



2021 | ANNUAL REPORT





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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

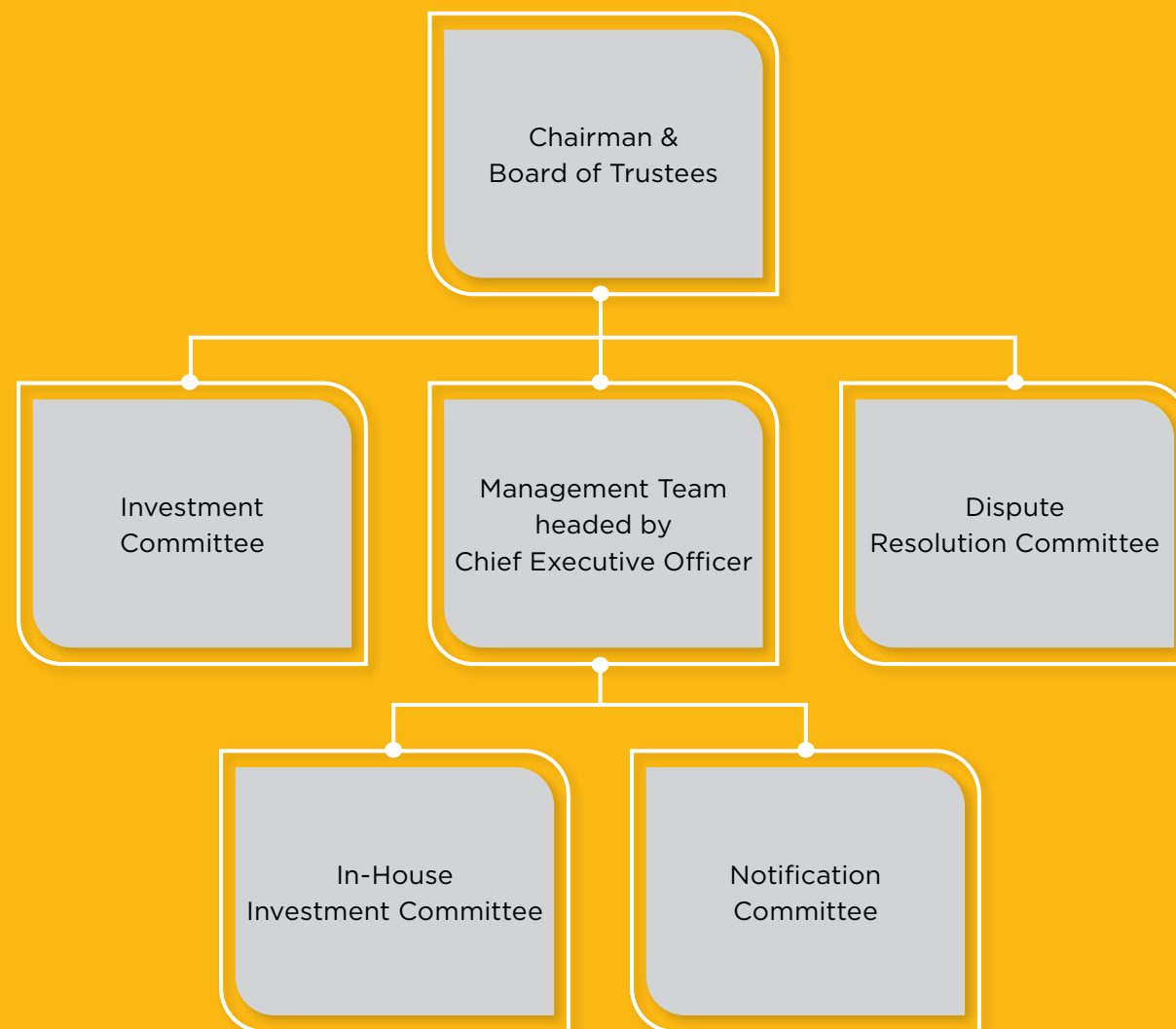
The Malaysian Timber Certification Council (MTCC) is an independent organisation which commenced its operations in January 1999 to develop and operate the voluntary Malaysian Timber Certification Scheme (MTCS). MTCC was incorporated under the Companies Act 1965 as a company limited by guarantee and is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

As the National Governing Body (NGB), MTCC is responsible for the implementation of the MTCS in carrying 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 the 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, and
- 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.



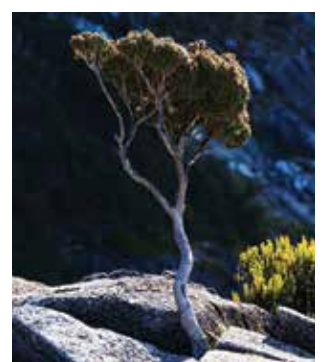
BOARD OF TRUSTEES

The Board of Trustees, comprising the Chairman and 10 members, is the governing body which decides the overall policies and directions in carrying out MTCC's activities. The members comprise representatives from academic or research and development institutions, private sector (timber industry associations), non-governmental organisations (social and environmental interests) and the Government.



CHAIRMAN
Kamaruzaman
Mohamad

Members



BOARD MEETING

The Board of Trustees met five times in 2021. Due to the Movement Control Order (MCO) to contain the spread of COVID-19, three meetings were held fully virtually, while the rest were a hybrid of virtual and physical attendance.



01

Eighty-Seventh Meeting
4 March, Kuala Lumpur



02

Eighty-Eighth Meeting
3 June, Kuala Lumpur



03

Eighty-Ninth Meeting
30 September,
Kuala Lumpur

04

Special Meeting
21 October, Kuala Lumpur

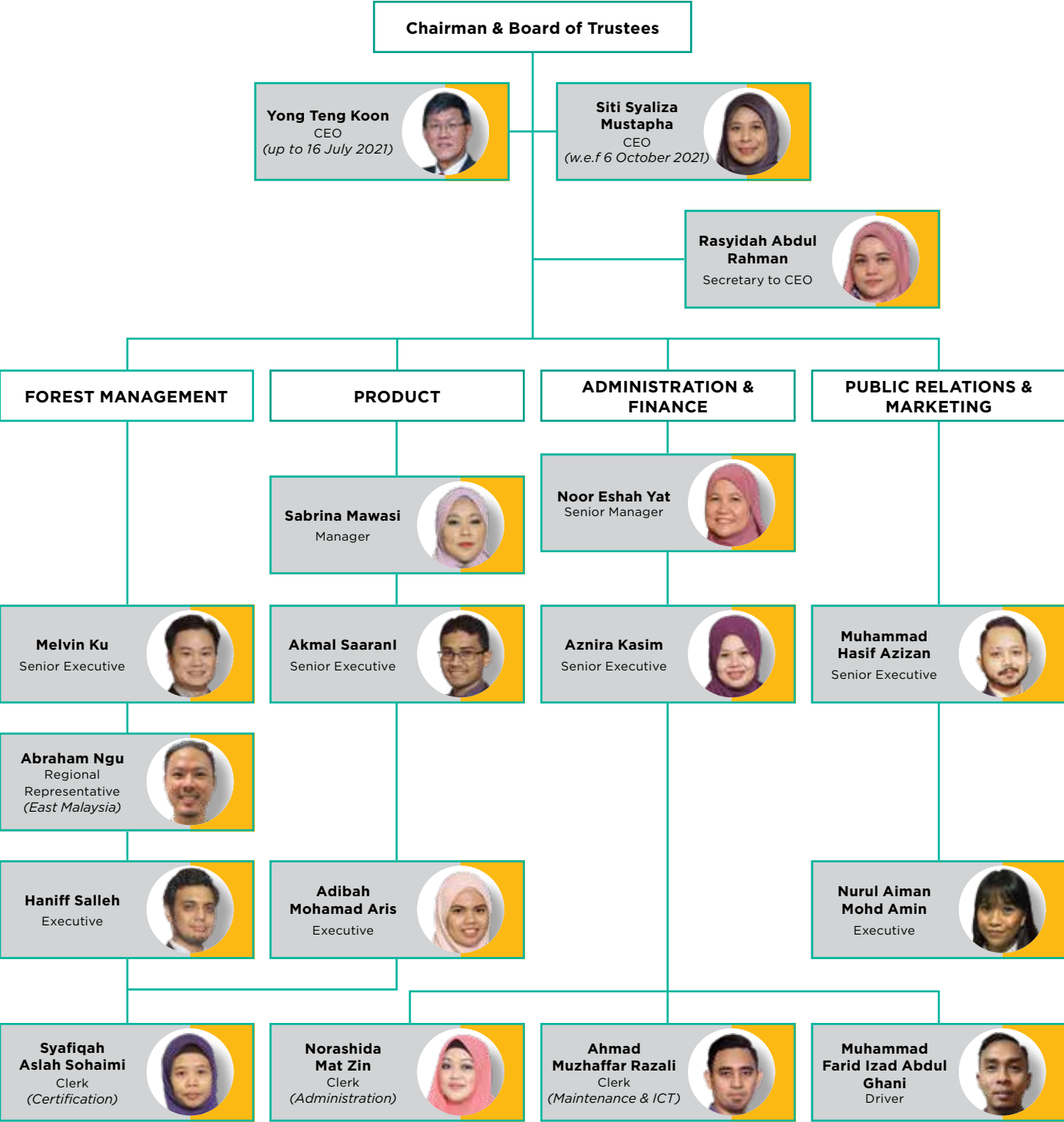


05

Ninetieth Meeting
10 December, Kuala Lumpur



MANAGEMENT TEAM AND SUPPORT STAFF



Sitting left to right:
Noor Eshah Yat, Siti Syaliza Mustapha and Sabrina Mawasi.

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

MTCC BIDS FAREWELL TO MR. YONG



MTCC bid farewell to CEO Yong Teng Koon who retired on 16 July 2021 after serving the Council for 20 years.

Yong holds a Bachelor's Degree in Forestry from Universiti Putra Malaysia and a Master's Degree in Forest Management from University of British Columbia, Canada. He joined MTCC as Manager (Forest Management) in December 2001, after serving the Forestry Department Peninsular Malaysia for 17 years. He was promoted as Senior Manager in September 2006 and later appointed as CEO on 1 January 2013. He succeeded founding CEO, Chew Lye Teng who retired on 31 December 2012.

Yong was instrumental in spearheading MTCC to raise the profile of the Malaysian Timber

Certification Scheme and maintain its position and relevancy as the leading tropical forest scheme that champions and contributes towards sustainability efforts locally and internationally. Under his guidance, new vision and mission were set for MTCC to help propel Malaysia's sustainability agenda towards greater heights through certification.

Yong was given a virtual send-off on his day of retirement. The simple occasion was joined by the current and former Board Members, industry players as well as the staff. The MTCC management and staff thanked Yong for his years of admirable dedication in carrying out his duties and wish him all the best in all future endeavours. Happy retirement, Mr. Yong!



The virtual send-off by the staff and timber fraternity for Yong.

MTCC APPOINTS NEW CEO

Siti Syaliza Mustapha was appointed as the new CEO of MTCC effective 6 October 2021. Siti Syaliza, who was MTCC Officer-in-Charge and Senior Manager (Forest Management), succeeds Yong Teng Koon who retired on 16 July 2021. She is the first woman to helm the Council since it began its operations in 1999.

Siti Syaliza joined MTCC on 1 March 2012 after leaving her post as Director of Public and Corporate Affairs at the Malaysian Timber Council. She has extensive international experience, having represented Malaysia at various inter-governmental meetings pertaining to the International Tropical Timber Organisation (ITTO), Convention on International Trade in Endangered Species of Wild Flora and Fauna and ISO / TC207 and a few other bilateral, regional and international meetings and conferences related to timber trade policies and market requirements, sustainable forest management and conservation. She was the elected Chairperson of the ITTO Committee on Economic Information and Market Intelligence in 2009 and was a member of the ITTO Expert Panel for Technical Appraisal of Project Proposals from 2010 to 2012. She is also an Advisor to the Geneva-based Programme for Endorsement of Forest Certification in the promotion of sustainable forest management and development of forest certification infrastructure in Southeast Asia.

She holds a Master's Degree in Strategic Leadership towards Sustainability (Blekinge Institute of Technology, Sweden) and a Bachelor's Degree in Applied Science (Hons) (Environmental Biology) (Universiti Sains Malaysia).



INVESTMENT COMMITTEE

The Investment Committee is responsible for the formulation of policies and procedures on matters related to the establishment and management of the Endowment Fund. The Committee oversees the overall implementation of MTCC's investment policies. It met twice on 30 January and 10 September 2021.

Members of the Investment Committee:

Kamaruzaman Mohamad
Chairman, MTCC

Yong Teng Koon (up to 16 July 2021)
CEO, MTCC

Siti Syaliza Mustapha (w.e.f 9 June 2021)
Officer-in-Charge, MTCC

Pubadi Govindasamy
Ministry of Plantation Industries and
Commodities

Yasmin Banu Yusuf
Ministry of Finance

DISPUTE RESOLUTION COMMITTEE

An independent five-member Dispute Resolution Committee (DRC) appointed by MTCC Board is tasked to deal with disputes submitted to MTCC with regard to the Council's role as the National Governing Body (NGB) of the Malaysian Timber Certification Scheme (MTCS). In 2021, the DRC received two complaints. These complaints, both similar in content, had been duly deliberated by the DRC in accordance with the Dispute Resolution Procedure of the MTCS.

MTCC Improves Complaints Mechanism Following Stakeholders' Input

At the recommendation of the DRC, MTCC made improvements to the official website, particularly in clearly explaining the various available avenues and procedures related to complaints about the MTCS. Additionally, MTCC initiated review of its procedures to ensure clarity and continuous improvements be made on all its standards and technical documents.

Members of the Dispute Resolution Committee:

Tan Sri Dato' Seri Dr Salleh Mohd Nor (Chairman)

Dato' Dr Baharuddin Haji Ghazali

Dato' Shaharuddin Mohamad Ismail

Dr Ramy Bulan

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 investment recommendations for the consideration and decision of the Investment Committee.

Members of the In-House Investment Committee:

- Yong Teng Koon – Chairman (up to 16 July 2021)
- Siti Syaliza Mustapha – Chairman
- Sabrina Mawasi
- Noor Eshah Yat (Secretary)

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

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 Malaysian Timber Certification Scheme (MTCS), met nine times in 2021 as follows:

102 nd Meeting, 17 February	103 rd Meeting, 1 April
104 th Meeting, 3 May	105 th Meeting, 2 July
106 th Meeting, 15 July	107 th Meeting, 26 July
108 th Meeting, 9 September	109 th Meeting, 20 September
110 th Meeting, 1 November	

Members of the Notification Committee:

- Yong Teng Koon – Chairman 102nd – 106th Meeting (up to 16 July 2021)
- Siti Syaliza Mustapha – Chairman
- Noor Eshah Yat
- Sabrina Mawasi

COMPANY AUDITOR

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

TWENTY-SECOND ANNUAL GENERAL MEETING

The 22nd Annual General Meeting (AGM) was held online on 20 September 2021 during which the Audited Accounts for the Financial Year ended 31 December 2020, Reports of the Trustees and Auditors, and the Annual Report for the Year 2020 were tabled and adopted by the Members.



The hybrid AGM in progress.





**KAMARUZAMAN
MOHAMAD**

Chairman
18 August 2022

CHAIRMAN'S STATEMENT

On behalf of the Board of Trustees of the MTCC, it is with much pleasure that I present the Annual Report and the Audited Accounts of the Council for the financial year ending 31 December 2021.

