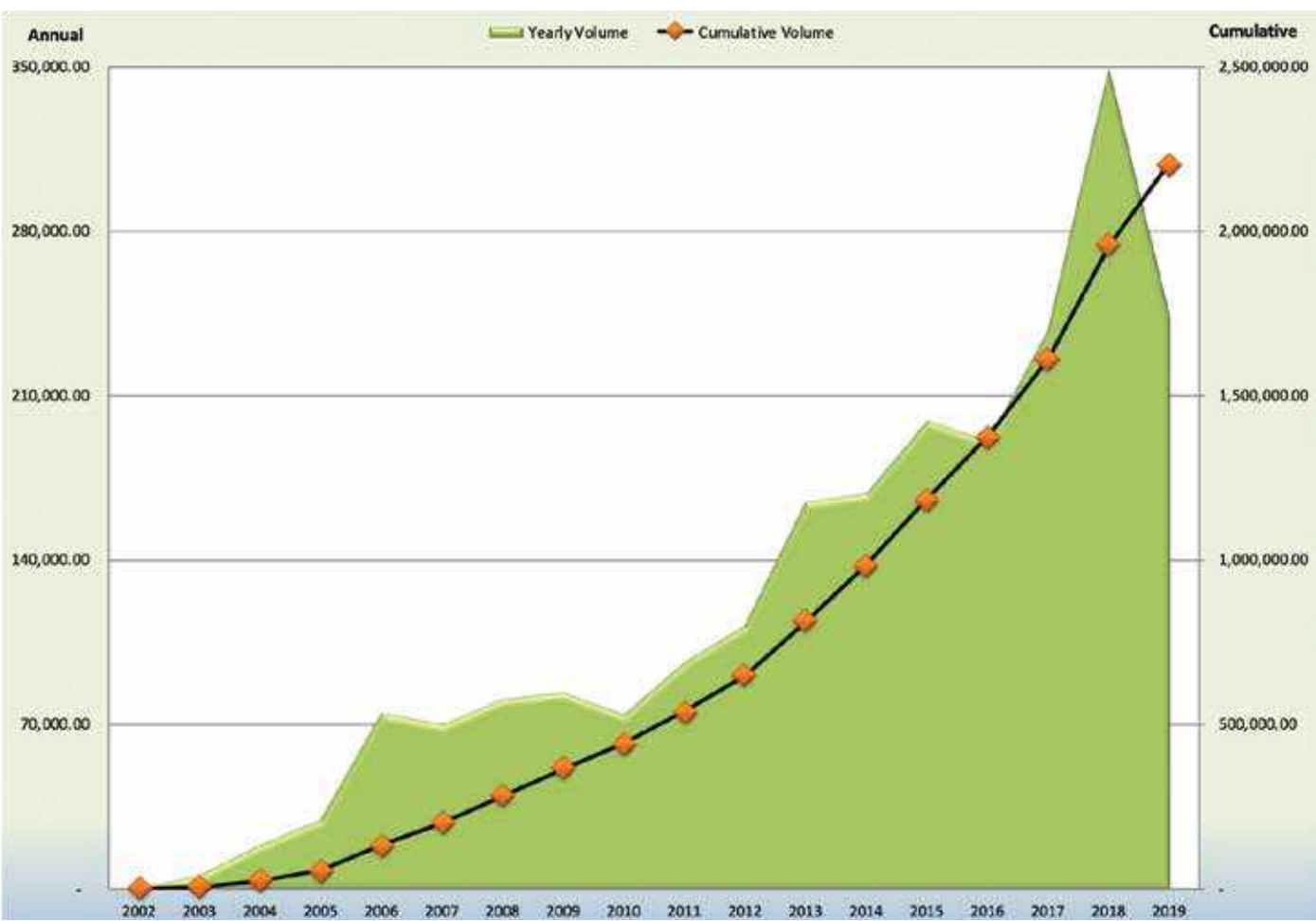


Figure 3: Export of Timber Products Certified under MTCS, July 2002 - December 2019 (m³)



CERTIFICATION STANDARDS

Review of MC&I(Natural Forest)

The review of the MC&I(Natural Forest) was resumed with the conduct of the Fourth Meeting of the Standards Review Committee (SRC) from 18-20 February in Kota Kinabalu. The Meeting considered and incorporated the new requirements of the PEFC Sustainability Benchmark as well as the requirements of Principle 10 of the *MC&I Forest Plantation.v2* into the relevant Criteria and Indicators of Principles 1 to 9 for forest plantations. The meeting successfully produced the Enquiry Draft of the revised standard, which was subjected to a 60-day public consultation from 20 May to 19 July.

The comments and proposals received from the public consultation were considered by the Fifth Meeting of the SRC held on 9-11 December in Pulau Pinang. The SRC finalised and adopted the revised standard titled *Malaysian Criteria and Indicators for Sustainable Forest Management* (MC&I SFM), which has incorporated the requirements for certification of both natural forest and forest plantation under the MTCS in Malaysia.

MTCC would like to place on record our sincere thanks and appreciation to all members of the SRC for their support, commitment, dedication, and contributions in successfully completed the review resulting in the finalisation of the MC&I SFM standard.

Over the public consultation period, three regional consultations were held in Kota Kinabalu (2 July), Kuching (4 July) and Kuala Lumpur (10 July), to introduce and provide clarification on the changes made as contained in the Enquiry Draft. A total of 26 general comments and 256 specific comments on the Enquiry Draft were received from stakeholders representing 26 organisations as follows:

1. Bar Council – Committee on Orang Asli Rights

2. Federation of Orang Ulu Sarawak

3. Forest Research Institute Malaysia

4. Independent Consultant

5. Jabatan Perhutanan Negeri Johor

6. Jabatan Tenaga Kerja Sarawak

7. Jabatan Perhutanan Semenanjung Malaysia

8. Jabatan Perhutanan Negeri Terengganu
9. Malaysian Environmental NGOs

10. Malaysian Nature Society

11. Malaysian Wood Industries Association

12. Natural Resource and Environment Board Sarawak

13. Sabah Forest Industries Sdn. Bhd.

14. Sabah Forestry Department

15. Sarawak Dayak Iban Association

16. Sarawak Timber Association

17. Samling Timber Sdn. Bhd.

18. Sapulut Forest Development Sdn. Bhd.

19. Shin Yang Forestry Sdn. Bhd.

20. State Attorney General’s Chambers Sarawak

21. Suruhanjaya Hak Asasi Manusia Malaysia

22. Ta Ann Holding Berhad

23. WCS Malaysia Program

24. WWF Malaysia

25. Yayasan Hasanah

26. Zedtee Sdn. Bhd.

TRAINING ON THE REQUIREMENTS OF MTCS

Capacity Building Training Course

In collaboration with Forestry Department Peninsular Malaysia, MTCC organised a three-day training course on the requirements of the MC&I (Natural Forest) and MC&I Forest

Plantation.v2 standards on 26-28 March in Kota Bharu, Kelantan. A total of 40 participants representing the various State Forestry Departments in Peninsular Malaysia attended the course which included a one-day field audit training held in Hutan Simpan Sungai Durian, Kelantan Timur.



The capacity building training course was attended by 40 participants



Participants being briefed on field audit procedures at Hutan Simpan Sungai Durian



One for the album



Briefing at OVOL Malaysia Sdn. Bhd.

Briefings on Chain of Custody Certification

MTCC provided briefings on chain of custody certification for two CoC certificate holders, namely Hertslet Woodworking Sdn. Bhd. and OVOL Malaysia Sdn. Bhd. at their facilities on 27 November and 10 December 2019, respectively. The briefings focused on the implementation of the due diligence system (DDS).

To encourage further uptake of CoC Certification, MTCC also conducted briefings to non-CoC certificate holders, namely Finewood Marketing Sdn. Bhd. and Eco Life Sdn. Bhd. on 14 March and 11 June 2019, respectively. These briefings were requested by the companies to provide their staff with a better understanding of the requirements of the PEFC ST 2002:2013 standard.



Briefing to Finewood Marketing Sdn. Bhd.

