

INTERNATIONAL AUDIT, RISK ASSESSMENT & ASSURANCE SERVICES

RAPID TURNAROUND, RELIABLE RESULTS*

Timber legality and deforestation legislation around the world requires you to gather information about the sources of timber or agricultural commodity in a product and to conduct due diligence in different ways. Modern Slavery legislation requires you remove the risk of this occurring in your supply chains.

How do you know that what your suppliers are telling you is true when production is passed through countries or actors which have an intrinsic risk of misrepresentation, or production/supply chain changes? When severe penalties apply including reputational risk, what can you do to mitigate risk?

At the end of the day, can your supplier's assurances be confirmed on the ground when a surprise audit takes place?



No language barriers, thorough understanding

With trusted team members located throughout Asia, the product manufacturing centre of the world, our people have been trained on the detailed legal requirements of legislation and how to audit. They also really know timber and agricultural commodities - where they are grown and the risk associated with different species or inputs.



Overseen by a Law Firm - Bribery and Corruption Free

Eco Auditors is a subsidiary of Hikari Solutions, a Registered Legal Practice in Australia. All reports come with the assurance that processes comply with the law that applies to your products.



Supply chain experts

With a presence across key manufacturing centers in Asia, we can quickly respond to any reported issues in your supply chains. Drawing on their extensive experience in forestry and agriculture compliance audits, our team can conduct site visits, verify concerns, mitigate issues, conduct training or collect samples.



Modern technology integration

Geographic data technology and forensic techniques can be implemented to monitor raw material harvest sites and supply chains, to assess deforestation/forest degradation risk, and risks to supply chain integrity.

INFORMATION GATHERING & RISK ASSESSMENTS



Define your compliance scope

Assessment of which pieces of legislation apply to which of your products? What are your obligations? What do you want to do to reduce risk?

01



Ensure appropriate governance practices are in place

Based on your company or operation structure, we co-define a management procedure for information collection, risk assessment and mitigation tasks.

02



Train your procurement and compliance teams

Use our training videos or have us train your people in preparation for implementation. Ensure that your staff and your suppliers understand the purpose of the compliance work and their responsibilities.

03



Set up a Compliance System choosing the elements you need

Laws and regulations can impose different requirements. Select the information/management items relevant to your business in the DDS system.

04



Supply Chain mapping and risk profiling

Follow the product back to the source of the raw materials and map the supply chain to your product. Then, assess the risk using country and species information, and flag anything that poses an unacceptable risk.

05

FIELD VISITS AND GROUND TRUTHING



Risk profiling and system integrity across multiple dimensions

For high-risk items and complex supply chains, verify documents or other remotely collected data through on-site visits, GPS based analysis and forensic tests.

01



Sample from claimed source and supply chain

Collect samples, compare species and isotope features with supply chain partners' claims to ensure system integrity.

02



Modern Slavery Inspections

Integrate other schemes or regulations such as Modern Slavery Act into the compliance verification program to perform a risk assessment and risk mitigation.

03



GPS Information based Inspections

Verify the source of forestry or agriculture products. Use remote sensing data to monitor such sources and forest conditions

04



Forensic techniques & Supply Chain Integrity

Strengthen your DDS system with fiber testing and other integrity techniques, for large and complex supply chains

05

RISK MITIGATION & LONG-TERM MONITORING



Supply chain records archiving

Trace goods back to the source, with invoices or other legal documents supporting each transaction, and data from other dimensions such as species identification, isotope testing and remote sensing to evidence the supply chain map.

01



Procurement contract amendment

Involve DDS requirements and liability clauses in your procurement contract. Ensure that your supplier understands and agrees to those clauses before making procurement decisions.

02



Production site monitoring

Apply geographic information technology to monitor land status by the end of 2020, land use change before and after harvest events, to ensure supply chain partner stay in compliance within 5 years of administration time window.

03



Cross supply chain cooperation

Ensure appropriate trainings are delivered among your supply chain partners and cover potential suppliers as well. Consider DDS practices as a quality thing and to promote them among the industry.

04

DDS ELEMENTS UNIQUE TO EUDR



DDS statement for everyone

EUDR request DDS statements for regulated commodities, no matter they are 3rd party certified or not.

01



GPS Information based Inspections

GPS coordinates are required and EU administrations very likely use remote sensing data sets to verify if deforestation or forest degradation happened.

02



Compliance scope covers agriculture products

Products based on cattle, cocoa, coffee, oil palm, rubber, soya and wood are included in the annex 1 of EUDR text that all listed commodities are regulated.

03



DDS ELEMENTS UNIQUE TO ILPA



FSC and PEFC certified goods

Timber and paper products certified under FSC and PEFC are exempted from the regulation. Uncertified products should be traced back to the source and be accompanied by DDS statement.

01



Modern Slavery Inspections

Integrate other schemes or regulations such as Modern Slavery Act into the compliance verification program to perform a risk assessment and risk mitigation.

02



Fibre Testing & Supply Chain Integrity

Australian government will conduct timber forensic test to verify claims so it is highly advised that companies do the same.