The year 2021 was ushered in with various episodes of the Movement Control Order being extended and relaxed to different phases by the Malaysian government to contain the COVID-19 outbreak which had spiked towards the end of 2020. With the “lockdowns” re-introduced and limited economic sectors allowed to operate, the business sphere was once again shrouded with uncertainty. Despite the sombre mood, it was heartening for me to note that MTCC continued to thrive and managed to add several noteworthy milestones in the Council's history.

The Malaysia Policy on Forestry was launched on 21 March, which coincided with the commemoration of the 9th International Day of Forests. The policy, which was adopted at the 78th National Land Council meeting on 29 January, outlines Malaysia's pragmatic strategies and action plans to address new challenges and demands of the forestry sector. I am pleased to highlight that the policy includes certification as a crucial tool with special reference to the Malaysian Timber Certification Scheme (MTCS) in promoting the implementation of sustainable forest management (SFM) in the country. This new development gels well with MTCC's efforts to promote greater uptake of the scheme, which is one of the seven thrusts of the MTCC Strategy 2020-2025. With the MTCS taking centre stage under the policy, MTCC is definitely set to propel Malaysia's sustainability agenda towards greater heights through certification.

Another milestone was achieved in November when MTCC was awarded a certificate from

the Programme for the Endorsement of Forest Certification (PEFC) for the maintenance of endorsement of the MTCS. The recognition showed the robustness of MTCS in passing strict international sustainability benchmarks set by the PEFC. Maintaining the endorsement means that the MTCS can continue to be mutually recognised by 47 other PEFC endorsed schemes and accepted under the national timber procurement policies of developed countries mainly in Europe. It enables local companies certified under the scheme to continue enjoying the perks of certification including increased global market access and gaining a comparative edge in environmentally-conscious markets. Most importantly, the recognition is a proof that MTCS certified forests are being sustainably managed in line with the world's best practices.

With regard to the areas of forests certified under the MTCS, an increase by 1.5% was registered, bringing up the total certified areas to 5,352,561.73 ha. The increment was resulted from the addition of one new Forest Plantation Management Unit (FPMU) in Sabah and one recertified Forest Management Unit (FMU) in Kedah. As at 31 December 2021, there are 20 FMUs and nine FPMUs in Malaysia. I am happy to note that 23 companies received their PEFC Chain of Custody (CoC) certification this year, resulting in the total number of certificate holders to 384. However, the year saw a decrease in the export volume of MTCS certified timber products, reflecting the impact of disrupted business flow across the pandemic-hit globe.

Apart from the routine work of monitoring forest management and CoC certification and conducting programmes to promote the MTCS, one important activity that I wish to highlight was the inaugural MTCC's Executive Retreat. It provided the executives a clearer picture

of MTCC's current progress and areas to be improved towards achieving the desired state as specified in the MTCC Strategy 2022-2025. It also pinpointed the need for MTCC to change, adapt or re-strategise some targets due to the ramifications of the pandemic conundrum. Most importantly, its outcome would form the basis for MTCC to understand and serve its various stakeholders in a more efficient way.

In August, the Ministry of Plantation Industries and Commodities (MPIC) welcomed its new Minister, YB Datuk Hajah Zuraida Kamaruddin following a reshuffle in the Malaysian cabinet. MTCC was privileged to virtually brief the Minister on the role and functions of MTCC and the operation of the MTCS on 15 September. MTCC looks forward to working closely with her in advancing Malaysia's aspirations and goals for SFM and certification through the MTCS. MTCC also wishes to place on record our appreciation to Dato' Dr Mohd Khairuddin Aman Razali for his support of the Council's work during his tenure as MPIC Minister.

In October, MTCC made another history with the appointment of Siti Syaliza Mustapha as the first woman to helm the Council since it began its operations in 1999. Siti Syaliza, who was MTCC Officer-in-Charge and Senior Manager (Forest Management), succeeded Yong Teng Koon who retired on 16 July.

My heartiest congratulations and sincere appreciation go to the MTCC Management Team and staff and the Board of Trustees for their dedication and jobs well done for the above achievements as well as in strengthening the profile of the Council and raising the acceptance of the MTCS both locally and internationally.



SITI SYALIZA MUSTAPHA

Chief Executive Officer
18 August 2022

CEO'S STATEMENT

The beginning of the year 2021 brought another challenging period for MTCC particularly in implementing the Malaysian Timber Certification Scheme (MTCS). The operations of certified Forest Management Units (FMUs) and auditing activities by Certification Bodies were severely affected by the Malaysian government's reinstatement of Movement Control Order and Conditional Movement Control Orders to curb the sudden spike of COVID-19 cases. In spite of these restrictions and disrupted scheduling, audit processes continued to be conducted via a hybrid of remote and on-site audits, guided by the updated 'Sustainable Forest Management (SFM) auditing of PEFC certified entities affected by restrictions due to COVID-19 - guidance' issued by the Programme for the Endorsement of Forest Certification (PEFC) on 18 December 2020.

Despite the challenges, the extent of certified forests under the MTCS increased from 5,272,734.84 ha in 2020 to 5,352,561.73 ha in 2021. The increase included the newly certified Forest Plantation Management Unit (FPMU), Gerak Saga FPMU 2 in Sabah, and the Kedah FMU which reobtained its certification on 1 October. The other 19 FMUs and eight FPMUs maintained their certification while three FMUs in Sarawak (Kapit FMU, Ravenscourt FMU and Linau FM) were granted extension by SIRIM QAS International Sdn. Bhd. as their recertification audits could not be conducted due to the prolonged travel restriction in Sarawak.

For PEFC CoC certification, a total of 23 new certificates were issued in 2021. However, the year saw the withdrawal of 12 certificates, expiry of three certificates and the suspension of five certificates, resulting in a net increase of three in the number of certificate holders for the year. The total number of PEFC CoC certificate holders as at 31 December 2021 stands at 384.

The export volume of timber products certified under the MTCS showed a slight decrease of 0.5% from 263,000.78 m³ in 2020 to 261,588.2717 m³ in 2021. Japan became the highest importing country with 27% market share, followed by the Netherlands (25%), United Kingdom (9%), Australia (5%) and Germany (5%). The total number of destinations importing MTCS certified timber products in 2021 remained at 72. The export performance in 2021 brought the cumulative export of MTCS certified timber products to 2,61,588.27 m³ since the implementation of the scheme in 2001.

Virtual sessions continued to be the norm in 2021, with trainings and meetings as well as promotional and outreach activities conducted via online platforms. With regard to promotional activities, MTCC and Eco Sentido Sdn. Bhd. jointly organised a forum on sustainable paper trends and the need for PEFC certification with the objective to enlighten small and medium-sized enterprises of the print, paper and packaging industry to improve their supply chain compliance with responsible sourcing through the PEFC scheme.

In April, MTCC was invited to be a panelist to provide insights on the significance of timber certification in SFM at the webinar organised by the Working Groups on Environment of the High Court of Sabah and Sarawak. To continue to create awareness on sustainability, bring values and new insights to its stakeholders, MTCC collaborated with KPMG Management & Risk Consulting Sdn. Bhd. and initiated a discussion on Environmental Social Governance (ESG) via a webinar at the MyKomoditi Week 2021 in October.

MTCC launched its newly revamped website to provide a more user-friendly experience to everyone browsing the pages on different platforms or devices. Among its new features include the easily identifiable tabs to direct

users to specific information about MTCC or the MTCS such as filing a complaint or dispute on issues concerning the scheme.

As the MTCS is a PEFC endorsed scheme, MTCC actively participated in the relevant PEFC activities such as the PEFC Members Meeting, Technical Working Group meetings for both forest management and CoC as well as the PEFC Annual General Assembly. Apart from being the voice of a tropical timber country, MTCC's participation was crucial to protect MTCS' interest and its continuity in fulfilling the global sustainability standard.

The special mention of the MTCS as an important tool in promoting SFM efforts in Malaysia in the Malaysia Policy on Forestry, and the maintenance of the MTCS endorsement by the PEFC were amongst significant achievements that MTCC is proud of. The recognition has boosted our determination to go for a greater uptake of the MTCS in the country and move towards realising the full value and contribution of forests through the scheme.

On behalf of MTCC, I would like to thank our Board of Trustees, stakeholders, certification and accreditation bodies and the various relevant agencies for these achievements, especially in ensuring the maintenance of the MTCS endorsement despite having to face various obstacles and challenges during the pandemic. I would also like to thank my predecessor, Mr. Yong Teng Koon for his dedication and wise guidance to MTCC in increasing MTCS' credibility as the leading tropical forest scheme that contributes towards sustainability efforts locally and globally during his eight and a half-year tenure as CEO.

Last but not least, my deepest gratitude and appreciation goes to the MTCC team for their hard work and tireless commitment in making 2021 an eventful year for the Council.



OPERATIONS

OPERATIONS

FOREST MANAGEMENT CERTIFICATION

A series of Movement Control Order and Conditional Movement Control Orders was reinstated by the Government in 2021 due to the abrupt rise of COVID-19 cases. The reinstatement had severely impacted the operations of certified Forest Management Units (FMUs) and auditing activities by Certification Bodies which were scheduled for 2020 but postponed to 2021 due to the earlier lockdowns, as well as those scheduled for 2021. Some of the surveillance audits were conducted via a hybrid of on-site and remote audits, as allowed under the updated guidance or Version 3 of the *'Sustainable Forest Management auditing of the PEFC certified entities affected by restrictions due to COVID-19 - guidance'* issued by PEFC on 18 December 2020.

Natural Forest

In Peninsular Malaysia, six FMUs namely Johor, Negeri Sembilan, Pahang, Perak, Selangor and Terengganu FMUs maintained their certification after undergoing successful surveillance audits against the Malaysian Criteria and Indicators for Forest Management Certification [MC&I(Natural Forest)] by SIRIM QAS International Sdn. Bhd.. Following a successful Stage-2 audit, Kedah FMU reobtained its certification on 1 October 2021.

In Sarawak, 11 FMUs namely Anap Muput FMU, Ulu Trusan FMU, Raplex FMU, Melatai Para FMU, Pasin FMU, Gerenai FMU, Gaat-Mengiong FMU, Entulu-Melatai FMU, Danum FMU and Mujong-Melinau FMU maintained

their certification following successful annual surveillance audits. Due to the prolonged travel restriction in Sarawak, Kapit FMU, Ravenscourt FMU and Linau FMU were granted extension of certification to allow for the conduct of recertification audit. The certification of both Ravenscourt FMU and Kapit FMU expired on 3 December and 10 December 2021 respectively.

All three FMUs in Sabah namely Segaliud Lokan FMU, Bornion Timber FMU and Sapulut FMU had maintained their certification following successful annual surveillance audits.

Forest Plantation

For certification of Forest Plantation Management Unit (FPMU), a new certificate against the Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) was awarded to Gerak Saga Sdn. Bhd. (Gerak Saga FPMU 2) by Control Union (M) Sdn. Bhd. on 1 June 2021.

All the other eight FPMUs namely Bornion Timber FPMU, Sapulut FPMU, Segan FPMU, Penyuan FPMU, Lana FPMU, Marudi FPMU, Masama FPMU and Kejin Long Lama FPMU were successful in maintaining their certification for the year.

Details regarding the PEFC certified FMUs and FPMUs are as shown in **Table 1** and **Table 2**, respectively:

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

NO.	FMU	CERTIFICATION BODY	CERTIFICATE NUMBER	VALIDITY OF CERTIFICATE	AREA (ha)
1	Johor	SIRIM QAS International Sdn. Bhd.	FMC-NF 00126	3 July 2020 to 2 July 2025	285,292.87
2	Negeri Sembilan	SIRIM QAS International Sdn. Bhd.	FMC 0002	28 December 2018 to 27 December 2023	155,548.68
3	Pahang	SIRIM QAS International Sdn. Bhd.	FMC-NF 00008	1 June 2019 to 31 May 2024	1,504,407.35
4	Perak	SIRIM QAS International Sdn. Bhd.	FMC-NF 00004	11 July 2019 to 31 May 2024	987,675.83
5	Selangor	SIRIM QAS International Sdn. Bhd.	FMC-NF 00007	1 June 2019 to 31 May 2024	238,747.00
6	Terengganu	SIRIM QAS International Sdn. Bhd.	FMC-NF 00115	19 April 2019 to 31 March 2024	540,308.80
7	Kedah	SIRIM QAS International Sdn. Bhd.	FMC-NF 00131	1 October 2021 to 30 September 2026	341,976.00
TOTAL CERTIFIED NATURAL FOREST (PENINSULAR MALAYSIA)					4,053,956.53
8	Segaliud Lokan (FMU 19B)	SIRIM QAS International Sdn. Bhd.	FMC-NF 00001	2 December 2018 to 1 December 2023	57,247.00
9	Bornion Timber (FMU 11)	SIRIM QAS International Sdn. Bhd.	FMC-NF 00009	21 October 2019 to 20 October 2024	40,924.72
10	Sapulut Forest (FMU 14)	SIRIM QAS International Sdn. Bhd.	FMC-NF 00117	11 June 2018 to 10 June 2021	54,643.00
TOTAL CERTIFIED NATURAL FOREST (SABAH)					152,814.72
11	Anap Muput	SIRIM QAS International Sdn. Bhd.	FMC-NF 00006	25 July 2019 to 24 July 2024	83,535.00
12	Linau	SIRIM QAS International Sdn. Bhd.	FMC-NF 00119	16 July 2018 to 15 July 2021	72,685.00
13	Ulu Trusan	SIRIM QAS International Sdn. Bhd.	FMC-NF 00120	19 December 2018 to 18 December 2023	92,751.00
14	Raplex	SIRIM QAS International Sdn. Bhd.	FMC-NF 00122	28 June 2019 to 27 June 2024	63,993.00
15	Melatai Para	SIRIM QAS International Sdn. Bhd.	FMC-NF 00123	27 November 2019 to 26 November 2024	49,524.00

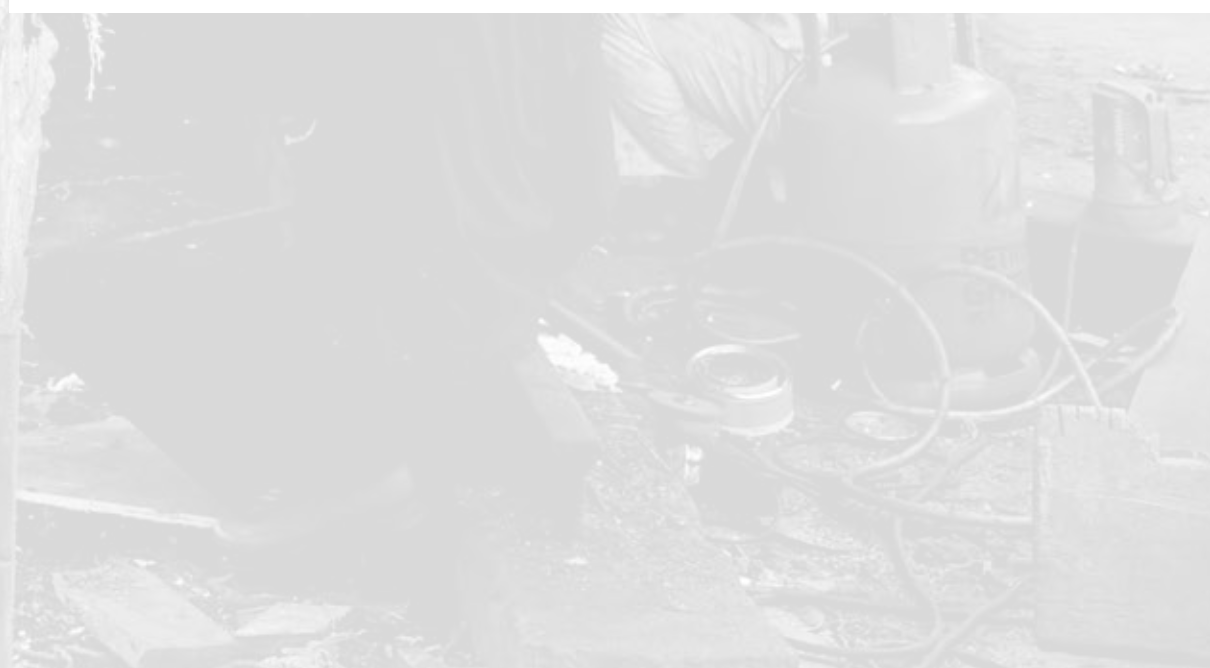
Table 1: Details of PEFC Certified FMUs (Natural Forest)