MTCC STRATEGY 2020-2025

MTCC took advantage of its 20th anniversary to revise its Vision and Mission statements, including the formulation of MTCC Strategy 2020-2025 to set the tone and chart the next phase of the MTCC in championing the national sustainability agenda through the implementation of the MTCS. The revised Vision, Mission and MTCC Strategy 2020-2025 were approved by the 80th Meeting of the Board held on 30 May 2019 and launched during MTCC Timber Certification Conference held on 24 September 2019.

Under the revised Vision, MTCC envisions Malaysia to be “A nation that appreciates and internalises the full value and contribution of forest towards global sustainability.” To realise

this Vision, “MTCC is committed to strengthen the MTCS to realise the full value and contribution of forest through sustainable forest management and chain of custody certification.”

The MTCC Strategy 2020-2025, comprising seven thrusts, was formulated and guided by the new Vision and Mission. As a member of the PEFC alliance, the strategy also took cognizance of the PEFC Strategy 2018-2022. It is hoped that the implementation of these strategies will contribute towards MTCC’s endeavour of shaping a nation that appreciates and internalises the full value and contribution of sustainable forest management and contributes towards global sustainability.



A photograph of a forest stream with water flowing over large, moss-covered rocks. The scene is surrounded by dense green foliage. A large, semi-transparent white circle is overlaid on the left side of the image, partially obscuring the rocks and water.

PROMOTION

PROMOTION

TIMBER DAY – INTO THE WOODS PROGRAMME WITH MAYBANK INVESTMENT – BURSA MALAYSIA



From left: Maybank Investment Bank Head of Institutional Sales, Malaysia, Nik Azhan Nik Abdul Aziz, MTCC CEO, Yong Teng Koon, Bursa Malaysia Chief Commercial Officer, Selvarany Rasiah, Malaysian Timber Industry Board Deputy Director General, Hjh. Norchahaya Hashim, and Bursa Malaysia Corporate Strategy Director, Dr. Tan Wei Lin

Financial institutions have a key role to play in leading and supporting efforts to address issues relating to sustainability and climate change. It is not only about redirecting investments to renewable energy and low-carbon businesses, but also to bolster the resilience of forests as one of the major tools in mitigating the impacts of climate change.

In this connection, MTCC was delighted to be invited as one of the two speakers at Timber Day – Into the Woods programme, jointly organised by Maybank Investment Bank and Bursa Malaysia held in Kuala Lumpur on 23 January. Taking into consideration the growing need for certification in ensuring sustainable timber production and trade, the programme was aimed at creating awareness on what certification means for the Malaysian timber industry and the sustainability of our forest heritage. The event attracted 50 participants representing investors, stockbrokers and government-linked companies, as well as the media.

MTCC CEO, Yong Teng Koon shared his perspective with a presentation titled “Why Certification? The Case of the Malaysian Timber Certification Scheme (MTCS).” In his presentation, Yong highlighted the

role and function of the MTCC in advancing forest certification and promoting sustainable timber trade in Malaysia. He stressed on the importance of stronger cross-sectoral collaboration in this endeavour and encouraged Bursa Malaysia to include the MTCS-PEFC reference in its Sustainability Reporting Guide & Toolkit under the environmental themes and responsible sourcing indicators. He also implored the banking institutions to include MTCS-PEFC reference in their Environmental, Social and Governance (ESG) Framework for the timber sector and promote the use of PEFC-certified products in their collaterals and everyday office usage.



Presentation by MTCC CEO, Yong Teng Koon

EDUCATION TALKS

MTCC delivered two education talks to architectural students in 2019 in an effort to encourage aspiring architects to appreciate wood and embrace sustainability in their designs by prescribing the use of MTCS-certified timber. The talks were also aimed at inspiring the students to do their bit for the environment by supporting the work of the MTCC in promoting sustainable forest management through the implementation of the MTCS.

The first talk to the students from the Faculty of Engineering and Build Environment, Universiti Kebangsaan Malaysia (UKM) was delivered on 2 April and the second to the School of Architecture, Building and Design, Taylor's

University on 6 May. Each talk comprised two presentations with the first presentation from MTCC and the second from a practising and renowned local architect, Ar. Azman Zainal Md Nor from Arkitek Azman Zainal.

MTCC presentation focused on the implementation of the MTCS and the availability of MTCS-certified timber for export and local use, while the presentation by Ar. Azman highlighted wood as the most environmentally-friendly building material, flexible to use and is a healthier choice as wooden buildings have been proven to contribute towards the wellness and well-being of people living within.



MTCC Senior Manager (Forest Management), Siti Syaliza Mustapha addressing the students at UKM



Ar. Azman Zainal sharing his experience on building house from recycled wood



MTCC CEO, Yong Teng Koon giving his presentation at Taylor's University



Q&A session

UPM FORESTRY STUDENTS CAMP

Since 2015, MTCC has been collaborating with the Faculty of Forestry, Universiti Putra Malaysia (UPM) by participating in its annual Forestry Students Camp. MTCC regards such collaboration an excellent opportunity for MTCC to reach out to their undergraduate students with the view to engage and introduce them to the work of the MTCC in promoting the implementation of sustainable forest management through certification in Malaysia.

The annual camp was held at the Sultan Idris

Shah Forestry Education Centre (SISFEC) in Ayer Hitam Forest Reserve, Puchong, Selangor on 7 July and attended by over 160 undergraduates pursuing a degree course in forestry science, wood science and technology or parks and recreation science.

In addition to briefings on the MTCS, the conduct of quizzes and other interactive activities have provided a conducive learning atmosphere and resulted in more active participation from the students.



Active participation from students



Briefing in progress



MTCC team with the camp participants

AEON MALL NILAI DISPLAYS WINNING PICTURES FROM MTCC PHOTOGRAPHY CONTESTS



MTCC CEO, Yong Teng Koon admiring a picture displayed at the mall



Visitors to the prayer halls are welcomed by the calming views of Malaysian forest

The newly established AEON Mall Nilai in Nilai, Negeri Sembilan had its walkways leading to prayer halls and restrooms of every floor decorated with winning pictures from the 2017 & 2018 MTCC Photography Contests. The winning photographs on display brought different perspectives on our forests, allowing the public to appreciate the many roles and functions of forests.

The project – a joint effort between Aeon Co. (M) Sdn. Bhd. and MTCC – is aimed at raising public awareness on the importance of managing our

precious forests sustainably, and in the process garnering their support in our endeavour to promote sustainable forest management through certification and contributing to our national sustainability agenda.

In this connection, Aeon Co. (M) Sdn. Bhd. has made elaborate effort to incorporate sustainability concept in its building and operations including the provisions of walking spaces and pit stops to encourage its clients to walk more, making the visit to the mall both a leisure and healthy experience.



Pictures of stunning forest sceneries add a sense of art and beauty in the restrooms



A walkway leading to the restrooms with breathtaking images on the wall

WORKING VISIT TO GERMANY

MTCC Chairman, Datuk K. Yogeessvaran and CEO, Yong Teng Koon went on a four-day working visit to Berlin and Cologne, Germany in November (7 to 9 November in Berlin and 12 November in Cologne). The trip was joined by Executive Public Relations, Muhammad Hasif Azizan and Guntram Kaiser from Kaiser Communication.

The visit was organised to inform and update the various stakeholder groups in Germany on new developments in sustainable forest management and timber certification in Malaysia as well as MTCC's new vision, mission and future plans.

Thirty participants attended a roundtable discussion organised at the Malaysian Embassy in Berlin on 8 November. Besides giving updates on timber certification, Yong emphasised that

recognition of the MTCS in Germany would promote a greater uptake of certification in Malaysia. In the discussion, German Forestry Council Chairman, George Schirmbeck shared his views on Germany's challenges in protecting forests while Ulrich Bick from Thuenen Institut, Hamburg gave a presentation on "Sustainable Public Procurement Policy – Current Developments from a German and European Perspective."