03

THE DDS SYSTEM

Purchase a customisable Due Diligence System



A complete due diligence system for ILPA or EUDR includes:

- Due diligence system Manual which is instantly customisable by you, and is your guide to getting it right
- Training videos:
 - Video 1: ILPA/EUDR Rules explained - essential information for your business. Explains simply what the law is, what is required and why
 - Video 2 : Implementing the Hikari Due Diligence System in your Business. This workshop which teaches you how to implement and tailor the procedures in your Business and conduct effective due diligence.
 - Video 3: Informed suppliers - training your suppliers to provide you with the right information the first time. Send a link to your suppliers so that you get the right information the first time completed in your questionnaire. Versions included are:
 - Bi-lingual Mandarin Chinese
 - Bi-lingual Vietnamese
 - Bi-lingual Indonesian
- Supplier questionnaires
 - English only
 - Bi-lingual Mandarin Chinese
 - Bi-lingual Vietnamese
 - Bi-lingual Indonesian
- Risk Assessment worksheets
 - Risk Assessment of Certified Product Pathway
 - Risk Assessment of un-Certified Product Pathway
- Risk Mitigation worksheet
- A process for repeated imports of the same product, saving you valuable time and money
- Record keeping tool

This system will be set up in your own secure Sharepoint environment to facilitate sharing and version control of large files and for you to seek guidance if needed.



GROUND TRUTHING AND MULTIPLE-DIMENSION DATA

Purchase a customisable System Integrity Service



Our Supply Chain Integrity Services
(for ILPA, EUDR, and other certification schemes)

We offer a suite of integrity assurance services designed to detect and prevent fraud across supply chains. These services can be delivered individually or in combination to provide varying levels of verification and confidence:

1. Species Identification (Timber Products Only)

We conduct wood fiber morphological analysis to verify the declared timber species in your products. Samples are collected directly from your products and analyzed to confirm species accuracy.

2. Origin Verification via Stable Isotope Analysis

We use stable isotope testing to assess whether the geographic origin of raw materials matches the claims in your Due Diligence Statement (DDS). Samples are collected across your supply chain for lab-based origin verification.

3. Geographic Data Collection and Analysis

We collect geo-location data from harvesting sites, along with historical vegetation index data (e.g., NDVI, EVI) from those areas and their surroundings. This helps assess risks of deforestation, forest degradation, and potential inconsistencies in harvest-related documentation.

A long-term (e.g., 5-year) satellite monitoring program can also be implemented to ensure continued compliance.

4. Supply Chain Partner Site Visits

We conduct on-site inspections of processing facilities and warehouses to verify declared production capacity, trade volumes, physical locations, and contact information.

These services are designed to strengthen your due diligence system by identifying inconsistencies, uncovering integrity risks, and providing objective verification across critical points in your supply chain.



MORDEN SLAVERY INSPECTION

Purchase a Morden Slavery Inspection service



We support your compliance with modern slavery legislation such as the UK Modern Slavery Act, the Australian Modern Slavery Act, and emerging regulations globally. Our services integrate social compliance checks directly into your Due Diligence System (DDS), ensuring a comprehensive approach to risk management.

These services can be delivered as part of your EUDR or ILPA compliance framework, or as a standalone module to strengthen your overall supply chain governance.

1. DDS Integration of Modern Slavery Requirements

We embed modern slavery obligations into your existing DDS framework, including:

- Identification of high-risk countries, industries, and actors
- Risk assessment templates and documentation protocols
- Supplier self-assessment tools and declaration forms
- Guidance on remediation and escalation pathways

2. Supply Chain Partner Site Visits

We conduct on-site assessments of suppliers—including manufacturing facilities, forestry operations, farms, and storage locations—to evaluate:

- Recruitment practices and use of third-party labor
- Wage payments, working hours, and employment documentation
- Worker accommodation and welfare
- Grievance mechanisms and access to remedy
- Vulnerabilities linked to subcontracting or informal labor

Visits are conducted by trained staff with regional expertise and cultural awareness. Where appropriate, we conduct interviews with workers to assess risk factors discreetly and respectfully.

3. Reporting and Corrective Action Support

Following the site visit, we provide a report highlighting:

- Compliance gaps and potential red flags
- Priority areas for remediation
- Practical corrective action recommendations

Follow-up visits can be arranged to verify implementation of corrective actions.

4. Training and Capacity Building

We offer training to your internal teams and suppliers on:

- Identifying modern slavery indicators
- Legal obligations and reputational risks
- How to embed modern slavery prevention into procurement practices

Training is available in Mandarin Chinese, Vietnamese, Indonesian, and English.



Get Bespoke Help



You may decide you want more help:

- Internal training of your people conducted by us and contextualised to your business?
- Tracing of your supply chain?
- Assistance with getting more information or accurate information from your suppliers?
- Implementing processes in your business?
- Responding to a compliance report or assessment?
- Troubleshooting or interpreting information that has been provided by suppliers?

We have a consultant based in Beijing, China fluent in Mandarin Chinese who can trace your supply chains, and staff fluent in Japanese.



\$390 ph

Annual Maintenance Plan - Updates



The first 12 months from the date of purchase of the Hikari ILPA System includes the annual maintenance fee and provision of updates.

After this date, we will invoice you in the expectation that you will want to remain up to date. You can **opt out** by advising us.

We will advise you on any changes to requirements and provide you with:

- Training as needed reflecting changes
- Updates to your Hikari Due Diligence System for you to implement
- Advice notes and compliance bulletins
- Information as to changes that occur
- Invitations to larger training sessions at discounted rates

*Subject to annual increases as will be advised via invoice and in accordance with our Annual Maintenance Fee Terms.

\$800* p/a