NO.	FMU	CERTIFICATION BODY	CERTIFICATE NUMBER	VALIDITY OF CERTIFICATE	AREA (ha)
16	Pasin	SIRIM QAS International Sdn. Bhd.	FMC-NF 00124	16 March 2020 to 15 March 2025	132,151.00
17	Gerenai	SIRIM QAS International Sdn. Bhd.	FMC-NF 00125	12 April 2020 to 11 April 2025	148,305.00
18	Gaat-Mengiong	SIRIM QAS International Sdn. Bhd.	FMC-NF 00127	10 July 2020 to 9 July 2025	66,190.00
19	Entulu-Melatai	SIRIM QAS International Sdn. Bhd.	FMC-NF 00128	24 July 2020 to 23 July 2025	55,112.00
20	Danum	SIRIM QAS International Sdn. Bhd.	FMC-NF 00129	8 August 2020 to 7 August 2025	200,383.00
21	Mujong-Melinau	SIRIM QAS International Sdn. Bhd.	FMC-NF 00130	24 August 2020 to 23 August 2025	41,696.00
TOTAL CERTIFIED NATURAL FOREST (SARAWAK)					1,006,325.00
TOTAL NATURAL FOREST: 5,213,096.25 ha					



Table 2: Details of PEFC 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	13 January 2020 to 12 January 2025	25,536.71
2	Sapulut FPMU 14	SIRIM QAS International Sdn. Bhd.	FMC-FP 00118	3 July 2020 to 2 July 2025	12,486.42
3	Gerak Saga FPMU 2	Control Union (M) Sdn. Bhd.	CU-MTCS/FMC-873356	1 June 2021 to 31 May 2024	6,476.00
TOTAL CERTIFIED FOREST PLANTATION (SABAH)					44,499.13
4	Segan (LPF/0014)	SIRIM QAS International Sdn. Bhd.	FPMC 0002	18 July 2020 to 17 July 2025	10,332.00
5	Masama (LPF/0019)	SIRIM QAS International Sdn. Bhd.	FPMC 0003	30 December 2019 to 11 August 2024	11,946.00
6	Penyuan (LPF/0018)	SIRIM QAS International Sdn. Bhd.	FMC-FP 00004	18 October 2019 to 20 October 2024	15,261.00
7	Lana (LPF/0006)	SIRIM QAS International Sdn. Bhd.	FMC-FP 00116	12 May 2020 to 11 May 2025	9,393.00
8	Marudi (LPF/0008)	SIRIM QAS International Sdn. Bhd.	FMC-FP 00117	15 January 2019 to 14 January 2024	19,941.00
9	Kejin Long Lama (LPF/0017)	SIRIM QAS International Sdn. Bhd.	FMC-FP 00114	21 September 2020 to 2 February 2025	28,093.35
TOTAL CERTIFIED FOREST PLANTATION (SARAWAK)					94,966.35
TOTAL FOREST PLANTATION: 139,465.48 ha					
GRAND TOTAL (NATURAL FOREST & FOREST PLANTATION): 5,352,561.73 ha					



MTCC AWARDED BY PEFC FOR MAINTENANCE OF MTCS ENDORSEMENT

NOTIFICATION OF CERTIFICATION BODIES

MTCC received a certificate from the Programme for the Endorsement of Forest Certification Scheme (PEFC) for the maintenance of endorsement of the Malaysian Timber Certification Scheme (MTCS) at the virtual PEFC Awards Ceremony on 18 November 2021. The certificate was presented by PEFC International Chairman, Peter Latham and PEFC International Secretary General, Ben Gunneberg at the event which was hosted by PEFC International in conjunction with its 26th General Assembly.

As the National Governing Body implementing the MTCS, MTCC is required to revise its certification standards and other relevant technical documents once every five years to meet the latest development in PEFC's requirements and international sustainability benchmarks. On 1 June 2021, PEFC announced the maintenance of endorsement of the scheme for another five years following assessment conducted by independent assessor, Form International.



MTCC CEO Siti Syaliza Mustapha receiving the certificate from PEFC International Chairman, Peter Latham and PEFC International Secretary General, Ben Gunneberg at the virtual award presentation ceremony on 17 November 2021. (first from the top) and PEFC International Secretary General, Ben Gunneberg (second from the top)

The year 2021 saw an additional Certification Body (CB) issued with the MTCC/PEFC Notification to operate Forest Management Certification (Forest Plantation) under the Malaysian Timber Certification Scheme. The Selangor-based CB, Control Union (Malaysia) Sdn. Bhd., received its notification on 3 August. Control Union was assigned PEFC Trademark Licence number PEFC/34-44-009 and MTCC Logo Usage Licence number MTCC/44-009.

With the above addition, the total number of MTCC/PEFC notified CBs operating Forest Management Certification increased to two, while the number of CBs operating CoC Certification remained at 19.

Table 3: MTCC/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
	2. Control Union (Malaysia) Sdn. Bhd.	3 August 2021
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
	18. Double Helix Tracking Technologies Pte. Ltd.	11 August 2020
	19. TÜV SÜD Czech s.r.o.	11 August 2020

NOTIFICATION FEE

The Notification Fee for the respective Forest Management Certification and Chain of Custody (CoC) Certification has remained unchanged since the 82nd Board Meeting in October 2019, as shown in **Table 4**.

Table 4: Notification Fee for Forest Management Certification and Chain of Custody Certification

NOTIFICATION CATEGORY	SUBSET	ANNUAL FEE (RM)
A. Forest Management Certification	Natural Forest and Forest Plantations	0.020 per ha of certified forest
B. CoC Certification	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 2021 amounted to RM 178,553.57.



CHAIN OF CUSTODY CERTIFICATION

In 2021, a total of 23 companies were awarded the PEFC Certificate for Chain of Custody (CoC) by five MTCC/PEFC notified Certification Bodies (CBs).

Of this total, 22 certificates were issued by local CBs, i.e. 13 by Platinum Shauffmantz Veritas Sdn. Bhd., four by SGS (Malaysia) Sdn. Bhd., three by SIRIM QAS International Sdn. Bhd. and two by Intertek Certification International Sdn. Bhd. The overseas-based CB, Control Union Certifications B.V. issued one certificate.

However, the year also saw the withdrawal of 12 certificates, expiry of three certificates and the suspension of five certificates, resulting in a net increase of three certificate holders. As at 31 December 2021, the total number of PEFC CoC certificate holders stood at 384.

The full list of PEFC CoC certificate holders is available on the PEFC website at <https://www.pefc.org/find-certified>



Twenty-three companies received their PEFC CoC certificates in 2021.



DSG (MALAYSIA) SDN. BHD. OFFERS MTCS/PEFC CERTIFIED DIAPERS

Manufacturer of popular disposable baby diapers, DSG (Malaysia) Sdn. Bhd. (DSGM), has been awarded the Chain of Custody (CoC) Certification under the Malaysian Timber Certification Scheme, making it to be listed among the non-traditional wood-based product manufacturing companies in Malaysia certified under the scheme.

The certificate was issued by PEFC notified Certification Body, SGS (Malaysia) Sdn. Bhd. to DSGM on 25 August 2021 following successful certification audits conducted

against the prescribed standard, PEFC ST 2002:2013 Chain of Custody of Forest Based Products – Requirements.

The certificate, which is valid for five years from the date of issue, enables DSGM to use the MTCS/PEFC label on all its popular diaper brands such as “Mamypoko”, “Pet Pet” and “Fitti”, signifying its compliance to sustainability requirements of the standard. It also reflects DSGM’s commitment in supporting the national and global sustainability agenda.

EXPORT OF MTCS CERTIFIED TIMBER PRODUCTS

In 2021, Japan became the highest importing country of timber products certified under the Malaysian Timber Certification Scheme (MTCS) with 70,846.96 m³ or 27% of the total export volume, followed by the Netherlands (25%), United Kingdom (9%), Australia (5%) and Germany (5%) as the top five destinations. However, the export volume of certified products showed a slight decrease of 0.5% from 263,000.78 m³ in 2020 to 261,588.2717 in 2021. The total number of destinations importing MTCS certified timber products remained at 72 since the operation of MTCS in 2001. (**Figures 1 and 2**).

An analysis of destinations showed that the total export to Japan in 2021 rose by 44% from 49,085.48 m³ in 2020 to 70,846.96 m³. Significant export volume changes were seen for South Africa

and UAE, with South Africa registering the highest increase of volume by 64% followed by UAE with 55%. The export to the Netherlands experienced a 10% decrease with 64,514.62 m³ in 2021 as compared to 71,839.22 m³ in 2020.

Sawn timber, plywood and mouldings were the major products exported in 2021. The export of sawn timber and plywood showed a similar rising trend, with an increase of 4% and 22% respectively compared to 2020. However, the share of export of moulding products decreased by 22.72% from 60,126.68m³ in 2020 to 48,993.51m³ in 2021. (**Figures 3 and 4**).

The export performance in 2021 brought the cumulative export of MTCS certified timber products to 2,61,588.27 m³. (**Figure 5**)

Figure 1: Export of MTCS Certified Timber Products by Destination, 2021

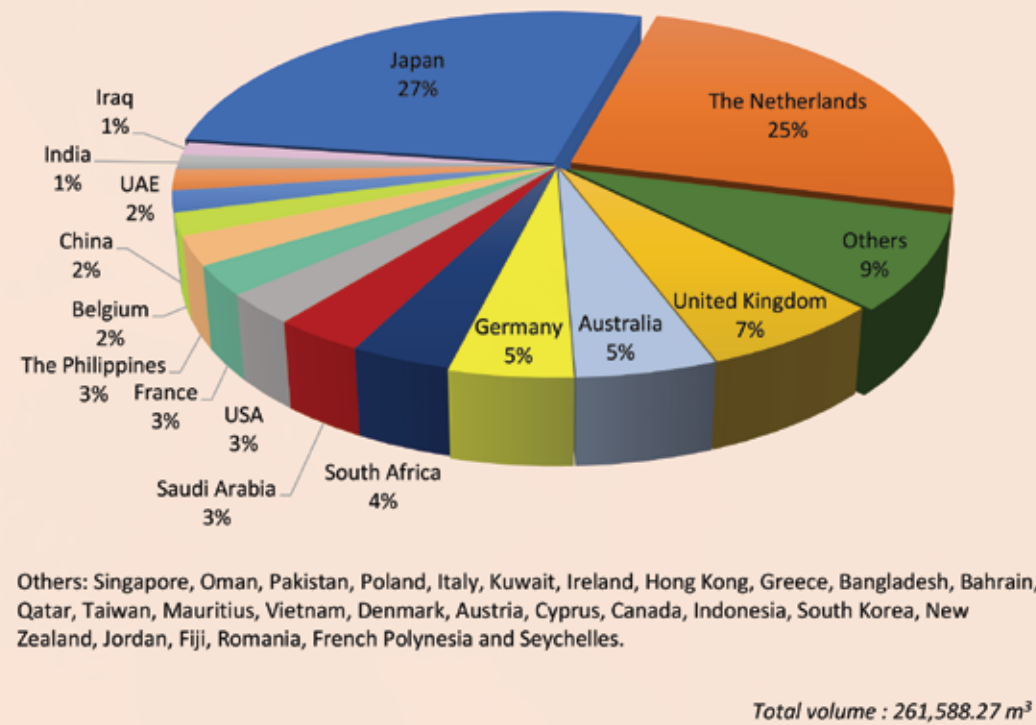


Figure 3: Export of MTCS Certified Timber Products by Product Type, 2021

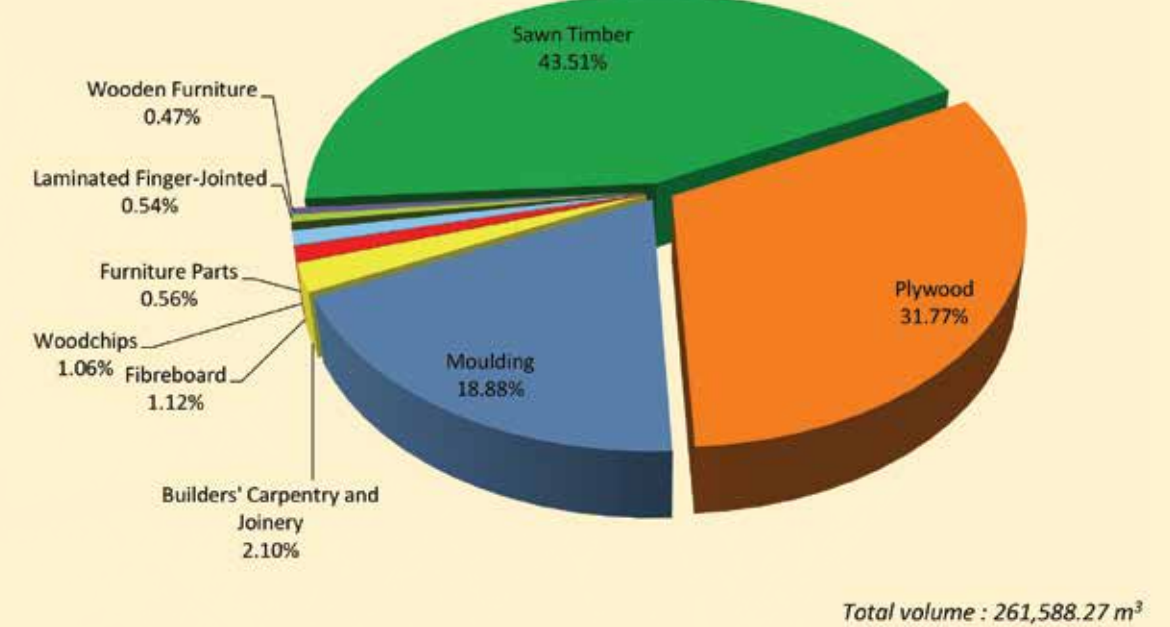


Figure 2: Comparison of MTCS Certified Timber Products Export by Destination, 2020 vs 2021