Besides the roundtable discussion, the delegation paid a courtesy call on Dr. Eva Mueller, Director-General for Forest, Sustainability and Renewable Resources from the Federal Ministry of Food and Agriculture. The working visit's programme also included a talk with students from University of Applied Science for Sustainable Development Eberswalde (HNEE) and field trips

to Enno Roggemann (one of Germany's biggest importers) and Hans Timm Fensterbau GmbH & Co kg, a wooden window manufacturer in Berlin.

The delegation took the opportunity to visit German Timber Day in Cologne together with representatives from the Malaysian Timber Council (MTC), namely MTC Europe Regional Head, Agnes Seah and Marketing Executive, Egide Van Der Heide, and had discussions with German Timber Trade Federation CEO, Thomas Goebel and several German importers (i.e KURZ KG, Kloepperholz, and Holz-Gross GmbH, etc.)

During the visit, MTCC Chairman and CEO were interviewed by journalist Ewald Konig of Business & Diplomacy where both talked about the role and significance of MTCC in promoting sustainable forest management through the MTCS as well as in meeting the demand for sustainably produced timber and timber products in the global market. The article, titled "Malaysias Stolz aufs Tropenholz" (Malaysia's pride in its tropical timber), was published in Business & Diplomacy, issue 4/2019.



Talk with HNEE students



Visit to Enno Roggemann



Ulrich Bick from Thuenen Institut delivering his presentation on "Sustainable Public Procurement Policy – Current Developments from a German and European Perspective."



German Forestry Council Chairman, George Schirmbeck shares his views on issue and challenges in protecting forests



Visit to Hans Timm Fensterbau GmbH & Co kg



MTCC Chairman, Datuk K. Yogeessvaran and CEO, Yong Teng Koon during the media interview with Business & Diplomacy journalist, Ewald Konig



MTCC Chairman, Datuk K. Yogeessvaran and CEO, Yong Teng Koon paying a courtesy call on Dr. Eva Mueller from the Federal Ministry of Food and Agriculture, Germany



Meeting with Thomas Goebel



MTCC CEO, Yong Teng Koon giving an update on the MTCS



MTCC delegation



Roundtable discussion in progress

MTCC ACADEMIC AWARD



Presentation of Freezailah Forest Sustainability Award (UMS)
From left to right: Dean of Faculty of Science and Natural Resources, Prof Dr. Baba Musta, Award recipient, Damri Darman, MTCC CEO, Yong Teng Koon, Pro-Chancellor of UMS, YBhg. Tan Sri Azman Hashim, Vice-Chancellor, YBhg. Prof. Datuk Dr. Taufiq Yap Yun Hin

Year 2019 marked the fourth year of establishment of the MTCC Academic Award, a collaborative effort between MTCC, Universiti Malaysia Sabah (UMS) and Universiti Putra Malaysia (UPM). Created in 2016, the Academic Award is aimed at promoting academic excellence by encouraging and acknowledging students with outstanding performance in forestry-related courses.

The Academic Award for UMS is named Freezailah Forest Sustainability Award in honour of MTCC’s founding Chairman, Dato’ Dr. Freezailah Che Yeom and was presented to Damri Darman from

the Faculty of Science and Natural Resources. Besides his excellent academic record, Damri has also produced an inspiring research thesis titled “Penilaian Ekonomi Terhadap Pemuliharaan Hidupan Liar Di Pusat Pemulihan Orang Utan Sepilok, Sabah”. The MTCC Academic Award for UPM was awarded to two students from the Faculty of Forestry, namely Muhammad Iqbal Ishak for his thesis titled “Soil Erosion on Deforested Land in Cameron Highlands” and Tan Xu Chee for her research on “Labour Composition, Productivity and Skill Developments in the Malaysian Furniture Sector.”



Presentation of MTCC Academic Award (UPM)
From left to right: MTCC CEO, Yong Teng Koon with award recipients, Muhammad Iqbal Ishak and Ivan Low Xin Yi (representing Tan Xu Chee), and (designation), Prof. Madya Dr. Mohd Nazre Saleh

PUBLICITY PROGRAMMES / EXHIBITIONS

MTCC participated in seven local and two international fairs and exhibitions in 2019. Publicity brochures as well as information on the developments related to the MTCS were distributed at these fairs and exhibitions.



BouwBeurs
4 – 8 February, Netherlands



Export Furniture Exhibition
9 – 12 March, Kuala Lumpur



Environment Festival
2 June, Berlin



Sarawak Timber & SME Expo
27 – 30 June, Kuching



Pameran Hutan Kita
24 August – 22 September, Kuala Lumpur



Putrajaya Open Day
5 October, Putrajaya



International Greentech & Eco Products Exhibition (IGEM)
9 – 11 October, Kuala Lumpur



Pesta Sains Negeri Sembilan
15 – 17 November, Nilai



Malaysian Wood Expo
19 – 21 November, Kuala Lumpur

PUBLICATION

In 2019, MTCC issued the following web articles / information updates / press releases:

TITLE	PUBLISHING DATE
MTCC Received a Visit from Kyungpook National University of Korea	18 January
MTCC Speaks at Maybank Investment – Bursa Malaysia Timber Day “Into the Woods” Programme	23 January
Timber Pavilion Bags Outstanding Awards	8 February
Fourth Meeting of SRC	10 March
MTCC 20 th Anniversary Sustainability Awards	3 April
MTCC Board Visits Kota Kinabalu Wetlands	9 April
Enhancement Course on Forest Certification under the MTCS	9 April
AEON Mall Nilai Photo Frame Winning Pictures from MTCC Photography Contest	2 May
Suspension of Forest Management Certificate for Kedah State FMU	9 May
Public Consultation on Malaysian Criteria and Indicators for Forest Management Certification – Enquiry Draft	23 May
Public Consultation on Draft Revised CoC & Trademark Standards	29 May
MTCC Sustainability Awards Nomination Deadline Extended to 30 June 2019	30 May
Public Consultation on Draft Revised PEFC ST 2003 for Certification Bodies Operating Certification Against the PEFC International Chain of Custody Standard	30 May
Regional Consultation on Enquiry Draft of the Malaysian Criteria and Indicators for Forest Management Certification	17 June
Public Consultation on Malaysian Criteria and Indicators for Forest Management Certification – Enquiry Draft (20 May – 19 July 2019)	19 June
Raplex FMU Certified under MTCS	5 July
Regional Consultation on Enquiry Draft of the Malaysian Criteria and Indicators for Forest Management Certification	15 July
MTCC 20 th Anniversary Conference	31 July
A New Vision and Mission for MTCC	24 September
MTCC Organises Conference to Bridge Present and Future Outlook for Certification Beyond 2030	24 September
MTCC Celebrated Sustainability Efforts with Awards and Anniversary Dinner	24 September
Outcome of Public Consultation on MC&I For Forest Management Certification (20 May – 19 July 2019)	28 September
A Study on Wildlife Economic Value Wins The 2019 Freezailah Forest Sustainability Award	24 November
Melatai-Para FMU Certified under MTCS	1 December
Revised MTCS Document NCB 6 / 2019 Regarding Procedure for PEFC Notification of Certification Bodies Operating Forest Management System or Chain of Custody Certification Replacing NCB 5 / 2014	21 December
Congratulations to YBhg Tuan Ravi Muthayah on His Appointment as Secretary General, MPI	24 December

MEDIA INTERVIEW

As part of the effort to publicise MTCC and the operation of the MTCS in conjunction with its 20th anniversary celebration, MTCC Chairman and CEO were interviewed by BERNAMA Radio and TV on three separate occasions.

The Radio and TV interviews were aimed at raising awareness of the public on the role and

functions of MTCC in championing sustainability pursuit in Malaysia. The interviews also provided the platform for MTCC to share its journey in pushing boundaries to advancing sustainability endeavours through the implementation of the MTCS, as well as to envisage what certification would entail beyond 2030.

