RESOURCES AND SUPPLY OF SUSTAINABLE WOOD IN ASIA

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MALAYSIAN TIMBER COUNCIL
World: Total Trade of Timber and Timber Products
Logs, Sawntimber, Panel Products, Mouldings, BCJ, Furniture

Source: UN Comtrade
Image Source: Demak.com.au
Forest Types in Malaysia:
- Permanent Reserve Forest (PRF) / Permanent Forest Estate (PFE)
- State Land Forest
- Protected Forest / Totally Protected Forest (TPA)
- Plantation Forest
FORESTRY IN MALAYSIA

- Sustainable Forest Management (SFM)
  - Primary Forest (limited logging for sustainability)
  - Secondary Forest (controlled logging)
  - Pre & Post Felling Inventory
- Government financial assistance for forest plantation
  - 9 fast-growing species
FORESTRY AND TIMBER INDUSTRY

- Responsible agency and councils:
  - Regulatory & Enforcement:
    - Federal and State Forestry Departments
    - Malaysian Timber Industry Board (MTIB)
    - Forest Research Institute Malaysia (FRIM)
    - Malaysian Timber Certification Council (MTCC)
    - Malaysian Timber Council (MTC)
MALAYSIAN TIMBERS

• 2,500+ commercial tree species identified by leaves, bark and pores
• Heavy hardwood, medium hardwood and light hardwood
• 5 grades in Malaysian Grading Rules (MGR)
• Export to 165+ countries
  – Sawntimber, furniture, mouldings and panel products
MALAYSIA: TOTAL EXPORT OF TIMBER PRODUCT TO 165+ COUNTRIES

MALAYSIA TOTAL EXPORT IN 2018
USD5.5 BILLION

Source: Global Trade Atlas

Japan: 978,9 million USD
United States: 930,0 million USD
India: 338,8 million USD
Korea, South: 306,5 million USD
Australia: 273,3 million USD
China: 272,7 million USD
Others: 2,403,1 million USD

Image Source: PLH Timber
Importation – good infrastructure and facilities

- Veneers (from China, Canada, US) for value-add for doors, furniture
- Sawntimber (Sapele) for lam-scant to EU market
- Strict restriction in place from Department of Agriculture (DOA) Malaysia
SUPPLY OF SUSTAINABLE AND LEGAL WOOD

• Certification (sustainable and legal)
  – Malaysian Timber Certification Scheme (MTCS)
  – Programme for the Endorsement of Forest Certification (PEFC)
  – Peninsular Malaysia Timber Legality Assurance System (MYTLAS)
  – Statement of Legality (to non-EU destinations) – by MTIB
  – Sarawak Timber Legality Verification System (STLVS)
  – Sabah Timber Legality Assurance System (Sabah TLAS)
SUPPLY OF SUSTAINABLE AND LEGAL WOOD (cont’d)

• Cost for maintaining sustainability certification:
  – Chain of Custody (CoC), Removal Pass and Audit Fees
• Our legality and sustainability certification systems are accepted in:
  – European Union Timber Regulation (EUTR)
  – US Lacey Act
  – Australian Illegal Logging Prohibition Act (ILPA)
  – etc.
• More countries are sourcing for certified timber from Malaysia
"There is no shortage in the supply of timber!"
THANK YOU