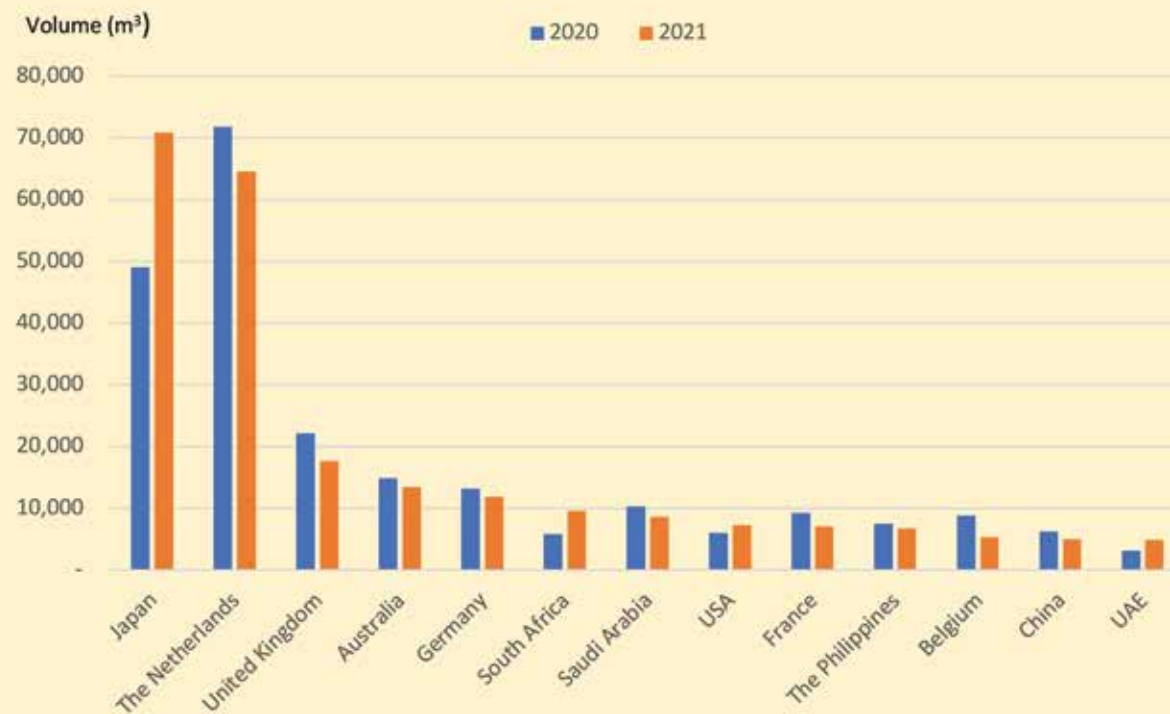


Figure 4: Comparison of MTCS Certified Timber Products Export by Product Type, 2020 vs 2021

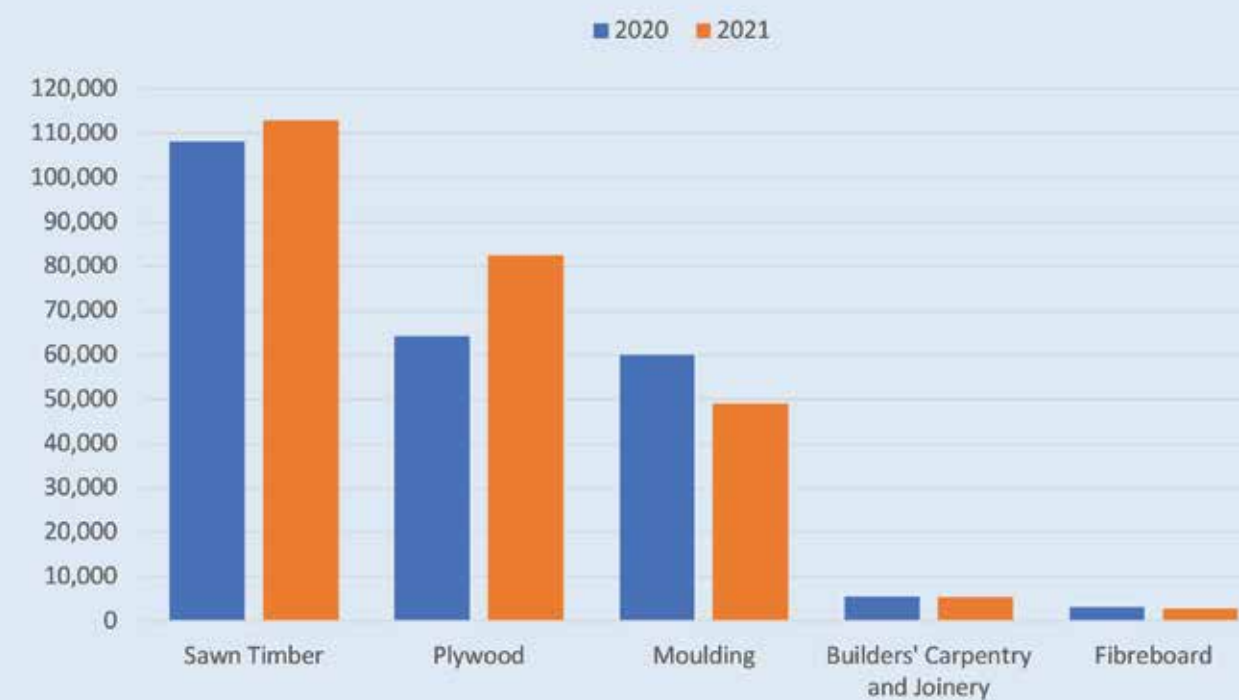
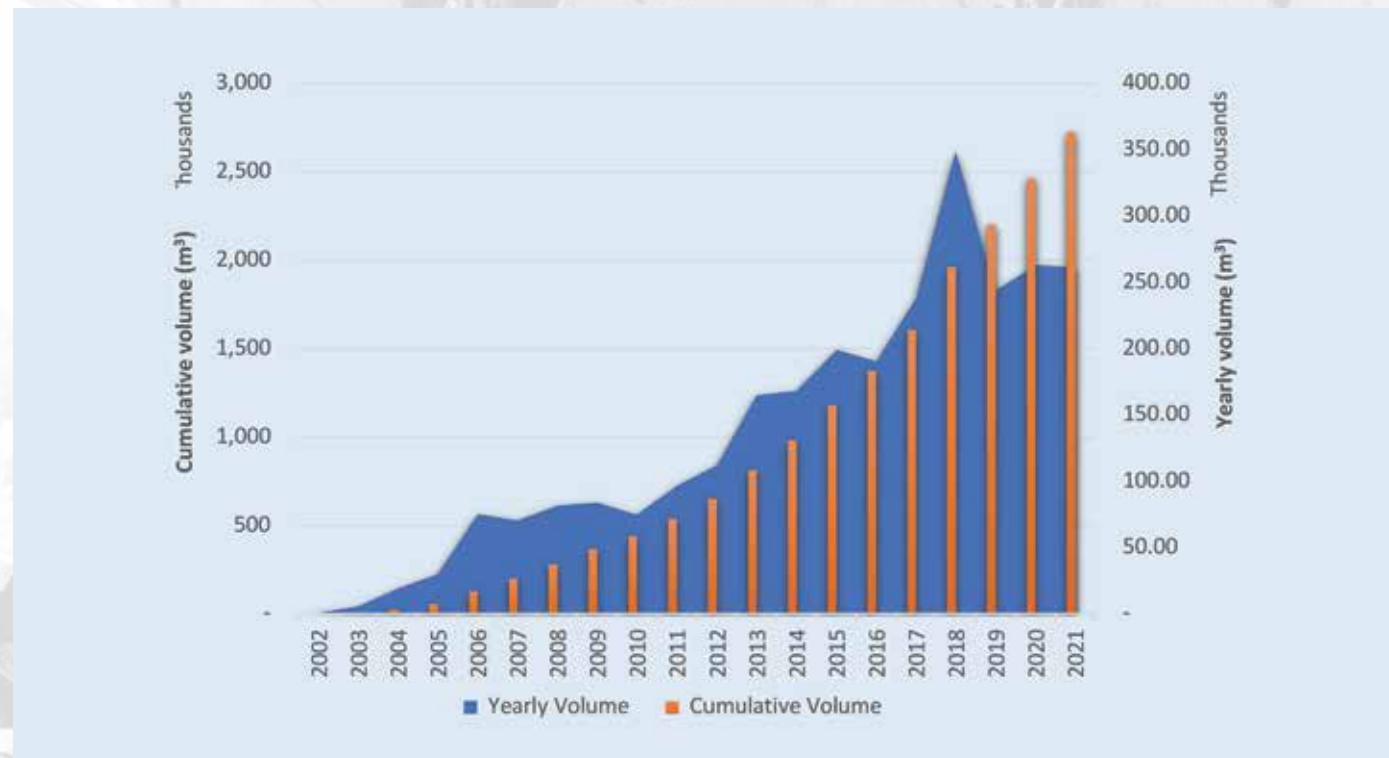


Figure 5: Export of MTCS Certified Timber Products, July 2002-December 2021



CAPACITY BUILDING

CHAIN OF CUSTODY REFRESHER TRAINING COURSE FOR PEFC NOTIFIED CERTIFICATION BODIES

On 27 January 2021, MTCC organised a Chain of Custody (CoC) Training Course for auditors, reviewers, and certification decision makers of PEFC notified Certification Bodies (CBs) under the Malaysian Timber Certification Scheme (MTCS).

Attended by nine participants from various CBs, the training was conducted to fulfill the training requirement for auditors, reviewers and certification decision makers of CBs as stipulated in paragraphs 6.1.2.1 and 6.1.1.4.3 of the PEFC ST

2003:2020 Requirements for Certification Bodies Operating Certification. The training objective was to facilitate the participants to be familiar and more knowledgeable in the requirements of the revised CoC standard PEFC ST 2002:2020 Chain of Custody of Forest and Tree Based Products - Requirements, and PEFC ST 2001:2020 PEFC Trademarks Rules - Requirements.

The training was conducted by PEFC recognised CoC Experts, Sabrina Mawasi and Akmal Saarani.



CoC Experts, Akmal Saarani and Sabrina Mawasi conducting the training which was attended by auditors, reviewers and certification decision makers.

ONLINE TRAINING ON PEFC TRADEMARKS FOR FMC HOLDERS

As consumers are increasingly conscious of the impact of their buying decisions, it is becoming more important for certified organisations to visibly communicate their responsible practices to consumers. Therefore, the use of Programme for the Endorsement of Forest Certification (PEFC) label by certified organisations is vital as it enables clear communication of their commitment to corporate responsibility and sustainable forest management. Labelling also generates awareness for products from PEFC certified forests and what it represents, thus increasing the value of forests and demand for its certified products and services.

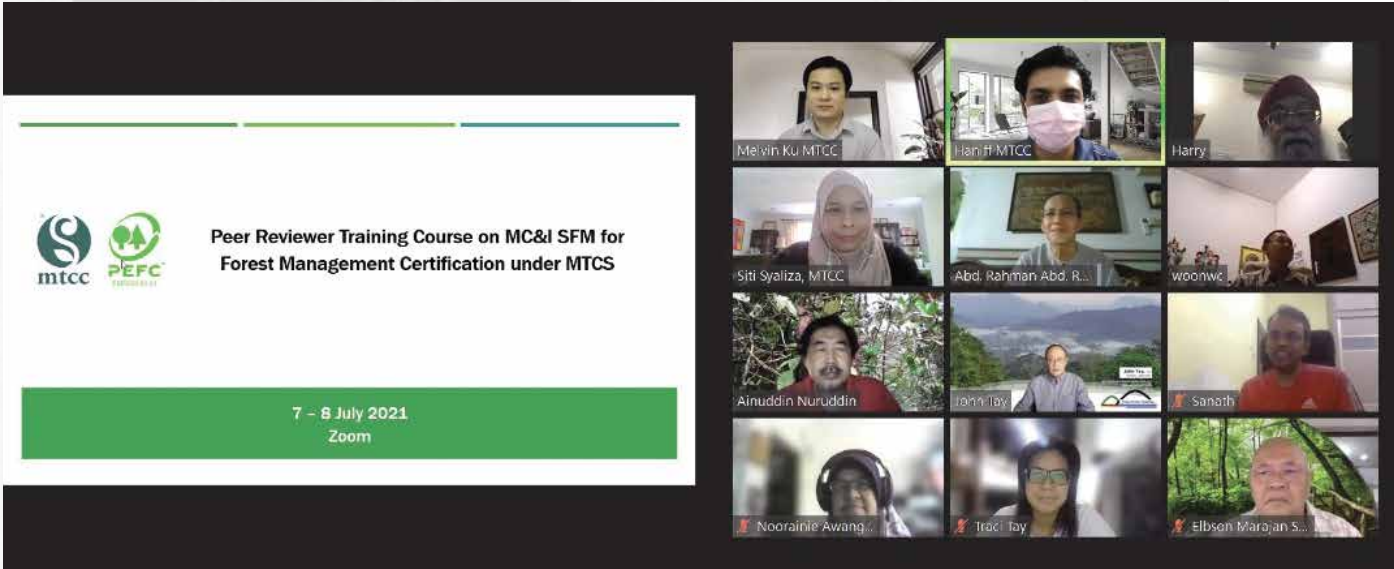
To promote the use of labelling and ensure the correct usage of PEFC trademark, MTCC organised a training on the PEFC Trademarks for Forest Management Certificate (FMC) Holders

on 18 February 2021 on Zoom. A total of 42 participants from certified Forest Management Units (FMUs) and Forest Plantation Management Units (FPMUs) as well as downstream certified companies attended the training.

From the training, the participants learnt about the processes involved in applying for the PEFC logo usage licence, latest PEFC ST 2001:2020 PEFC Trademarks Rules – Requirements, the dos and don'ts of trademark usage, communicating claims from certified areas, and the new requirement on Appendix B: Interpretation on Requirements for Communicating Claims from Certified Areas in the Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) standard which came into force on 1 September 2021.



Among the 42 participants who attended the training to learn about the correct usage of PEFC trademarks and labelling.



The training was conducted to increase peer reviewers' knowledge and understanding on certification and the peer reviewing process.

PEER REVIEWER TRAINING COURSE ON MC&I SFM

One of the requirements for accredited Certification Bodies (CBs) implementing Forest Management Certification (FMC) under the Malaysian Timber Certification Scheme (MTCS) is a peer review of the audit report prepared by the CBs. The peer review is done by a team of appointed independent experts with the objective to obtain a second opinion on the level of compliance of the assessed Forest Management Unit (FMU) against the requirements of the prescribed Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) for FMC.

A Peer Reviewer Training Course on MC&I SFM for FMC under the MTCS was held on 7 and 8 July 2021 with the objective to increase peer reviewers' knowledge and understanding on certification and the peer reviewing process.

The training course was attended by 10 peer reviewers and conducted by the MTCC Forest Management Unit. Among the topics covered were Peer Review Process Requirement for Bodies Operating FMC under the MTCS, requirements of MC&I SFM and identifying non-conformities.



MTCC-FDPM TRAINING COURSE ON MC&I SFM FOR INTERNAL AUDITORS

The Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) is a revised certification standard streamlining the requirements of the MC&I(Natural Forest) and the MC&I Forest Plantation.v2, which was published on 19 March 2020 and came into force on 1 September 2021. One of the major changes in MC&I SFM is the incorporation of an interpretation for requirements on implementing internal audit, management review and continual improvement. The inclusion of this interpretation is to ensure that the internal audit, management review and continual improvement processes are conducted thoroughly and in accordance with the ISO 17021 requirements.

On 1 to 3 June 2021, MTCC collaborated with the Forestry Department of Malaysia (FDPM) to organise a training course on the requirements of the MC&I SFM for FDPM's forestry officers and internal auditors.

The training course was attended by 110 forestry department officers and conducted by in-house trainers from the Forest Management Unit comprising Senior Manager, Siti Syaliza Mustapha, Senior Executive, Melvin Ku and Executive, Haniff Salleh. Two external experts, Dr Samsudin Musa and Dr Zahid Emby were also engaged to provide training on auditing methodology as well as to share their experience and insights on specific aspects of auditing relating to forest management practices and social considerations.

Dato' Zahari Ibrahim, Deputy Director General of FDPM (Operations and Technical) closed the training course by reaffirming FDPM's commitment to implement sustainable forest management certification. He said that the training would help in the integration of the new requirements of MC&I SFM into the various standard operating procedures of the organisation.



The training helped to increase the understanding of MC&I SFM requirements amongst FDPM's forestry officers and internal auditors.