Program Bicara Petang BERNAMA Radio

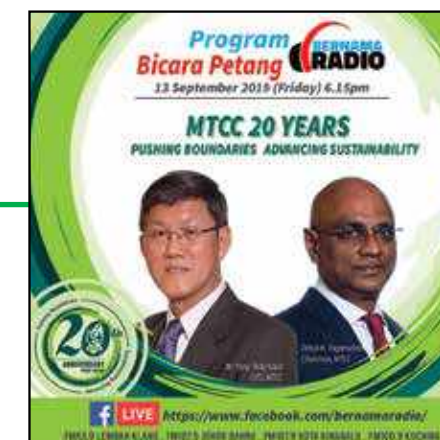
In conjunction with International Day of Forests 2019 21 Mac 2019 “Pensijilan Untuk Kelestarian Hutan”



Scan QR code to watch interview:



Scan QR code to watch interview:



Program Bicara Petang BERNAMA Radio

13 September 2019
“MTCC 20 Years: Pushing Boundaries Advancing Sustainability”



The Nation BERNAMA TV

20 December 2019
“MTCC: Now and Beyond”



Scan QR code to watch interview:



MEDIA COVERAGE

A total PR value of RM424,912.15 in 2019 was generated mainly by the 20th anniversary celebration media coverage through various PR initiatives.

Besides the mainstream media, MTCC also utilised

Local Publications:

- Bernama News Channel
- RTM TV1
- Asian Timber Magazine
- New Straits Times
- Berita Harian
- Free Malaysia Today
- Malaysia Kini
- The Malaysian Reserve
- New Sarawak Tribune
- The Borneo Post (Kuching)
- The Borneo Post (KK)
- Utusan Malaysia
- Headtopics.com
- Daily Express KK
- New Sabah Times
- Traxx FM
- Radio 24 FM

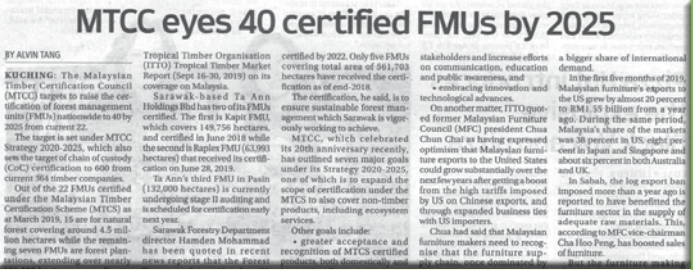
International Publications:

- MSN News
- Business and Diplomacy

its social media platform (Facebook, Twitter and Instagram) to promote its various activities.

The following editorial and special feature reports on MTCC and MTCS were published on broadcast and online media:

Media Clippings



Media Clippings



PEFC RELATED ACTIVITIES

PEFC RELATED ACTIVITIES

PEFC FOREST CERTIFICATION WEEK AND GENERAL ASSEMBLY

As the MTCS is a PEFC-endorsed scheme, it is crucial for MTCC to ensure that any decisions on PEFC's policy, updates on technical and guidance documents and other administrative issues, take into consideration the challenges and constraints faced by the MTCS. Active participations in PEFC related activities and processes including the PEFC Members Meeting, Technical Working Group meetings for forest management certification and

chain of custody, as well as the PEFC General Assembly (GA) have become a routine for MTCC not only to ensure that the MTCS continues to comply with PEFC's requirements, but also to interact with other national and international PEFC members. Such meetings have also provided an avenue for MTCC to share views and experiences or discuss with other members on any important issues which demand further deliberation.

PEFC FOREST CERTIFICATION WEEK



All smiles – Participants of the PEFC Forest Certification Week

MTCC (which was represented by Chairman, Datuk K. Yogeessvaran, CEO, Yong Teng Koon and Executive (PR & Marketing), Muhammad Hasif Azizan) were among the 240 participants held in Wurzburg, Germany from 11 to 15 November. The event also included the 24th GA of the PEFC Council held on 13 November.

Themed “Certification and Sustainability: from niche to mainstream”, various programmes and activities were organised aiming at exploring ways and options for forest certification to

improve accessibility, expand scope and increase impact in forest management and beyond. MTCC participated in a number of meetings conducted throughout the week: (i) Asia-Pacific Coordination Hub (APAC Hub), (ii) Finance Working Group, (iii) PEFC Communication and Marketing Session, (iv) Strategic Indicators Session, (v) PEFC Updates, and (vi) PEFC Stakeholder Dialogue.

Marketing factor, improved financial resources of member countries, the need for effective communication, and regional solutions were

among the main topics highlighted at the above meetings. Aligned with PEFC's three strategic pathways, the APAC Hub is expected to play a bigger role in driving marketing and development strategies to enhance the social, environmental and economic impact of PEFC alliance as well as raising awareness on the PEFC brand in the region.

In the PEFC Communication and Marketing Session, participants came up with several recommendations for more effective communication to enhance the marketing impacts of PEFC, which included developing simplified and market-centric messages, collaborating with

brands, influencing organisations and regional marketing platform, leveraging the power of social media and building strong value proposition to encourage use by brand owners, among others.

At the Strategic Indicators Session, members deliberated on the proposed indicators to measure progress of PEFC International and members in delivering the PEFC strategy 2018-2022 at both the global and national level.

The PEFC Stakeholder Dialogue resonated with the event's theme and explored the possibilities of forestry and wood-based products to become more integrated in sustainable development



MTCC delegation



The PEFC Communication and Marketing Session in progress



MTCC CEO, Yong Teng Koon and Chairman, Datuk K. Yogeessvaran with PEFC Chairman, Peter Latham



Participants listening to a briefing during the field visit



PEFC CEO, Ben Gunneberg (right), being interviewed prior to the PEFC Stakeholder Dialogue



PEFC Stakeholder Dialogue in progress

efforts through certification. Traditional frontline for certification, IKEA and Mesta Board Corporation, shared their views on the role of forest certification in the marketplace and the connection to consumers. From a financial perspective, Munich Re Group indicated increasing demand by clients for sustainable investments.

Speakers representing the World Wide Fund for Nature (WWF), South African Forestry Assurance Scheme, International Accreditation Forum (IAF), and the Confederation of European Forest Owners (CEPF) presented issues and opportunities related to verification of conformity and certification's impacts on global issues and day-to-day operations in the local environment. The concerns and trade-offs between costs and overall impacts and innovative approaches that can efficiently bring certification to new sets of producers and land owners were also highlighted. The dialogue concluded with speakers from the Chamber of Forests, Baden Wurtemberg; American Forest Foundation and the Network for Certification and Conservation of Forests (NCCF) presenting topics on new expectations on forest certification which require engagement on the ground. In particular, the session discussed how the new Trees outside Forests standard could contribute to the momentum needed for steady improvement and expansion of sustainable forest management.

24TH PEFC GA

The 24th PEFC GA which was held on 13 November and attended by 150 participants made the following key decisions:

- (i) Approved the Budget and Membership Fees for 2020. Under the approved budget, MTCC is required to pay a total fee of 91,770 CHF which is a slight decrease of 1,980 CHF as compared to the budget for 2019.
- (ii) Approved the application for NGB membership by Ukraine, Guyana, Myanmar and Vietnam.
- (iii) Due to intervention from countries of the Southern Hemisphere Plantation Group concerning a specific aspect in a note in the definition of controversial sources in the chain of custody standard, the GA agreed to defer the decision to approve the following three standards (related) until January 2020:

- (a) PEFC International standard for Trademarks Rules – PEFC ST 2001:2019

- (b) PEFC International standard for chain of custody – PEFC ST 2002:2019
- (c) PEFC International Requirements for Certification Bodies (Chain of Custody) – PEFC 2003:2019

- (iv) Agreed to hold the 25th PEFC GA in Dublin, Ireland on 11 November 2020.



MTCC Chairman, Datuk K. Yogeessvaran (front row, far right) and CEO, Yong Teng Koon at the 24th GA

PEFC TECHNICAL WORKING GROUP

MTCC participated actively in two PEFC technical working groups (WG) to support the development of international standards for sustainable forest management and chain of custody.