MTCC BRIEFS STAKEHOLDERS OF PERAK FMU ON MC&I SFM

On 11 August 2021, MTCC gave a briefing on the Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) standard to the stakeholders of Perak Forest Management Unit (Perak FMU).

Organised in collaboration with the Perak State Forestry Department (PSFD), the online briefing commenced with the Director of PSFD, Dato' Mohamed Zin Yusop delivering his welcoming remarks. This was followed by a presentation titled "*Peranan, Kepentingan, dan Pengalaman*

serta Sumbangan dalam Pelaksanaan Pensijilan Pengurusan Hutan di Semenanjung Malaysia" (Role, Importance, Experience and Contribution in Implementing Forest Management Certification in Peninsular Malaysia) by the Head of Forest Management Certification Section, Forestry Department of Peninsular Malaysia Headquarters, Raffae Ahmad. The briefing on MC&I SFM was conducted by MTCC Officer-in-Charge, Siti Syaliza Mustapha.

The virtual event was attended by 149 stakeholders.

TRAINING COURSE ON MC&I SFM WITH SARAWAK TIMBER PLAYERS

On 4-5 October 2021, MTCC conducted an online training course on the Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) standard upon request by the Sarawak Timber Industry Development Corporation (STIDC). The training course was attended by 76 participants representing STIDC, Forest Department Sarawak, WTK Group, Subur Tiasa Holdings Sdn. Bhd., Song Logging Company Sdn. Bhd., Shin Yang Sdn. Bhd., Sarawak Planted Forest Sdn. Bhd., Lee Ling Timber Sdn. Bhd., KTS Forest Management Sdn. Bhd. and Villion Venture Sdn. Bhd.

The training course was conducted by in-house trainers from the Forest Management Unit, Senior Manager, Siti Syaliza Mustapha, Senior Executive, Melvin Ku and Executive, Haniff Salleh. During the training, the participants were introduced to the global forestry scenario which had led to the emergence of forest certification in Malaysia. They also learnt about the development process of the MC&I SFM and the requirements of the prescribed standard under the MTCS, and the use of PEFC labelling and correct usage of PEFC trademarks based on the requirements stipulated under the PEFC ST 2001:2020 PEFC Trademarks Rules-Requirements.





Adibah Mohamad Aris and Akmal Saarani briefing the participants on the revised standard.

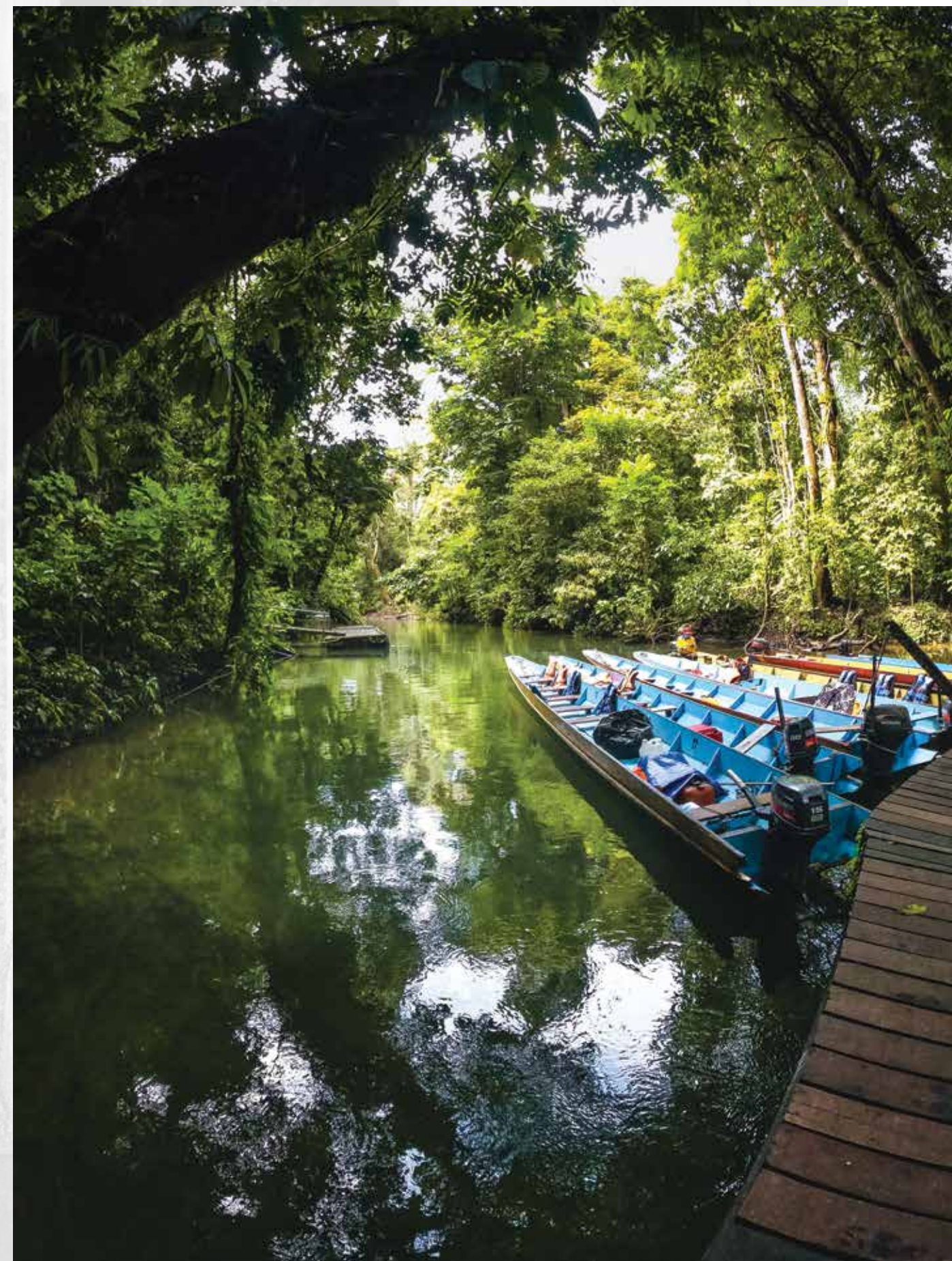
BRIEFING ON REVISED PEFC ST 2002:2020 STANDARD

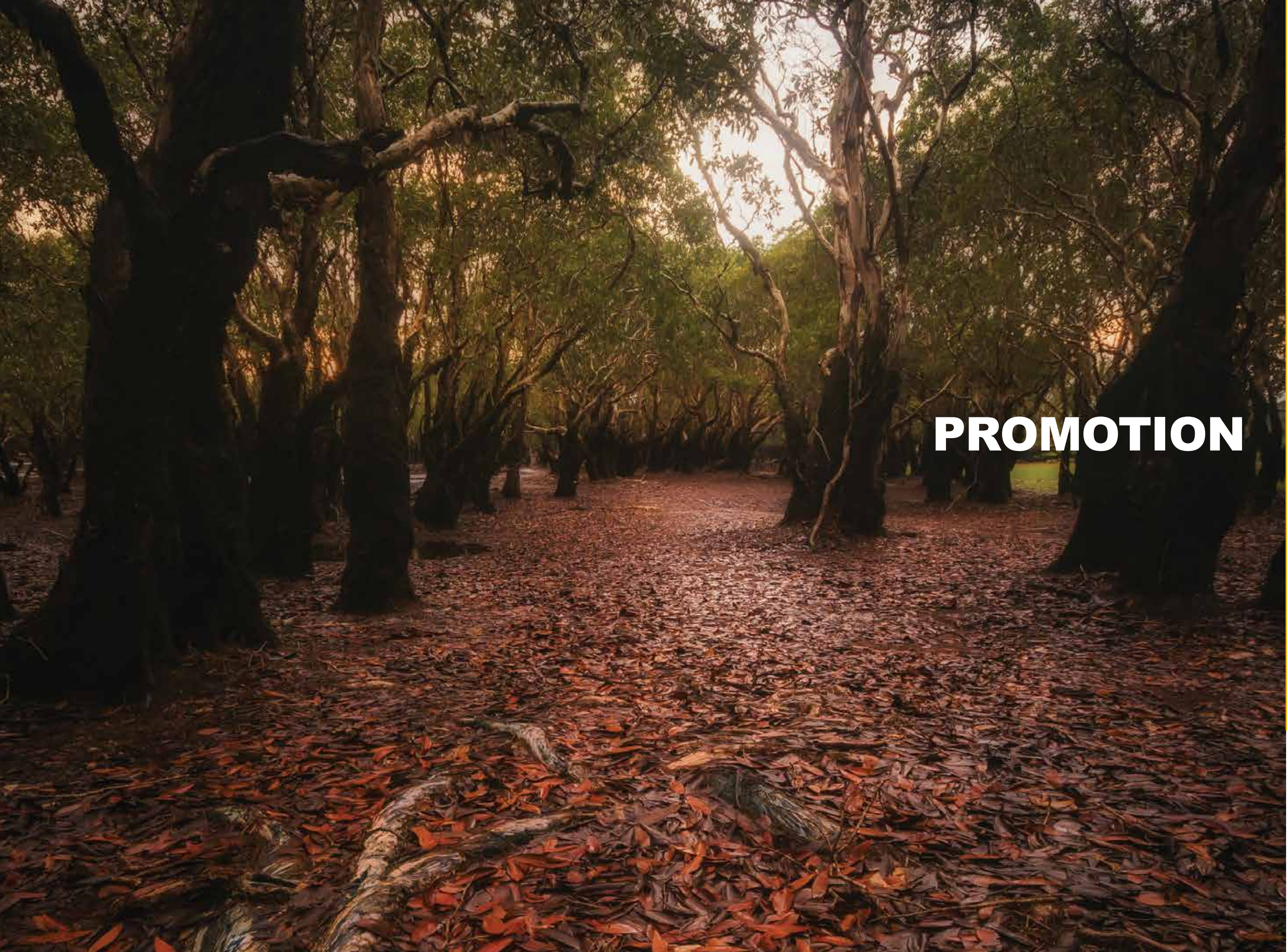
A total of 165 participants comprising Chain of Custody (CoC) certificate holders, non-certified companies, associations, consultants, and students attended an online briefing on the use of the revised CoC standard PEFC ST 2002:2020 – Chain of Custody of Forest and Tree Based Products – Requirements organised by MTCC on 22 September 2021.

Conducted by the Product Unit comprising Manager, Sabrina Mawasi, Senior Executive, Akmal Saarani and Executive, Adibah Mohamad Aris, the half-day briefing was held to update the participants on the implementation of the revised standard which came into effect on 14 February 2020. It replaces the PEFC ST 2002:2013 Chain of

Custody of Forest Based Products – Requirements Second Edition (dated 7 December 2015) which was previously used in the implementation of CoC certification under the MTCS. The briefing was also organised to ensure a smooth transition process among the certificate holders.

In response to the global COVID-19 pandemic, an ample transition period has been granted for the application of the PEFC ST 2002:2020 standard, and the previous standard will be withdrawn on 14 August 2022. After the specified date, all audits for CoC certification including first-time audits, surveillance or recertification audits will only be carried out against the revised standard.





PROMOTION

FORUM ON SUSTAINABLE PAPER TRENDS AND PEFC CERTIFICATION

On 29 January 2021, a total of 50 industry players from the print, paper and packaging industry participated in the online Eco Sense Forum on Sustainable Paper Trends and the Need for PEFC Certification which was jointly organised by Eco Sentido Sdn. Bhd. and MTCC.

The forum was aimed at giving insights on eco-friendly, sustainably sourced paper trends and how small and medium-sized enterprises (SMEs) of the print, paper and packaging industry and related industries can improve their supply chain compliance with responsible sourcing through the Programme for the Endorsement of Forest Certification (PEFC) scheme.

Three topics were presented at the forum including on the growing global demand for certified timber and timber products in Europe, a step-by-step process of obtaining the PEFC Chain of Custody certification under the Malaysian Timber Certification Scheme (MTCS), and the experience of obtaining the PEFC certification from an eco-printing solution company's perspective. The presentations were followed by a Q&A session.

In rounding up the session, MTCC CEO, Yong Teng Koon said it was about time that businesses as well as the public do their bit in ensuring the sustainability of forests and forest resources to benefit future generations.



One for the album: Among the participants who benefited from the online forum.



The webinar was held following the rising need for information with regard to the implementation of sustainable forest management, particularly when adjudicating environmental cases involving logging in Sabah and Sarawak.

WEBINAR ON SUSTAINABLE FOREST MANAGEMENT IN MALAYSIA: A PERSPECTIVE FROM TIMBER CERTIFICATION

On 6 April 2021, MTCC was invited to be a panelist at the webinar on Sustainable Forest Management in Malaysia: A Perspective from Timber Certification organised by the Working Groups on Environment of the High Court of Sabah and Sarawak.

The webinar was held following the idea mooted by the Chief Judge of Sabah and Sarawak, Yang Amat Arif Datuk Abang Iskandar Abang Hashim for MTCC to provide a briefing to his staff comprising 14 High Court judges and 60 judicial officers (magistrates, sessions court judges, deputy registrars and senior assistant registrars), as well as 21 assistant registrars of subordinate court (paralegal). The initiative was carried out following the rising need for information with regard to the implementation of sustainable forest management, particularly when adjudicating environmental cases involving logging.

MTCC was represented by CEO, Yong Teng Koon and Senior Manager (Forest Management), Siti

Syaliza Mustapha. They were joined by the third panelist, Sessions Court Judge of Kota Kinabalu, Elsie Primus.

Yong briefed the audience on the roles and functions of MTCC in sustainable forest management in Malaysia, as well as the challenges in taking the bull by the horns in issues related to forest auditing and timber certification. Siti Syaliza talked about the implementation of the Malaysian Timber Certification Scheme (MTCS) by MTCC and how certification played a role in promoting engagement with the community to manage forests sustainably. As a judge who adjudicates environmental cases, Elsie shared her experience on the significance of having a specific knowledge in sustainable forest management and environmental protection and conservation in decision-making process.

The two-hour webinar was also attended by several members of the MTCC Board of Trustees.



A total of 186 participants took part in the contest this year.



Winners were announced at a live-streamed event on 27 August 2021.



The Grand Prize winner: A bird's eye view of Tasek Bera's wetland forests by Yusuf Madi.

FOURTH EDITION OF MTCC PHOTOGRAPHY CONTEST

The fourth edition of the MTCC Photography Contest, a joint effort between MTCC and PCP Publications, was held from 21 March until 30 June 2021. Carrying the theme "Experience Forest, Experience MTCS-PEFC", the contest was aimed at raising public awareness via photography on the uniqueness and benefits of Malaysia's tropical forests while promoting the importance of valuing the nature and sustainable forest management through timber certification to benefit future generations.

A total of 186 contestants from throughout Malaysia took part in the contest, with 2,045 photographs and 34 short videos submitted to compete in four new categories, Natural

Forest Landscapes, Wood in Our Life, Stay Safe, Stay Green and I Wander and I Wonder. The categories were created to make it more practical for contestants to harness their creativity in spite of the Movement Control Order restrictions.

The judging was done virtually by a team of judges comprising PCP Publications General Manager and Editor-in-Chief, Jessica Chan, renowned photographer Azul Adnan and two representatives from MTCC, Officer-in-Charge, Siti Syaliza Mustapha and Manager (Product), Sabrina Mawasi. MTCC Chairman, Kamaruzaman Mohamad announced the winners at a live-streamed ceremony on 27 August.

STRENGTHENING ADVOCACY FOR SUSTAINABLE FOREST MANAGEMENT THROUGH CERTIFICATION AT MYKOMODITI WEEK 2021

MTCC stepped up its effort in advocating sustainable forest management through certification at the MyKomoditi Week 2021, an online programme organised by the Ministry of Plantation Industries and Commodities (MPIC) on 25-29 October 2021. Themed Shared Sustainability and Prosperity, the event was aimed at educating the public on the latest initiatives, technology and innovation under MPIC with regard to the development of agricommodity's upstream and downstream industries.

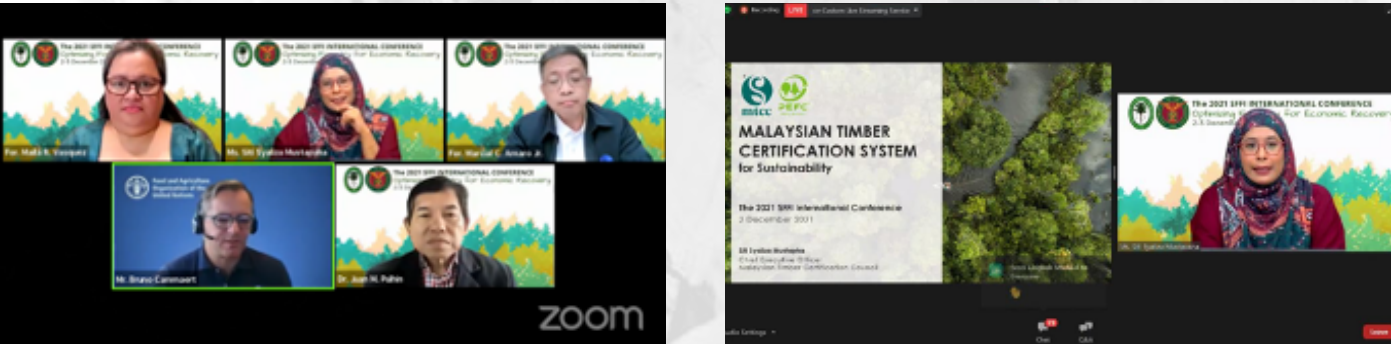
During the event, MTCC conducted a webinar on Ensuring Sustainability and Environmental, Social and Governance (ESG) Through Certification, a forum on "Evolution of Sustainable Timber Certification in Malaysia" and two briefings on Forest Management and Chain of Custody Certifications under the Malaysian Timber Certification Scheme (MTCS) and their respective requirements. MTCC's virtual information booth was also accessible throughout the five-day event for visitors to learn more about MTCC, MTCS and the significance of certification for sustainable forest management as well as responsible manufacturing and trade in forest products



Among the activities organised by MTCC at MyKomoditi Week 2021.



MTCC PARTICIPATES AT THE SFFI INTERNATIONAL CONFERENCE



The conference attracted over 1,000 foresters and forestry professionals from the Philippines and abroad.

The Society of Filipino Foresters, Inc (SFFI) in collaboration with the University of the Philippines Los Banos (UPLB) Training Center for Tropical Resources and Ecosystem Sustainability organised their first International Conference on 1-2 December 2021. Themed Optimising Forestry for Economic Recovery (OFFER), the virtual conference was part of SFFI’s continuing advocacy for Sustainable Forest Management (SFM), and is also in line with the Republic Act 10690 (New Forestry Profession Act) and the Republic Act 10912 (Continuing Professional Development Act of 2016).

In this regard, MTCC was invited to join the first panel discussion, Timber Talks, where CEO, Siti Syaliza Mustapha spoke about the Malaysian Timber Certification Scheme (MTCS) and

highlighted MTCC’s roles and functions in advancing forest certification and promoting SFM. The session also featured other speakers representing the country’s Department of Environment and Natural Resources, UPLB and the Food and Agriculture Organisation (FAO) Regional Office for Asia and the Pacific. The second session was on Non-timber Forest Products and ended with a session on “Ecotourism, Forest for Health and Wellness.”

Aiming at increasing further awareness on SFM opportunities and benefits in terms of creating more jobs and alleviating poverty, the two-day event was attended by over 1,000 foresters and forestry professionals from the Philippines and abroad.



PUBLICATION

In 2021, MTCC issued the following media collateral:

TITLE	PUBLICATION DATE
CEO’s New Year Message	1 January
Chain of Custody Refresher Training Course for PEFC Notified Certification Bodies under the MTCS	7 January
MTCC’s Business Operations Continue As Usual During MCO 2.0	13 January
Training on PEFC Trademarks for Forest Management Certificate Holders under the MTCS	5 February
Online Forum on Sustainable Paper Trends and PEFC Certification	9 February
MTCC Debuts at Virtual B2B Furniture Fair, MIFF Furniverse 2021	8 March
MTCC Conducts Training on PEFC Trademarks for FMC Holders	15 March
MTCC Photography Contest 2021 Offers New, Exciting Categories	21 March
MTCC’s Business Operation During MCO 3.0 (1-14 June 2021)	31 May
Calling All Contestants: Harness Limitations, Unleash Your Creativity Now	14 June
PEFC Maintains Endorsement of MTCS	29 June
PEFC Launches a New Campaign to Certify the Rubber in Your Shoes and Tyres	16 July
MTCC Conducts Peer Reviewer Training Course on MC&I Sustainable Forest Management	27 July
Outcome of Meeting of Dispute Resolution Committee on Complaints Relating to the MTCS-PEFC Certification of Gerenai and Ravenscourt FMUs	13 August
FMU 2 Gerak Saga Sdn. Bhd. Becomes the Tenth FPMU Certified under MTCS	16 August
Control Union Now Accredited to Conduct MTCS/PEFC Forest Management Certification	16 August
1 Day to Go: MTCC Photography Contest 2021 Prize-Giving Ceremony Going Live on Facebook Tomorrow	26 August
Artistic Expressions of Forests and Nature at MTCC Photography Contest 2021	27 August
Malaysia to Showcase and Promote Its Sustainable Timber Products at Expo 2020 Dubai	27 September
MTCC Releases Updated Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) Standard	4 October
MTCC Appoints New CEO	22 October
MTCC Will Strengthen Advocacy for Sustainable Forest Management through Certification at Agricommodity Week 2021	25 October
MTCC Awarded by PEFC for Maintenance of MTCS Endorsement	18 November



PEFC RELATED ACTIVITIES

PEFC RELATED ACTIVITIES

As the National Governing Body (NGB) for the implementation of the Malaysian Timber Certification Scheme (MTCS), which is a PEFC endorsed scheme, MTCC participated actively in PEFC related activities which included the PEFC Members Meeting, Technical Working Group meetings for both forest management and chain of custody as well as the PEFC Annual General Assembly (GA). Apart from providing inputs to enrich the processes, participation in these meetings was crucial to ensure that the challenges and constraints faced by the MTCS were expressed so that they could be considered in the discussions on PEFC's policy, technical and guidance documents and other administrative matters. Participation in the above meetings also provided MTCC the avenue and forum for more interaction, communication and sharing of experiences amongst the national members, as well as between PEFC International and the national members on any important issues that need further deliberation.

PEFC FOREST CERTIFICATION WEEK

The PEFC Forest Certification Week was held virtually for the second time from 12 to 19 November 2021 following the restrictions of travel and conduct of physical meeting due to the COVID-19 pandemic. It also included the 26th GA of the PEFC Council which was held on 17 November.

PEFC Forest Certification Week saw the gathering of participants comprising members, potential members, international stakeholder members and the PEFC Secretariat. The online platform enabled the participation of MTCC CEO, Siti Syaliza Mustapha together with managers and all executive staff as against the usual physical

conduct where each organisation will be represented by only two participants.

MTCC participated in a number of meetings conducted throughout the week. Among the meetings' key highlights were the following achievements by MTCC:

- (i) PEFC Awards Ceremony - MTCC received a certificate for the maintenance of endorsement of the MTCS. The Certificate of Appreciation was presented by PEFC International Chairman, Peter Latham and PEFC International Secretary General, Ben Gunneberg.
- (ii) PEFC Photographer of the Year - The winners of the 2021 PEFC Photo Contest were announced through Facebook Live on 16 November. The photographer of the Year Award went to Vitalii Popkov for his image titled The Man and the Forest taken in Zamagora Verkhovyna, Ukraine. Two of the 2021 MTCC Photo Contest winners, Yusuf Madi and Tan Ee Long, were amongst the top 12 winners.



The virtual platform enabled more participants representing the various PEFC members to join the PEFC Forest Certification Week this year.



The 26th GA was part of the PEFC Forest Certification Week.

TWENTY-SIXTH PEFC GENERAL ASSEMBLY

The GA made the following key decisions:

- (i) Approved the Budget and Membership Fees for 2022. The increase in membership fees includes a 5% increase in Rate per Hectare, Rate per CoC and ISM Membership Fees, with the proviso that there will be no future hike in membership fees in 2023.
- (ii) Approved the appointment of Eduardo Pojas y Briaies as PEFC Chairman (2021-2024); re-election of Fatimah Mohammad as member of the Board (2021-2024); and Gerald Pfiffinger (2021-2024), Dradjad Wibowo (2021-2024), Guy Gleysteen (2021-2022) and Sarah El Kadri (2021-2024) as new members of the Board.
- (iii) Appointed Minnie Degawan (2019-2021) as member of the Nominations Committee.
- (iv) Agreed to hold the 27th PEFC GA in Switzerland on 16 November 2022.



PEFC TECHNICAL WORKING GROUP MEETING

MTCC continued to participate actively in two working groups (WG) which pursued development and maintenance of international standards for sustainable forest management (SFM), chain of custody (CoC) and PEFC trademark.

In 2021, the PEFC CoC and Trademark Usage WG (CoC and Trademark WG) focused its discussion on the revision of PEFC GD 2001 Chain of Custody of Forest and Tree Based Products – Guidance for Use document. The first meeting of the CoC and Trademark WG

was held on 14-15 April while the second meeting was conducted on 14-15 October. MTCC Manager (Product), Sabrina Mawasi is a member of the CoC and Trademark WG who participated in both meetings via web conferencing.

MTCC CEO, Siti Syaliza Mustapha continued to represent MTCC as a member of the WG on SFM and participated in the WG's third meeting via web conferencing on 26-27 December.

PEFC THEMATIC TASKFORCE

The thematic taskforce (TT) was launched in February 2021 under the PEFC Marketing Communications and Advocacy Working Group (MCA WG) with the objective to gather experts in developing PEFC's approach on selected themes or issues. There are seven TTs under the WG, namely Advocacy TT, Packaging TT, Construction TT, Textile TT, Furniture TT, Communications TT and Rubber TT.

MTCC is represented in the following TTs:

- Advocacy TT (represented by Siti Syaliza Mustapha)
- Packaging TT (represented by Akmal Saarani)
- Rubber TT (represented by Sabrina Mawasi)
- Communications TT (represented by Nurul Aiman Mohd Amin)

The first meeting of Packaging TT took place in March 2021 and was focused on reviewing the packaging-relevant MCA survey results and prioritising the target audience, as well as agreeing on the key PEFC messages. Taking into consideration that paper and packaging is an emerging market in Malaysia, being involved in this TT will push MTCC to

promote this cluster further and expand the current scope of certification of the Malaysian Timber Certification Scheme (MTCS).

The Advocacy TT met in April 2021 for the first time to exchange experiences and agreeing on a preliminary set of potential activities on institutional advocacy.

Natural rubber is a newly certified commodity and PEFC is seizing this opportunity through the Rubber TT. In line with this development, MTCC's involvement in the Rubber TT was timely as it has foreseen rubber as the next potential non-timber forest product (NTFP) to be certified under the MTCS. Rubber TT's first meeting was held in May 2021, followed by two subsequent meetings in September and December 2021.

The Communications TT met several times in March and April 2021 with the objective to carry out stakeholder mapping exercise to determine the main target audiences of its activities. This exercise will be followed by the development of clear objectives and strategy for the TT.





COOPERATION

COOPERATION

WORKSHOP TO KICKSTART PHASE TWO OF ON-GOING STUDY ON IMPACT OF MTCS

The year 2021 marked the beginning of phase two of the study on The Impact of the Malaysian Timber Certification Scheme (MTCS) on Forest Management, Industry and Trade which commenced in 2020. The study is a joint effort by the Institute of Environment and Development (LESTARI), Universiti Kebangsaan Malaysia, Malaysian Timber Industry Board (MTIB) and MTCC which is aimed at evaluating the effectiveness and impact of the MTCS on forest management practices, timber industry and trade among government agencies, certified forest and industry sectors, logging companies, primary and secondary timber processing companies and timber traders.

The research work and activities in this phase were focused on the stakeholders such as State Forestry Departments, timber associations, timber industry players



The Workshop in progress.

and logging companies. However, the implementation of the planned activities had been challenging as it was affected by the nationwide State of Emergency enforcement from 12 January until 1 August 2021.



An insightful discussion taking place at Pesaka Terengganu Sdn Bhd.

Despite the restrictions, research activities continued to be conducted virtually. LESTARI conducted a workshop in Terengganu on 9 November 2021. The workshop was aimed at introducing the study and its objectives to the relevant stakeholders and obtain their feedback on the implementation of Forest Management Certification (FMC) and Chain of Custody (CoC) Certification under the MTCS. At the event, MTCC and MTIB provided updates on the MTCS, market development, requirements and the various incentives available for the industry. Feedback on the Perspectives of Timber Industry on CoC Certification survey (which was distributed online in July 2021), was also collated from the attendees during the

workshop. The workshop was attended by 43 representatives from the Terengganu State Forestry Department (TSFD), timber associations, timber industry manufacturers and exporters as well as logging companies.

The research team visited the MTCS certified forest compartments in Terengganu, namely Jerangau Permanent Forest Reserve and Jengai Permanent Forest Reserve to learn about the implementation of FMC activities by the TSFD. The team also visited Pesaka Terengganu Sdn. Bhd. to gain insights on the company's motivation for its commitment in undertaking CoC Certification under the MTCS.



Visit to Jengai Permanent Forest Reserve.

FIFTY-SEVENTH SESSION OF ITTC-57 AND ASSOCIATED SESSION OF THE COMMITTEES, 29 NOVEMBER – 3 DECEMBER

The 57th Session of International Tropical Timber Council and Associated Session of the Committees (ITTC-57) was held fully virtually from 29 November to 3 December 2021 due to the ongoing COVID-19 pandemic and chaired by Kheiruddin Rani from Malaysia. MTCC was part of the Malaysian delegation which was led by the Ministry of Plantation Industries and Commodities along with representatives from relevant forestry and timber agencies from Peninsular Malaysia, Sabah and Sarawak. MTCC was represented by CEO, Siti Syaliza Mustapha, who was also Vice-Chairperson of the 55th Session of the Committee on Reforestation and Forest Management (CRF) for 2021.



Virtual election of Sheam Satkuru Granzella as the new Executive Director of ITTO.

Amongst the key decisions made at the ITTC-57 were renewal of the International Tropical Timber Agreement, 2006 (ITTA, 2006) and election of Sheam Satkuru Granzella (Malaysia) as the new Executive Director of International Tropical Timber Organisation (ITTO) and the adoption of the Strategic Action Plan (SAP) 2022-2026 to guide the activities of the organisation until the expiry of the renewed ITTA, 2006. The SAP defines four strategic priorities for the organisation:



Discussion in progress.

- governance, investment, legal and sustainable supply chains and sustainable forest management;
- contributions to economies and resilient livelihoods;
- deforestation, restoration, biodiversity and ecosystem services; and
- trade statistics and information.

The meeting also received reports from its four committees, namely (i) Committee on Reforestation and Forest Management; (ii) Committee on Economic, Statistics and Markets (CEM); (iii) Committee on Forest Industry (CFI); and (iv) Committee on Finance and Administration (CFA); as well as reports on approved projects,



The Malaysian delegation led by the Ministry of Plantation Industries and Commodities.

pre-project activities, administrative budget, cooperation and coordination with other international organisations, terms and reference for the Advisory Board, and the timeline and terms of reference for the review of the programmatic approach. At the CRF, Siti Syaliza has been

elected as the Chairperson of CRF for 2022.