MTCC Manager (Product), Sabrina Mawasi represented MTCC in the WG on Chain of Custody and Labelling which was tasked to discuss the revision of: (i) Chain of Custody of Forest Based Product – Requirements (PEFC ST 2002:2013), (ii) PEFC Logo Usage Rules – Requirements (PEFC ST 2001:2008), and (iii) Chain of Custody of Forest Based Product – Guidance for Use. Sabrina participated in the first meeting of the WG which was held at the PEFC office in Geneva on 27-28 March and the second meeting via a webinar held on 10-12 September.

Public consultations for PEFC ST 2001 and PEFC ST 2002 enquiry drafts were conducted from

10 May to 9 July. The final draft standards were recommended for approval by the PEFC Board of Directors and voted upon by the PEFC General Assembly on 13 November 2019.

Following the approval of the PEFC ST 1002:2018 Group Forest Management Certification – Requirements and PEFC ST 1003:2018 Sustainable Forest Management by the PEFC General Assembly on 14 November 2018, a new permanent WG on Sustainable Forest Management (WG SFM) was established by PEFC. The main objective of the WG SFM is to provide guidance on the implementation and interpretation of PEFC's benchmark standards for forest management certification and to continue the development of PEFC's SFM approach. MTCC Senior Manager (Forest Management), Siti Syaliza Mustapha was appointed as a member of this WG and participated in its first meeting on 9-10 October in Geneva.



COOPERATION

COOPERATION

MTCC continued to provide support in advancing sustainable forest management through timber certification in the region by participating in a number of ASEAN-related meetings and workshops as follows:

(i) Twenty Second Meeting of the ASEAN Working Group on Forest Products Development (AWG-FPD)

The 22nd AWG-FPD meeting was held from 15-16 July in Makati City, the Philippines. The meeting gathered delegates from Brunei Darussalam, Cambodia, Indonesia, Lao PDR, Myanmar, Malaysia, the Philippines, Thailand and Vietnam. The meeting was also attended by the EU Forest Law Enforcement, Governance and Trade (FLEGT) Facility and Non-Timber Forest Products Exchange Programme (NTFP-EP) representatives. The four-member delegation from Malaysia comprised representatives from the Malaysian Timber Industry Board (MTIB), Sarawak Timber Association and MTCC. MTCC was represented by Executive (Forest Management), Haniff Salleh.

The AWG-FPD aims to enhance ASEAN cooperation in forest products development and the alignment of national standards and testing protocols in accordance with international

standard; enhance intra- and extra-ASEAN trade and competitiveness of ASEAN forest products including through inter-alia timber certification; support the development of medicinal and aromatic plant industries, and promote cooperation with ASEAN Dialogue Partners, regional and international organisations and the private sector in marketing and image building for ASEAN forest products.

In the meeting, the ASEAN Member States (AMS) agreed to submit the final draft of the ASEAN Voluntary Code of Conduct on Imports for Forest and Timber Companies (ASEAN VCoC) to the 22nd ASEAN Senior Officials on Forestry (ASOF) Meeting for consideration and endorsement. The meeting also agreed to consider the revision of the ASEAN Criteria and Indicators (C&I) for Legality of Timber which will be an important milestone towards the development of Regional Mechanism Mutual Recognition Arrangement (MRA) for Legality of Timber among the AMS.

The meeting was informed on the compilation of information highlighting potential Non-Tariff Barriers (NTBs) that have been and will be imposed by major importing countries. The meeting noted that the Equivalent Timber Names in ASEAN project was completed and the publication can be obtained from the ASEAN Regional Knowledge Network on Forest Products Development (ARKN FPD) website.



The meeting gathered delegates from nine countries, in which Malaysia was represented by a four-member delegation



The meeting in progress

(ii) Twenty Second Meeting of the ASEAN Senior Officials on Forestry (ASOF)

The 22nd ASOF Meeting held on 18-19 July 2019 in Makati City, the Philippines was attended by an 11-member Malaysian delegation comprising representatives from the Forestry Department Peninsular Malaysia, Forest Department Sarawak, Sarawak Forestry Corporation, Sarawak Timber Association, Harwood Timber, Malaysian Timber Industry Board, Ministry of Water, Land and Natural Resources and MTCC. MTCC was represented by Executive (Forest Management), Haniff Salleh.

Following the 22nd AWG-FPD Meeting held on 15-16 July, the 22nd ASOF Meeting agreed to endorse the ASEAN VCoC for submission to the 41st ASEAN Ministerial Meeting on Agriculture and Forestry (AMAF) for adoption. The meeting supported the AWG-FPD to consider the ASEAN Guidelines for Sustainable Harvest and Resource Management Protocols for important NTFP(s) categories as one of the key deliverables for 2020. The meeting also endorsed the Regional Community Forestry Assessment Tool and Regional Agroforestry for Climate Change

Resilient Landscape Manual which was developed by the 13th ASEAN Working Group on Social Forestry (AWG-SF) on 2-3 July in Brunei Darussalam.

The meeting supported the recommendation to conduct a review on the various Plan of Actions (PoA) for the period 2016-2020 and develop new PoA for 2021-2025. The PoA involved are: ASEAN Cooperation in CITES and Wildlife Enforcement, ASEAN Cooperation for Social Forestry, ASEAN Cooperation in Forest Management and ASEAN Cooperation in Forest and Climate Change.



The meeting in progress



THE 22nd MEETING OF THE ASEAN SENIOR OFFICIALS ON FORESTRY
Makati City, Philippines, 18-19 July 2019

The Malaysian delegation

(iii) ASEAN Technical Exchange Meeting on a Proposed Regional Mechanism for MRA for Legality of Timber

The ASEAN Technical Exchange Meeting on a Proposed Regional Mechanism for a Mutual Recognition Arrangement (MRA) for Legality of Timber was held on 22-23 April in Subang Jaya,

Selangor. Senior Executive (Forest Management), Melvin Ku represented MTCC at the meeting.

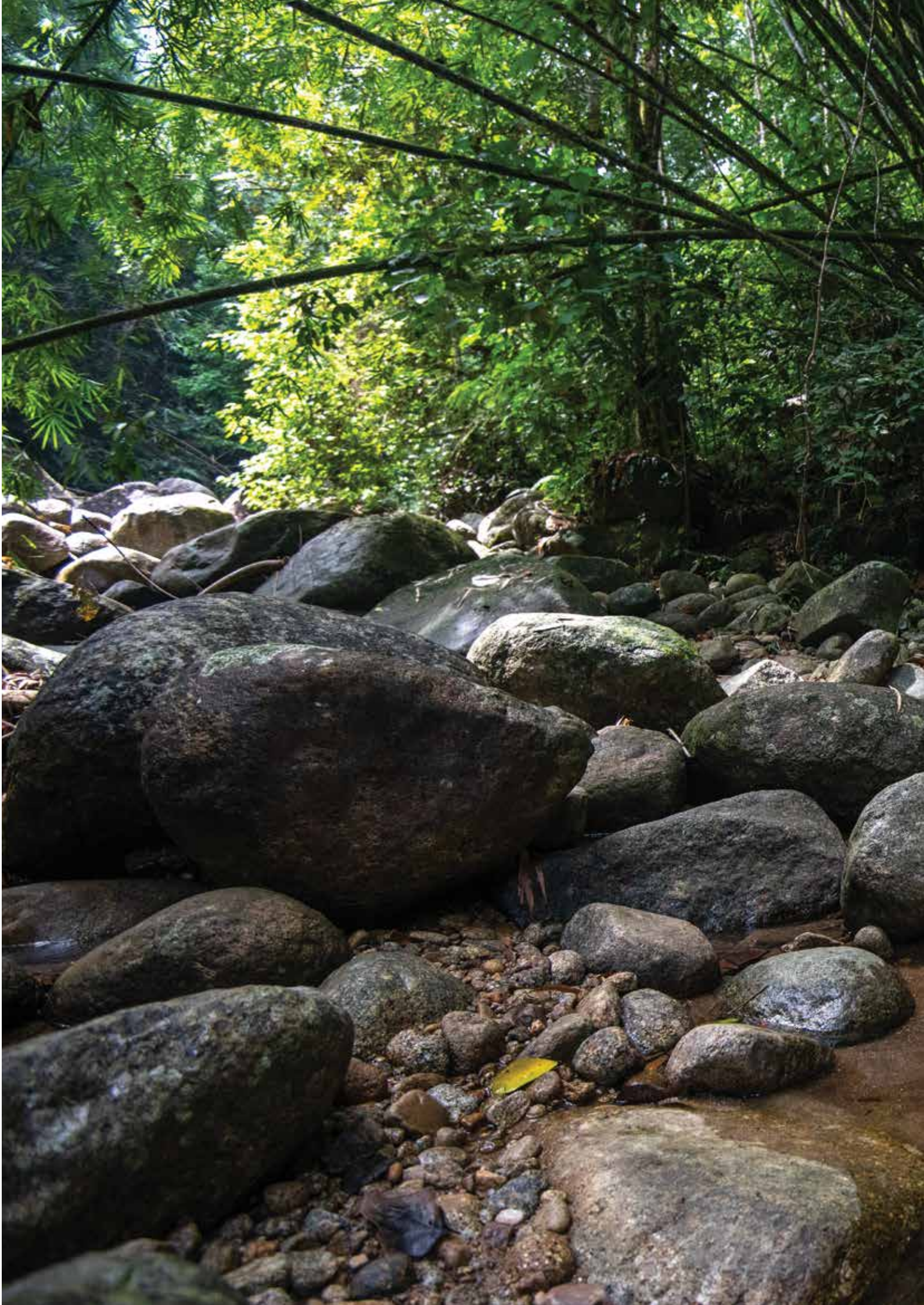
The Technical Meeting discussed the need for a stepwise approach and proposed timeline for the development of MRA on legality of timber. The meeting agreed that the ASEAN Criteria and Indicators for Legality of Timber needs to be reviewed to reflect advances made and changes in international norms and market requirements used to verify timber legality.