MTCC congratulated Sheam on her appointment as the Executive Director of ITTO and for becoming the first female to helm the organisation.



The Malaysian delegation led by the Ministry of Plantation Industries and Commodities.

DEVELOPMENT OF MALAYSIAN NATIONAL INTERPRETATION FOR THE MANAGEMENT AND MONITORING OF HIGH CONSERVATION VALUES

MTCC has been involved in the development of High Conservation Value (HCV) Malaysia Toolkit since April 2015 where it first joined as a member of its Steering Committee (SC). The first guidance document of the toolkit – the Malaysian National Interpretation for the Identification of HCVs – was published in 2018. It applies to various terrestrial ecosystems (including non-forested ecosystems) in Malaysia and is aligned with the globally accepted Common Guidance for the Management and Monitoring of HCVs produced the High Conservation Value Network.

Together with the other members of HCV Malaysia Toolkit namely Forest Stewardship Council Malaysia, Roundtable on Sustainable Palm Oil, Roundtable on Sustainable Biomaterials as well as key initiators of HCV Malaysia Toolkit, WWF-

Malaysia and Malaysian Palm Oil Association, the SC reconvened in 2020 to produce the second guidance document of the toolkit – the Malaysian National Interpretation for the Management and Monitoring of HCVs – which is aimed at supporting HCV assessors, as well as resource managers and auditors within the agricultural and forestry commodity supply chains in their work to achieve and maintain sustainability certification in Malaysia.

The development process of the new guidance, which was completed in the fourth quarter of 2021, comprised 50 representatives from non-governmental organisations, companies, concession owners, financial institutions, certification bodies and government agencies from Peninsular Malaysia, Sabah and Sarawak.



REDD PLUS READINESS: PROGRESS OF MY-SIS DATABASE

REDD Plus refers to a process moderated by the United Nations Framework Convention on Climate Change (UNFCCC) which supports countries' efforts in reducing emissions from deforestation and forest degradation, fostering conservation and sustainable management of forests as well as enhancing forest carbon stocks.

During the 17th meeting of the Conference of the Parties (COP) in Durban, South Africa, Parties to the UNFCCC decided that countries participating in REDD Plus should establish a Safeguards Information System (SIS) to demonstrate how the seven Cancun Safeguards are addressed and respected throughout the implementation of REDD Plus in the respective participating countries.

The Malaysia Safeguards Information System (MY-SIS) is a unified platform for reporting on state, federal and international levels that shows how Malaysia addresses the seven Cancun Safeguards, which consequently can help facilitate Malaysia's reporting to the UNFCCC and mobilise funding under the UNFCCC REDD Plus framework. The MY-SIS has two primary purposes, which are to ensure sustainable management of Malaysia's natural forest and meet UNFCCC's requirements for results-based payments.

MTCC was involved in a series of consultations on the content and design of MY-SIS. Developed as an online database, the MY-SIS is structured to facilitate storage, retrieval and modification of data which is relevant to demonstrate how the Cancun Safeguards are addressed and respected within Malaysia's circumstances.

The MY-SIS structure has adopted the existing national systems with regard to the Malaysian Criteria and Indicators for Sustainable Forest Management (MC&I SFM) under the Malaysian Timber Certification Scheme and the National Policy on Biological Diversity 2016-2025.

The relevant policies, laws and regulations form the basis for Malaysia to address and respect the Safeguards, while the MC&I SFM indicators are used to track Safeguards performance. In addition, Forest Management Unit (FMU)-level reports against the MC&I SFM and reports on National Policy on Biological Diversity are amongst two key information sources for updating the MY-SIS database and monitoring progress.





SIGNIFICANT EVENTS

SIGNIFICANT EVENTS

MTCC WELCOMES NEW MPIC MINISTER

Datuk Hajah Zuraida Kamaruddin was appointed as the new Minister of Plantation Industries and Commodities (MPIC) on 27 August 2021 following a reshuffle in the Malaysian cabinet – a line-up change which also saw the appointment of Dato' Sri Ismail Sabri Yaakob as the ninth Prime Minister.

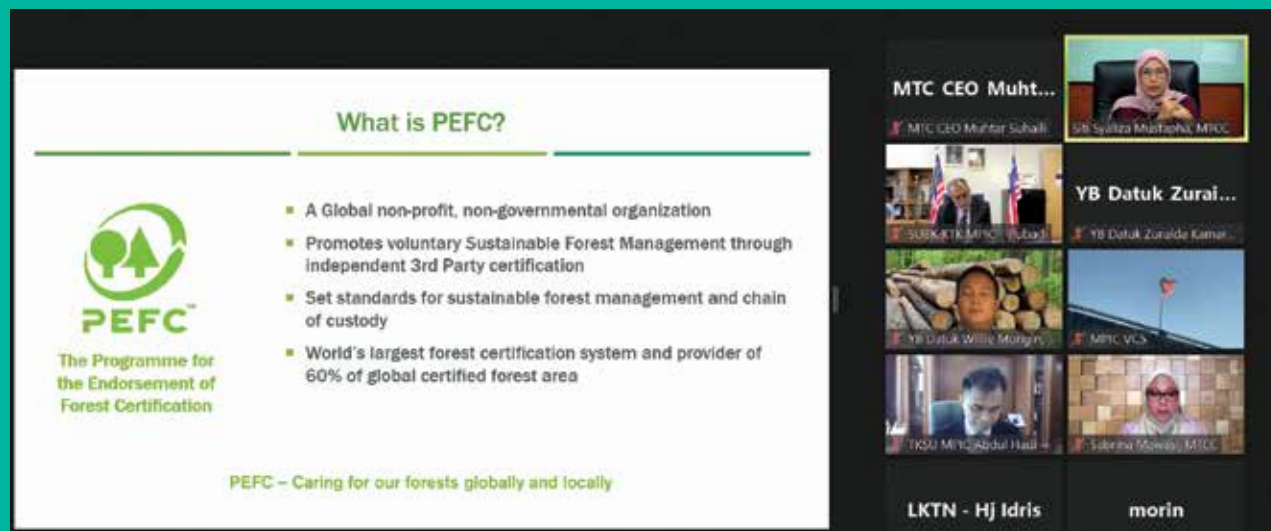
MTCC congratulated her on the appointment and looks forward to working closely with her in advancing Malaysia's aspirations and goals for sustainable forest management and certification through the implementation of Malaysian Timber Certification Scheme (MTCS).

MTCC also placed on record an appreciation to Dato' Dr Mohd Khairuddin Aman Razali for his support of the Council's work during his tenure as the minister.

On 15 September, the MTCC Management Team comprising MTCC Officer-in-Charge, Siti Syaliza Mustapha, Senior Manager (Finance and Administration), Noor Eshah Yat, Manager (Product), Sabrina Mawasi and Senior Executive (Public Relations and Marketing), Muhammad Hasif Azizan, had a virtual meeting with the new minister where she was briefed on the roles and functions of MTCC as well as the issues and challenges involved in implementing the MTCS.



MTCC Officer-in-Charge, Siti Syaliza during the virtual meeting with the new MPIC Minister, Datuk Hajah Zuraida Kamaruddin.

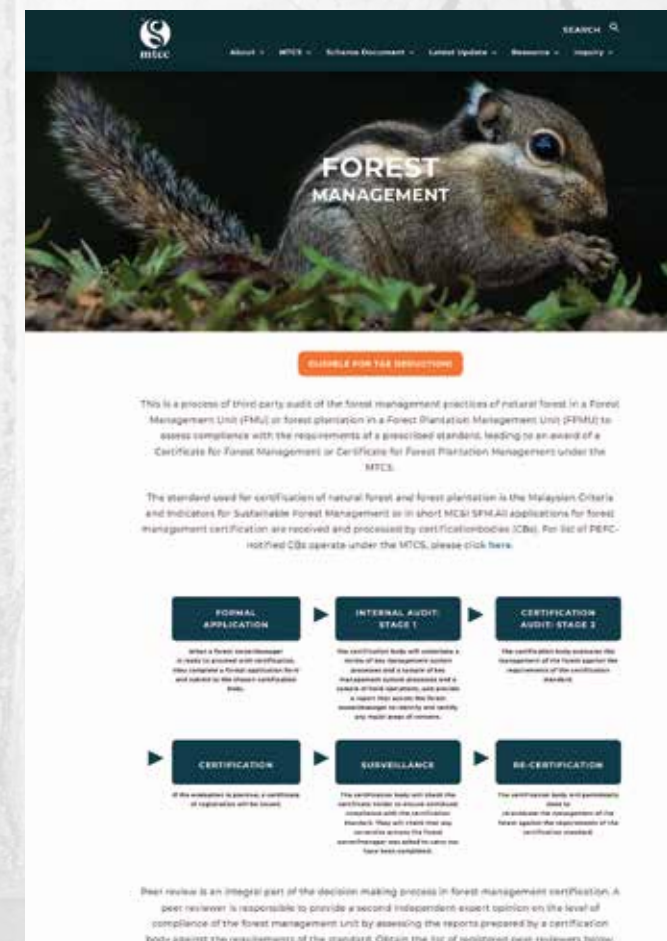


The MTCC Management Team had an audience with the new minister.

MTCC LAUNCHES NEWLY REVAMPED WEBSITE

MTCC launched its newly revamped website on 16 July 2021 to provide a more gratifying and user-friendly experience to everyone browsing the pages on different platforms or devices.

Incorporating three main elements – friendlier, easier and bolder – the new look was crafted following the users' feedback in using the previous site. Among its new and pleasing features include bold and easily identifiable tabs to direct the users to various information pertaining to MTCC, Malaysian Timber Certification Scheme (MTCS), Malaysian forestry and timber industries and the United Nations Sustainable Development Goals (SDGs) which are relevant to the Council.



Friendlier, easier, bolder - The revamped website promises a more gratifying experience to the users.



FUN-FILLED ACTIVITIES ON HARI SUKAN NEGARA

In conjunction with the *Hari Sukan Negara 2021* (National Sports Day 2021) which was launched on 9 October 2021, MTCC organised two sports activities with the aims to inspire its staff and their family members to be active and healthy, as well as to reconnect with each other through enjoyable fitness activities.

MTCC's inaugural *Hari Sukan Negara* programme began with CEO, Siti Syaliza Mustapha launching the MTCC 200K Steps Virtual Challenge at Taman Putra Perdana, Putrajaya on 9 October. The month-long walking challenge comprised two categories – one for the public (200,000 steps) and another for the staff (100,000 steps). The second activity was the MTCC Staff Bowling Tournament which was held at Wangsa Walk Mall, Kuala Lumpur on 30 October. The prize-giving ceremony for winners of both activities were held on the same day.



Flag-off: MTCC CEO, Siti Syaliza launching the MTCC 200K Steps Virtual Challenge.



Some of the staff testing their bowling skill at the tournament.



MTCC CEO, Siti Syaliza presenting a prize to Senior Executive (Forest Management), Akmal Saarani for winning the virtual challenge.



Staff and their family members who participated in the bowling tournament.



Staff and their family members had a great time flexing their muscles while reconnecting with nature on **Hari Sukan Negara 2021**.

INAUGURAL MTCC'S EXECUTIVE RETREAT

The MTCC's Executive Retreat was held at the Pulse Grand Hotel, Putrajaya on 20-21 November 2021. It was organised to analyse MTCC's current progress and discuss the work programme for 2022 as well as the roadmap for the next three years in line with the MTCC Strategy 2020-2025.

The retreat was divided into four sessions namely Understanding MTCC's Vision, Mission and Core Values, Understanding the MTCC Strategy 2020-2025, Baseline Analysis of Current Progress – Identifying Strengths, Achievements, Flaws and Shortcomings, Drawing Roadmap To 2025, and Finalising Work Programme for 2022.

The retreat provided the executives a clearer picture of MTCC's current progress and areas to be improved towards achieving the desired state as specified in the MTCC Strategy 2022-2025 as well as realising the Council's vision and mission.

It also pinpointed the need for MTCC to change or re-strategise some targets/programmes due to the unforeseen impact of the COVID-19 pandemic conundrum.

In his closing remarks, MTCC Chairman, Kamaruzaman Mohamad said MTCC's significance as an organisation tasked to manage the forests sustainably through certification is expected to grow in parallel with the increased awareness on the importance of environmental sustainability. He said the retreat was a step in the right direction as its input will lead the team towards improving the credibility of MTCC and the Malaysian Timber Certification Scheme (MTCS) amongst industry players and stakeholders as well as in playing its part to instill awareness among Malaysians on the importance of protecting forests and the environment for a sustainable future.



MTCC CEO, Siti Syaliza addressing the executives at the retreat.



Retreat in progress.



The retreat provided an avenue for the executives to brainstorm new ideas towards the betterment of MTCC.



MTCC Chairman, Kamaruzaman said the retreat was a step in the right direction.

Local Events Organised/Coordinated by MTCC in 2021

EVENT	DATE	VENUE
Chain of Custody Refresher Training Course for PEFC Notified Certification Bodies	27 January	Online
Eco Sense Forum: Sustainable Paper Trends and the Need for PEFC Certification	29 January	Online
Online Training: PEFC Trademarks for Forest Management Certificate (FMC) Holder	18 February	Online
Webinar on Sustainable Forest Management in Malaysia: A Perspective from Timber Certification	6 April	Online
MTCC-FDPM Training Course on MC&I SFM for Internal Auditors	1 - 3 June	Online
Peer Reviewer Training Course on MC&I SFM for FMC under the MTCS	7 - 8 July	Online
The Launch of MTCC Website and Celebrating 20 Years of Dedicated Service of Yong Teng Koon	16 July	Online
Briefing on MC&I SFM to the Stakeholders of Perak Forest Management Unit	11 August	Online
Briefing on Revised PEFC ST 2002:2020 Standard	22 September	Online
STIDC Training - Introduction to MC&I SFM	4 - 5 October	Online
MyKomoditi Week 1) Webinar: Ensuring Sustainability and Environmental, Social and Governance (ESG) Through Certification 2) Forum: Evolution of Sustainable Timber Certification in Malaysia 3) Introduction to Forest Management Certification and its Requirements 4) Introduction to Chain of Custody Certification and its Requirements	26 - 29 October	Online
Taklimat Awalan Pensijilan Pengurusan Hutan MTCS (Jabatan Audit Negara)	7 October	Online



Local Events Participated by MTCC in 2021

EVENT	DATE	VENUE
Mesyyarat Jawatankuasa Teknikal Kajian DAKN MPIC Bil 1/2021	12 January	Online
Mesyyarat Membincangkan Cadangan Pembangunan Portal Pusat Sehati (one stop centre portal) Bagi Permohonan Industri dan Permit Pengoperasian Industri Berasaskan Kayu	16 February	
REDD+ SIS Malaysia Discussion	18 February	Online
Mesyyarat Perbincangan Pelaksanaan Pensijilan Buluh Sebagai Hasil Hutan Bukan Kayu di Bawah Skim Pensijilan Kayu Malaysia (MTCS)	26 February	Online
Majlis Pelancaran Program Penempatan Jurutera dan Latihan Prasiswazah Dalam Industri Kayu-Kayan 2021	2 March	Putrajaya
Mesyyarat Jawatankuasa Koordinasi Eksport (JK-X) peringkat MPIC	3 March	Online
Sesi Taklimat dan Mesyyarat Mengenai Kajian Keperluan Pelesenan dan Permit Berkaitan Industri Perkayuan Malaysia	8 March	Online
Majlis Amanat Tahun 2021 "Setahun Malaysia Prihatin" oleh YB Menteri Perusahaan Perladangan dan Komoditi	9 March	Online
Mesyyarat Mengenai Cadangan Pelanjutan Tempoh Kuatkuasa International Tropical Timber Agreement (ITTA) 2006	16 March	Online
Majlis Anugerah Usahawan Baharu Bumiputera Sektor Perkayuan dan Menandatangani MOA bersama Industri	23 March	Online
Mesyyarat Penyelarasan Penganjuran Program Malaysia Prihatin Kementerian Perusahaan Perladangan dan Komoditi	1 April	Online
Mesyyarat Jawatankuasa Teknikal Laporan Draf Awal - Kajian Semula Pelan Induk Rangkaian Ekologi - Central Forest Spine (CFS)	5 April	Online
Sesi Perundingan Protokol Kerangka Kewangan REDD Plus (REDD Plus Finance Framework Protocol) Bersama Pemegang Taruh	8 April	Online
Jawatankuasa Pemandu Kajian Keperluan Pelesenan dan Permit Berkaitan Industri Perkayuan Malaysia	8 April	Online
4 th PSC Meeting on the Agreement between the State Government of Sabah and MPOC on the Forest Rehabilitation of Orang Utan Habitat at Lower Kawag, Ulu Segama Forest Reserve	9 April	Online
Program Malaysia Prihatin Peringkat Negeri Terengganu	11 April	Terengganu
Mesyyarat Jawatankuasa Pemandu bagi projek "The Impact of Malaysian Timber Certification Scheme (MTCS) on Forest Management, Industry and Trade"	13 April	Online

Local Events Participated by MTCC in 2021

EVENT	DATE	VENUE
Mesyuarat Jawatankuasa Kerja Expo Dubai 1/2021	15 April	Online
Mesyuarat Jawatankuasa Teknikal Kajian Dasar Agrikomoditi (DAKN 2021 – 2030) Kementerian Perusahaan Perladangan Dan Komoditi Bil 2 Tahun 2021	19 April	Online
Majlis Iftar YB Menteri Perusahaan Perladangan dan Komoditi	19 April	Putrajaya
Mesyuarat YB Menteri Perusahaan Perladangan dan Komoditi (KPPK) Dengan Exco-Exco Pertanian Bil. 1/2021	20 April	Putrajaya
Mesyuarat Persediaan (United Nation Forum of Forests) UNFF16 Bil.2/2021	20 April	Putrajaya
Mesyuarat Jawatankuasa Pemandu Kajian Dasar Agrikomoditi (DAKN 2021-2030) Kementerian Perusahaan Perladangan dan Komoditi Bil 2	23 April	Online
Majlis Kesyukuran dan Jamuan Berbuka Puasa Anjuran YB Datuk Willie Mongin, Timbalan Menteri Perusahaan Perladangan dan Komoditi	23 April	Online
The Timber Exporters Association of Malaysia (TEAM) 66 th Annual General Meeting	26 April	Online
Tapir Talks 9.0 – Clash of Champions: The State of Conservation in Malaysia	27 April	Online
Majlis Menandatangani Memorandum Persefahaman (MOU) Antara Lembaga Perindustrian Kayu Malaysia (MTIB) dan Majlis Perabot Malaysia (MFC)	28 April	Kuala Lumpur
Sesi Perundingan Keempat Projek REDD+ Readiness, Green Climate Fund: MY-SIS Database Finalisation	3 May	Putrajaya
MTC Roadshow 2021 And “Sesi Ramah Mesra, Dialog Serta Majlis Berbuka Puasa” with the Honourable Minister of Ministry Plantation Industries and Commodities	3 – 4 May	Kuala Lumpur
Majlis Perhimpunan Bulanan Tahun 2021 dan Program Penerapan Nilai-Nilai Murni di Kementerian Perusahaan Perladangan dan Komoditi	5 May	Putrajaya
HCV Malaysia Toolkit 5 th SC Meeting	25 May	Online
Webinar Program Penghijauan Malaysia: Kempen Penanaman 100 Juta Pokok Siri 1	25 May	Online
Mesyuarat Jawatankuasa Kecil Promosi dan Publisiti Ekspo 2020 Dubai	25 May	Online
Focus Group Discussion untuk Penetapan Matlamat dan Sasaran DKBK 2021 – 2030	27 May	Online
Mesyuarat Jawatankuasa Pemandu Kajian Keperluan Pelesenan dan Permit Berkaitan Industri Perkayuan Malaysia Bil. 2 Tahun 2021	27 May	Online

Local Events Participated by MTCC in 2021

EVENT	DATE	VENUE
Mesyuarat Jawatankuasa Teknikal Akaun Amanah Projek Pengurusan Hutan Secara Berkekalan Bilangan 1 Tahun 2021	1 June	Online
Perbincangan Mengenai Mesyuarat Ke-9 Forestry and Timber Technical Working Group di bawah Malaysia-Australia Agricultural Cooperation Working Group	17 June	Online
Perbincangan Mengenai Mesyuarat Ke-9 Forestry and Timber Technical Working Group di bawah Malaysia-Australia Agricultural Cooperation Working Group	22 June	Online
Metsa Board Sustainability Masterclass	22 June	Online
Mesyuarat Rangka Kerja Program Vaksinasi Barisan Hadapan Sektor Ekonomi	23 June	Online
Mesyuarat ke-9 Forestry and Timber Technical Working Group	25 June	Online
Mesyuarat Jawatankuasa Teknikal Wang Levi Bil.1/2021	13 July	Online
Mesyuarat Jawatankuasa Teknikal Akaun Amanah Projek Pengurusan Hutan Secara Berkekalan Bilangan 2 Tahun 2021	27 July	Online
Mesyuarat Jawatankuasa Kerja Ekspo 2020 Dubai Peringkat MPIC Bil. 1/2021	29 July	Online
Ekspo Dubai – Mesyuarat Bersama Agensi Peneraju Mengenai Pengisian Minggu 17 dan 19	4 August	Online
Mesyuarat Jawatankuasa Pemandu Projek TPIKM: “Capacity Building for Compliance with Requirement for Certification under MTCS” Bil. 1 Tahun 2021	18 August	Online
Mesyuarat Jawatankuasa Pengurusan Laman Web dan Media Sosial Kementerian Perusahaan Perladangan dan Komoditi (KPPK)	27 August	Online
Webinar Pengurusan Hutan: Tak Lapuk Dek Hujan, Tak Lekang Dek Panas	7 September	Online
Sembang Santai B.E.A.CC.H: Collaborative Forest Management	16 September	Online
MTC Webinar: Defining Your Brand Positioning Confirmation	9 September	Online
Perasmian World Bamboo Day Malaysia	20 September	Online
MTC Webinar: Craft Your Brand Values & Purpose	23 September	Online
Mesyuarat Jawatankuasa Teknikal Wang Levi BIL.2/2021	27 Setember	Online
Mesyuarat Jawatankuasa Anti Rasuah (JAR) MPIC 2021	1 October	Online
Mesyuarat Jawatankuasa Induk Pengurusan Laman Web dan Media Sosial Kementerian Perusahaan Perladangan dan Komoditi	1 October	Online

MTCC Participated in the Following Local Events in 2021

EVENT	DATE	VENUE
MTC Webinar: Connect with Customers Through Neuroscience	6 October	Online
Sesi Webinar MPIC Fab, Fit & Fun Sempena Penganjuran Hari Sukan Negara Peringkat MPIC Tahun 2021	8 October	Online
Bengkel Pemantapan Arkitektur dan Penstrukturan Kandungan Laman Web	21 - 22 October	Putrajaya
Sesi Perundingan Kedua Protokol Kerangka Kewangan REDD Plus (REDD Plus Finance Framework Protocol) Bersama Pemegang Taruh	21 October	Kuala Lumpur
Sesi Bengkel Maklumbalas Pembangunan Garis Panduan Industri Hijau di Malaysia	25 October	Putrajaya
Workshop on Development Green industry Guidelines (Agriculture and Plantation Sector)	27 October	Putrajaya
IGEM Virtua I- Panel discussion on Sustainable and Circular Packaging by Embassy of Netherlands	28 October	Online
HCV MYNI 6 th SC Meeting	8 November	Online
Mesyuarat Entrance Conference Pengauditan Terhadap Pengurusan Hutan dan Impak Kepada Alam Sekitar oleh Jabatan Audit Negara	8 November	Online
Virtual Heart of Borneo Conference	9 November	Online
Pembentangan mengenai Hasil Kajian Keperluan Pelesenan dan Permit bagi Industri PerKayuan Malaysia oleh Majlis Kayu-Kayan Malaysia (MTC)	17 November	Putrajaya
Mesyuarat Jawatankuasa Teknikal Akaun Amanah Projek Pengurusan Hutan Secara Berkekalan (A-PHSB) Bilangan 3 Tahun 2021	23 November	Kuala Lumpur
Mesyuarat Persijilan Ladang Buluh	23 November	Online
Sesi ke-57 International Tropical Timber Council (ITTC-57) and Associated Sessions of the Committees	29 November - 3 December	Putrajaya
Program 100 Hari Aspirasi Keluarga Malaysia	9 December	Kuala Lumpur
MWMJC 40 th Anniversary Celebration and Book Launch, Moulding the Future.	10 December	Kuala Lumpur

International Events Participated by MTCC in 2021

EVENT	DATE	VENUE
PEFC Rubber Cluster Meeting	3 February	Online
PEFC Asia Pacific	18 February	Online
19 th APEFC EGILAT	19 - 20 February	Online
EUROTALKS: Ambassador's Briefing: Latest Updates on EU-Malaysia Relations	4 March	Online
Live Session: Forests Sustainability Reports Hallbars Research Institute	21 March	Online
Building Holland 2021: Roundtable Discussion	1 April	Online
Chain of Custody (CoC) and Trademark WG Meeting	14 April	Online
Sustainable Processes for Wood and Wood-Based Products ISO/TC 287	19 April	Online
16 th Session of the United Nation Forum on Forests	26 - 30 April	Online
2 nd Meeting: TCLP - MTC Study on License and Permit Requirements in the Timber Industry in Malaysia	19 May	Online
PEFC CoC Pool of Experts Training Updates	19 May	Online
Rubber Thematic Taskforce	20 May	Online
2 nd PEFC Asia Pacific Meeting	3 June	Online
Sustainability in Packaging Asia	7 June	Online
ASEAN-UK COP26: Framing the Future for Nature and Climate	8 June	Online
New PEFC Database - NGBs Training	9 June	Online
Webinar - Secure Your Supply Chains and Empower Your Clients with Timber Chain	30 June	Online
PEFC Supporting Sustainable Rubber: Official Campaign Launch	7 July	Online
Mesyuarat Ke-20 APEC Experts Group on Illegal Logging and Associated Trade (EGILAT20)	13 - 14 August	Online
PEFC/JAS-ANZ Course Orientation	17 August	Online
Webinar: Importance of Quality Infrastructure, an NGB's Experience	17 August	Online
ISO/IEC 17021-1 Management System Certification course	23 August	Online
Webinar: Implementation of Forestry Management and Chain of Custody Schemes/Certification Standards, an AB's Perspective	25 August	Online
ISO/IEC 17021-1 Management System Certification Course Session 2	30 August	Online

International Events Participated by MTCC in 2021

EVENT	DATE	VENUE
PEFC Webinar - Sustainable Intensification	1 September	Online
Attributes of An Effective Accreditation Body Assessor	2 September	Online
Rubber Thematic Taskforce Meeting	3 September	Online
ISO/IEC 17021-1 Management System Certification Course Session 3	6 September	Online
The 24 th ASEAN Working Group on Forest Products Development	7 September	Online
The 24 th ASEAN Senior Officials on Forestry	8 September	Online
ISO/IEC 17021-1 Session 3 Webinar	9 September	Online
Webinar on Standards for Rubber and Rubber Products: Charting the Future of Rubber Industry through Standards and Regulations	14 September	Online
The PEFC Gender and Social Inclusion (GESI) Member Consultation Charter	14 September	Online
Official Launch Webinar - PEFC Sustainable Wood Furniture Awareness Campaign	15 September	Online
ISO/IEC 17065 Session 1 Webinar	21 September	Online
Get PEFC Certified - Learn from First Movers in the Rubber Sector	22 September	Online
ISO/IEC 17065 Session 2 Webinar	28 September	
Webinar on Innovation in Forestry: Application of Technology, Methodology and Approach for FM and Conservation	28 September	Online
APEC EGILAT 4 th in superscript and Final Workshop on Advancing the Trade and Distribution of Legally Harvested Forest Products	29 September	Online
Launching the New Handy Toolkit for NGB	6 October	Online
MCA update: Advocacy and Textile Taskforces	13 October	Online
Chain of Custody and Trademark Working Group	14 - 15 October	Online
MCA Update: Communications, Construction and Furniture	20 October	Online
PEFC Webinar: Collaboration for Forest Positive Actions	4 November	Online
PEFC Forest Certification Week	12 - 19 November	Online
26 th General Assembly of the PEFC Council	17 November	Online
Expert Group Meeting on the Preparations for the Midterm Review of the IAF	17 November	Online

International Events Participated by MTCC in 2021

EVENT	DATE	VENUE
Promoting Consumer Engagement with Forest Sustainability	18 November	Online
Webinar Sustainable Rubber: How PEFC Connects New Supply with Growing Demand	24 November	Online
Fourdozen x PEFC Packaging Presentation	25 November	Online
PEFC Webinar: Data Protection and Scheme Administration	8 December	Online
International Conference on Forest Resource Management: Integrating Knowledge for Improvement	10 December	Online
PEFC Packaging Thematic Taskforce	21 December	Online





FINANCIAL STATEMENT

FINANCIAL STATEMENT

Statement of Financial Position as of 31 December 2021

	2021 RM	2020 RM
ASSETS		
Non-Current asset		
Property, Plant and equipment	2,084,036	2,159,943
Current assets		
Trade and other receivables	65,122	117,239
Other Investment	93,381,027	95,722,676
Tax recoverable	60,000	-
Cash and bank balances	1,215,414	1,294,945
Total Current Asset	94,721,563	97,134,860
TOTAL ASSETS	96,805,599	99,294,803
Endowment fund	84,000,000	84,000,000
Accumulated fund	10,658,709	12,039,571
Total Fund	94,658,709	96,039,571
Current Liabilities		
Sundry payables and accruals	479,198	397,108
Retirement benefit obligations	-	372,708
Deferred Account	1,000,000	1,000,000
Total Liabilities	1,479,198	1,769,816
Non-current liability		
Retirement benefit obligations	667,992	485,416
Deferred Income	-	1000000
Total Liabilities	667,992	1,485,416
TOTAL FUND AND LIABILITIES	96,805,899	99,294,803

Statement of Profit or Loss and Other Comprehensive Income for the Year ended 31 December 2021

	2021 RM	2020 RM
Revenue	230,970	531,679
Direct Cost	-762,385	-1,119,347
Gross Loss	-531,415	-587,668
Other operating Income	3,892,550	8,083,096
Other operating expenses	-1,740,387	
Administrative Expenses	-2,935,505	-3,139,113
(Deficit)/Surplus before taxation	-1,314,757	4,356,315
Taxation	-	-34,264
(Deficit)/Surplus after taxation	-1,314,757	4,322,051
Item that will not be reclassified subsequently to be profit or loss, net of tax :-		
Remeasurement of defined benefit obligations	-66,105	-
Total comprehensive (loss)/income for the year	-1,380,862	4,322,051





**MALAYSIAN TIMBER
CERTIFICATION COUNCIL**

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