Group discussion in progress



Participants of the Technical Meeting





SIGNIFICANT EVENTS



20

TWENTY YEARS

PUSHING BOUNDARIES
ADVANCING SUSTAINABILITY



MTCC TURNS 20 – ENDING 2019 WITH A BANG

The captivating, gigantic LED screen mounted on the wall leading to the grand ballroom was perhaps one of the best things that the guests would remember about MTCC's 20th anniversary dinner held at Sunway Putra Hotel, Kuala Lumpur on 24 September.

The huge show-stopper featured a motion display of visuals depicting MTCC's momentous events and milestone achievements, bringing back the memories of everything that the organisation has been through for the past 20 years. It was a conversation piece among the guests, perfectly complementing the joyous atmosphere where camaraderie came alive. It was indeed a night to remember, especially to members of the forest and timber fraternity who have been onboard

throughout MTCC's two decades of odds-defying journey.

The dinner was part of the MTCC 20th anniversary celebration which kicked off with the creation of a specially designed logo and the tagline "Pushing Boundaries Advancing Sustainability" to steer the overall programme line-ups. A multiplicity of textures and elements of nature presented in freestyle strokes and in different shades of green took centre stage in the overall logo. Components of MTCC's growth and fruitfulness, and the continued goals

towards sustainability were reflected in shapes of circle, wavy leaves and twirling stems.

The tagline aptly encapsulated MTCC's activities and achievements from ground zero in 1998, and exuded its commitment in advancing the cause of forest sustainability through the implementation of the Malaysian Timber Certification Scheme (MTCS). It was the theme for its one-day conference (held on 24 September) which was aimed at bridging present and future outlook for certification beyond 2030. The conference, which was organised in collaboration with the

Institute for Environment and Development (LESTARI), Universiti Kebangsaan Malaysia, saw about 200 participants enlightened about certification as a driver for disruptive innovations, and capitalising on the digital economy to remain credible, effective and efficient in managing forests sustainably.

The celebration was also about MTCC acknowledging the hard work and commitment undertaken by forest managers and timber-based enterprises in meeting the strict demand of forest management and chain of custody certification

under the MTCS. Thus, the MTCC Sustainability Awards were created with the objectives to recognise certified organisations with exemplary leadership and had carried out inspirational initiatives in the various aspects of sustainability.

The award presentation ceremony brought the excitement up a notch at the anniversary dinner. Bornion Timber Sdn. Bhd., which managed Ulu Sg Milian and Sapulut FMU, won the Social

Sustainability and Empowerment category, while One-Tech (M) Sdn. Bhd. won the Product Innovation and Diversification category. Zedtee Sdn. Bhd. received an award in the Biodiversity and Ecosystem Protection category for its exemplary management of Anap Muput FMU. KTS Plantation Sdn. Bhd. walked away with the grand award, Leadership in Sustainability, for its holistic approach in forest management at Segaliud Lokan FMU.

Each winner was presented with a certificate and a chic-looking trophy by the Minister of Primary Industries and Guest of Honour, YB Puan Teresa Kok. The trophy was a collaborative effort between MTCC and Royal Selangor International Sdn. Bhd.. The latter, an iconic Malaysian brand of the finest pewter products, was the first non-wood based product manufacturing company to obtain the MTCS Chain of Custody Certificate in 2017. The trophy featured pewter in satin finish and stained MTCS/PEFC-certified merbau wood, with the design inspired by the shape and elements of a tree.

About 300 guests representing the various stakeholder groups feted at the function which also included the launch of MTCC's commemorative

book titled "Twenty Years – Pushing Boundaries Advancing Sustainability" by the Minister.

The dinner was simply a glorious affair for MTCC to end 2019 and the anniversary bash with a bang. Despite the highlighted milestone achievements – as showcased in stunning images on the enormous motion display screen – there wasn't a glimpse of sign that MTCC will rest on its laurels.

The 20th anniversary, in fact, was MTCC's first step to push boundaries and advance sustainability for the next 20 years and many more years ahead.



Celebrating 20 years of pushing boundaries advancing sustainability

SIGNIFICANT EVENTS

BRIEFINGS TO MENTERI BESAR

In July and August 2019, MTCC CEO, Yong Teng Koon joined YB Minister Teresa Kok in meeting the Menteri Besar (MB) of several states in the Peninsula. The objective of the meetings was to provide an update on the implementation of the MTCS and to secure the state governments' commitment to maintain certification and to avoid and minimise deforestation in the Permanent Reserved Forest located in their respective MTCS-certified FMUs while taking cognizance of the need of these states for socio-

economic development.

The meetings and briefings held were as follows:

- Kedah MB, YAB Dato' Seri Mukhriz Tun Mahathir – 16 July
- Johor MB, YAB Dato' Dr. Sahrudin Jamal – 28 July
- Terengganu MB, YAB Dato' Seri Dr. Ahmad Samsuri Mokhtar – 18 August
- Perak MB, YAB Dato' Seri Ahmad Faizal Dato' Azumu – 27 August



Meeting with Kedah MB, YAB Dato' Seri Mukhriz Tun Mahathir



Meeting with Johor MB, YAB Dato' Dr. Sahrudin Jamal



Meeting with Terengganu MB, YAB Dato' Seri Dr. Ahmad Samsuri Mokhtar



Meeting with Perak MB, YAB Dato' Seri Ahmad Faizal Dato' Azumu

APPOINTMENT OF RAVI MUTHAYAH AS NEW SECRETARY GENERAL OF MPI

MTCC congratulated Tuan Ravi Muthayah on his appointment as the Secretary General of the Ministry of Primary Industries on 23 December 2019. MTCC also placed on record its appreciation to Dato' Dr. Tan Yew Chong whose tenure as the Secretary General ended on 22 December 2019.



ORAN & BULA: ASIA'S FIRST PEFC-CERTIFIED FASHION ACCESSORIES

After successfully marking its brand, Dapo as the first PEFC/MTCS-certified homeware brand in Malaysia, One-Tech (M) Sdn. Bhd. stepped up its game in championing sustainability cause once again – It recently became the first manufacturer in the country producing PEFC/MTCS-certified fashion accessories under its brand, Oran & Bula. The fashion pieces – each carrying the MTCC/PEFC label – are upcycled from small wood wastes from the company's factory production.

The launch of Oran & Bula took place at the MTCC Certification Conference which was held in conjunction with the 20th anniversary of MTCC on 24 September. As an MTCS CoC certificate holder, One Tech is able to market all its certified fashion accessories with the MTCC/PEFC label. This will not only help raise the brand, but also the visibility and profile of MTCS in the local market.



VISITS BY PEFC INTERNATIONAL CEO, BEN GUNNEBERG & PEFC ITALY SECRETARY GENERAL, DR. ANTONIO BRUNORI

MTCC arranged two visits for PEFC International CEO, Ben Gunneberg and PEFC Italy Secretary General, Dr. Antonio Brunori during their stay in Malaysia in conjunction with the MTCC 20th anniversary celebration on 24 September. The visits, which were held on 25 September, were also participated by Guntram Kaiser, MTCC's PR representative from Germany.

1. A visit to Royal Selangor – At Royal Selangor, the first non-wood based product manufacturer which obtained PEFC/MTCS certificate, Gunnerberg and Brunori were briefed on the history of the company and the manufacturing process of wood-based pewter wares. They had a hands-on experience in

creating pewter dish at the School of Hard Knocks Pewtersmithing Workshop.

2. A visit to One-Tech (M) Sdn. Bhd. – The company is the first certified homeware manufacturer in Malaysia. Gunneberg and Brunori were given a tour to the 'green factory' by the owner, Harith Ridzuan where he explained the company's sustainable practices including its waste management initiative that repurposes discarded materials. The visit, on the other hand, provided an opportunity for Harith to gain useful insights from the PEFC experts on expanding and strengthening his business internationally.



The visiting group appreciating the intricate art of crafting a fine piece of pewter at Royal Selangor



'green factory'



PEFC International CEO, Ben Gunneberg with One-Tech owner, Harith Ridzuan



An insightful discussion taking place at One-Tech



MTCC CEO, Yong Teng Koon showing his skills during the pewtersmithing workshop at Royal Selangor



Putting their new skills to the test



The visiting group being briefed on Royal Selangor's history and development

MTCC Organised / Coordinated the Following Local Events in 2019

EVENTS	DATE	VENUE
Maybank Investment Bank's Timber Day: Into the Woods	23 January	Kuala Lumpur
4 th SRC Meeting	18 – 21 February	Kota Kinabalu, Sabah
Briefing on CoC Certification to Finewood Marketing Sdn. Bhd.	14 March	Seri Kembangan, Selangor
Capacity Building Training Course in Collaboration with Forestry Department Peninsular Malaysia (FDPM)	26 – 28 March	Kota Bharu, Kelantan
Educational Talk to students from the Faculty of Engineering & Build Environment, University Kebangsaan Malaysia (UKM)	2 April	Bangi, Selangor
Educational Talk to students from the School of Architecture, Building & Design, Taylor's University	6 May	Subang Jaya
Briefing on CoC Certification to Eco Life Sdn. Bhd.	11 June	Subang Jaya, Selangor
MC&I Regional Consultation	2 July	Kota Kinabalu, Sabah
MC&I Regional Consultation	4 July	Kuching, Sarawak
Universiti Putra Malaysia (UPM) Forestry Students Camp	7 July	Puchong, Selangor
MC&I Regional Consultation	9 July	Kuala Lumpur
Briefing on CoC Certification to Hertslet Woodworking Sdn. Bhd.	27 November	Johor Bahru, Johor
5 th SRC Meeting	9 – 11 December	Penang
Briefing on CoC Certification to OVOL Malaysia Sdn. Bhd.	10 December	Petaling Jaya, Selangor



MTCC Participated in the Following International Events in 2019

CONFERENCES / SEMINARS / WORKSHOPS / MEETING	DATE	VENUE
WG 4 – Chain of Custody Meeting & Labelling WG	27 – 28 March	Geneva, Switzerland
PEFC members meeting 2019	9 – 12 April	Geneva, Switzerland
Asia-Pacific Forestry Week 2019	17 – 21 June	Incheon, Korea
Twenty Second Meeting of the ASEAN Working Group on Forest Products Development	15 – 16 July	Makati City, Philippines
Twenty Second Meeting of the ASEAN Senior Officials on Forestry	18 – 19 July	Makati City, Philippines
Philippines Wood Expo	21 – 22 October	Manila, Philippines
International Forum, Together Towards Global Green Supply Chains	22 – 25 October	Shanghai, China
PEFC Forest Certification Week 2019	11 – 15 November	Würzburg, Germany
PEFC Japan Trade Visit	18 – 20 November	Tokyo, Japan

MTCC Participated in the Following Local Events in 2019

CONFERENCES / SEMINARS / WORKSHOPS / MEETING	DATE	VENUE
Sesi Pemukiman 2019 Kementerian Industri Utama	4 – 6 January	Port Dickson
Sesi Pengenalan Warga MPI, Agensi & Majlis Bersama KSU Kementerian Industri	10 January	Putrajaya
Mesyyarat Persediaan Penganjuran “The 15 th Meeting of The ASEAN Working Group on Forest Management”	11 January	Putrajaya
Mesyyarat Pelantikan Badan Pensijilan Untuk Melaksanakan Pengauditan Pensijilan Pengurusan Hutan Di Semenanjung Malaysia	11 January	Kuala Lumpur
Regional Workshop on Mutual Recognition Agreement for Legality of Timber Bil.1/2019	11 January	Subang Jaya
Sustainability Discourse: A Seminar by Dr. Choy Yee Keong Universiti Kebangsaan Malaysia	23 January	Bangi, Selangor
MTC Industry Retreat	23 – 25 January	Sepang, Selangor
Talk to MPI Officer – Knowledge Sharing Session	31 January	Putrajaya
Mesyyarat Persediaan bagi Menghadiri Mesyyarat EGILAT15	12 February	Putrajaya
Mesyyarat Jawatankuasa Teknikal Wang Levi (JTWL) Bil.1	21 February	Kuala Lumpur
The Seminar on Sg. Rawog Conservation Area Scientific Expedition 2019	21 February	Kota Kinabalu, Sabah

MTCC Participated in the Following Local Events in 2019

EVENTS	DATE	VENUE
Bengkel standard MS ISO'IEC 17065:2012	20 - 21 February	Cyberjaya, Selangor
Sesi Perkongsian Ilmu mengenai ILO	27 February	Putrajaya
Pelaksanaan Program Penanaman Semula Hutan di Sabah Jabatan Hutan Sabah	12 March	Sandakan, Sabah
Mesyyarat ke-8 FTTWG Sempena Mesyyarat ke-11 Malaysia-Australia Agricultural Cooperation Working Group	18 March	Putrajaya
Semakan Target 4 Dasar Kepelbagaian Biologi Kebangsaan (DKBK)	27 March	Putrajaya
ASEAN Technical Exchange Meeting on a Proposed Regional Mechanism for a Mutual Recognition Arrangement (MRA) for Legality of Timber	22 - 23 April	Subang Jaya
Lawatan Kerja Yang Berhormat Menteri Industri Utama Ke Sabah	29 March - 2 April	Sandakan, Sabah
Meeting on EUTR Requirement for Species Identification (Keruing)	12 April	Kuala Lumpur
MTC Industry Catch - up Session 2019 (Asia Market)	17 April	Kuala Lumpur
Mesyyarat Jawatankuasa Khas Bagi Menangani Kempen Antipersaingan Pasaran Produk Komoditi Bilangan 1 Tahun 2019	17 April	Putrajaya
The 15 th Meeting of The ASEAN Working Group on Forest Management	25 - 27 April	Subang Jaya
Mesyyarat membincangkan pelaksanaan projek penanaman 1 juta pokok di Sabah	2 May	Sandakan, Sabah
Follow-up Meeting on EUTR Requirement for Species Identification (Keruing)	23 May	Kuala Lumpur
Mesyyarat Penyelarasan Program Penanaman Semula Hutan Bil. 2/2019	24 May	Putrajaya
Mesyyarat Membincangkan Pelaksanaan Projek Penanaman 1 Juta Pokok di Sabah Bil. 2/2019	13 June	Sandakan, Sabah
Bursa Malaysia: Commodity Training	18 June	Putrajaya
Mesyyarat Penyelarasan Penganjuran Pameran Khazanah Hutan Negara Bil. 3/2019	20 June	Putrajaya
The National High-Level Dialogue (NHLHD) on Business & Human Rights: "Towards A Malaysian National Action Plan (NAP) On Business & Human Rights"	24 June	Putrajaya
Mesyyarat Penyelarasan Penganjuran Pameran Khazanah Hutan Negara Bil. 4/2019	27 June	Putrajaya
Sesi Perbincangan Hala Tuju Forest Law Enforcement, Governance & Trade Voluntary Partnership Agreement (FLEGT-VPA)	1 July	Putrajaya

MTCC Participated in the Following Local Events in 2019

EVENTS	DATE	VENUE
Seminar on Anti-Bribery Management System Certification	4 July	Subang Jaya
Perasmian International Conference on Agarwood, Incense & Fragrances	10 July	Kuala Lumpur
Retreat Program Pembangunan Ladang Hutan (PPLH) Lembaga Perindustrian Kayu Malaysia	18 - 20 July	Bangi, Selangor
Perasmian Karnival Kedah Wood & Lifestyle Fair 2019	21 July	Alor Setar, Kedah
MTC Familiarisation Programme for Local Journalists	22 July	Kuala Lumpur
Malaysian Timber Conference 2019	25 July	Kuala Lumpur
Sesi Kunjungan Hormat Yang Berhormat Menteri Industri Utama Ke Atas Menteri Besar Johor	28 July	Johor Bahru
Program konsultasi berkenaan peraturan perindustrian kayu	29 July	Kuala Lumpur
Mesyyarat Jawatankuasa Technical Working Group Komoditi Industri di bawah IAPG Pertanian, RMK 12	1 August	Putrajaya
First Project Steering Committee Meeting on the Agreement between the State Government of Sabah & Malaysian Palm Oil Council on The Forest Rehabilitation of Orangutan Habitat at Lower Kawang, Ulu Segama	5 August	Sandakan, Sabah
Dialog MPI 2019 - Konsultasi Industri bersama Kementerian Industri Utama (Kayu-Kayan)	8 August	Putrajaya
Kursus Pengecaman Spesies Kayu Tropika	5 - 8 August	Banting, Selangor
Lawatan YB Menteri Industri Utama Ke Terengganu Sempena Program Jelajah MSPO	18 August	Terengganu
Launching of International Furniture City	19 August	Subang Jaya
Mesyyarat Jawatankuasa Teknikal Laporan Nasional ke-6 Malaysia Ke Konvensyen Kepelbagaian Biologi	21 - 22 August	Putrajaya
Majlis Perasmian Pameran Hutan Kita	23 August	Menara Kuala Lumpur
Mesyyarat & Sesi Konsultasi Kumpulan Fokus Akses Pasaran & Halangan Perdagangan di bawah Kumpulan Kerja Industri Komoditi	28 - 29 August	Putrajaya
Mesyyarat Kumpulan Penulis Kertas Strategy TWG RMK12 Sektor Kayu-Kayan	30 August	Putrajaya
The National Forum on Forced Labour & Human Rights	3 September	Kuala Lumpur
Media Relations Training Anjuran Malaysian Press Institute	5 September	Putrajaya
Mesyyarat 'Kick Off' Kajian Semula Pelan Induk Rangkaian Ekologi - Central Forest Spine (CFS)	6 September	Melaka
Discussion with Ben Gunnerberg - Secretary General & CEO of PEFC International	25 September	Kuala Lumpur

MTCC Participated in the Following Local Events in 2019

EVENTS	DATE	VENUE
Sesi Pertemuan & Mesyuarat Yang Berhormat Menteri Industri Utama bersama YAB Menteri Besar Selangor	7 October	Shah Alam
Konvensyen Kebangsaan Amalan Baik Peraturan (GRP) 2019: Konvensyen Kebangsaan GRP 2019	10 October	Putrajaya
CoC Visit to Kooka Paper Manufacturing Sdn. Bhd.	16 October	Subang Jaya
Mesyuarat Jawatankuasa Teknikal Laporan Awal - Kajian Semula Pelan Induk Rangkaian Ekologi - Central Forest Spine (CFS)	17 October	Kuala Lumpur
Sesi Taklimat & Perbincangan Berkenaan Road Ecology, Transportation Infrastructure & Wildlife Conservation	17 October	Putrajaya
CoC Visit to Corinthian Industries Asia Sdn. Bhd.	21 October	Klang, Selangor
Mesyuarat J/K Teknikal Bil. 1/2019 bagi projek "The Impact of Malaysian Timber Certification Scheme (MTCS) on Forest Management, Industry and Trade"	1 November	Kuala Lumpur
Taklimat Hasil Bancian Industri Perakayuan Negara	6 November	Bandar Baru Bangi, Selangor
Sesi Perbincangan Mengenai Polisi Tukar Guna Tanah & Perhutanan Malaysia	7 November	Putrajaya
Forum on "Forest Plantation, Processing & Sabah's Economic Future"	11 November	Kota Kinabalu, Sabah
Bengkel Pembangunan Standards Bagi Semakan Semula MS 1714: 2002 - Specifications for Visual Strength Grading of Tropical Hardwood Timber	11 November	Sepang, Selangor
Second Project Steering Committee Meeting on the Agreement between the State Government of Sabah & Malaysian Palm Oil Council on The Forest Rehabilitation of Orangutan Habitat	12 November	Kota Kinabalu, Sabah
Program Bicara Ilmu: Pengukuhan Sahsiah & Integriti	14 November	Kuala Lumpur
MTC Familiarisation Programme for International Journalists	18 November	Kuala Lumpur
Wood & Biofiber International Conference (WOBIC 2019)	3 - 4 December	Kota Kinabalu, Sabah
Opening Ceremony of the 10 th IUCN Asian Elephant Specialist Group Meeting & Conservation Forum	5 December	Kota Kinabalu, Sabah





FINANCIAL STATEMENT

FINANCIAL STATEMENT

Statement of Financial Position as of 31 December 2019

	2019 RM	2018 RM
ASSETS		
Non-current asset		
Property, plant and equipment	2,158,944	2,257,076
Current assets		
Trade receivables	–	71,290
Sundry receivables and deposits	116,491	234,321
Held for trading investments	80,720,642	75,660,310
Deposits	12,661, 743	10,761,347
Cash and bank balances	383,934	767,529
Total current assets	93,882,810	87,494,797
TOTAL ASSETS	96,041,754	89,751,873
Endowment fund	84,000,000	84,000,000
Accumulated fund	10,717,520	4,804,915
Total equity	94,717,520	88,804,915
Current liabilities		
Sundry payables and accruals	558,979	273,650
Current tax liability	18,988	18,988
Total liabilities	576,967	292,638
Non-current liability		
Retirement benefit obligations	746,267	654,320
Total Liabilities	1,324,234	946,958
TOTAL EQUITY AND LIABILITIES	96,041,754	89,751,873

Statement of Profit or Loss and Other Comprehensive Income for the Year ended 31 December 2019

	2019 RM	2018 RM
Revenue	102,253	240,530
Direct costs	(1,079,509)	(843,434)
Gross loss	(977,256)	(602,904)
Other income	10,316,696	3,807,932
Administrative and general expenses	(3,426,835)	(3,222,250)
(Deficit) / Surplus before tax	5,912,605	(17,222)
Tax expense	–	–
(Deficit) / Surplus for the year	5,912,605	(17,222)
Other comprehensive income	–	–
Total comprehensive (deficit)/income for the year	5,912,605	(17,222)









MALAYSIAN TIMBER CERTIFICATION COUNCIL

C-8-5, Block C, Megan Avenue 2,
No. 12, Jalan Yap Kwan Seng,
50450 Kuala Lumpur, Malaysia.

Tel: 603-2161 2298

Fax: 603-2161 2293

E-mail: info@mtcc.com.my

Website: www.mtcc.com.my