



(HKSAR Regulated Agent Regime)
ANNUAL AUDIT REPORT
in Documentation Handling
FOR THE YEAR 2013 (FOLLOW UP)

CHARLES KENDALL FREIGHT (HONG KONG) LTD.
(RA10675)

(CONFIDENTIAL)

Audit report prepared by
Alliance Knowledge Management Limited



HKSAR Regulated Agent Regime

Annual Audit Report

Published by Alliance Knowledge Management Limited

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Confidentiality

A regulated agent shall ensure that any security sensitive information about its security procedures or operations of the regulated agent is protected against unauthorized disclosure and such information is disseminated on a “need-to-know” basis only.

CHARLES KENDALL FREIGHT (HONG KONG) LTD. (RA10675)

Report of Regulated Agent

Type of Regulated Agent

Documentation handling with physical handling (Warehouse and Transportation)

Office Address: Rm 1201-2 12th Floor 8 Jordan Road, Yaumati, Kowloon, Hong Kong

Contracted Warehouse Address: WAI SING LOGISTICS

ROOM A-C, 8/F North Side, Kwai Shun Ind Centre, 51-63 Container Port Road, Kwai Chung, N.T.

Contracted Transportation

Name of Contractor : WAI SING LOGISTICS

Room A-C, 8/F North Side, Kwai Shun Ind Centre, 51-63 Container Port Road, Kwai Chung, N.T.

Duties:

Person in charge for	Name	Position
RAR	Chen Pei-Yin	Branch Manager
Cargo Security	Chen Pei-Yin	Branch Manager
Maintaining Training Record	Chen Pei-Yin	Branch Manager
Internal Trainer	Chen Pei-Yin	Branch Manager
KC / AC management	Chen Pei-Yin	Branch Manager
QCP Management	Chen Pei-Yin	Branch Manager
Security Control	Chen Pei-Yin	Branch Manager

Auditors

We have appointed Alliance Knowledge Management Limited for RAR system audit.

On behalf of CHARLES KENDALL FREIGHT (HONG KONG) LTD. (RA10675)

Full Name: Chen Pei Yiu

Title: Branch Manager

Date: 15 October, 2014

Annual Audit Report in Documentation Handling in Accordance with HKSAR Regulated Agent Regime For the Year 2013 (Follow Up)

Independent Auditor's Report to CAD of CHARLES KENDALL FREIGHT (HONG KONG) LTD. (RA10675)

We have performed an audit on 15 October, 2014 for CHARLES KENDALL FREIGHT (HONG KONG) LTD. (RA10675) in compliance to the security requirements of RAR.

Regulated Agent's responsibility

Nominated person for Cargo Security is responsible for the preparation of this audit report in accordance with Regulated Agent Security Program and Handling Procedures for Regulated Agent Regime (Eighth Amendment). This responsibility includes Apply security controls acceptable to CAD on cargo for carriage by air received from unknown consignor. Safeguard the consignment of cargo against unlawful interference after its reception until the consignment is accepted by another RA or an aircraft operator. Implement the requirements in a Regulated Agent Security Programme (RASP) which is applicable to cargo carried onboard both the passenger and all-cargo aircraft.

Shall conduct regular self-assessment with reference to this Regulated Agent Security Programme (RASP) and the Handling Procedures for RAR, at least once every two years, in order to identify any internal deficiencies or security procedures that are not being properly implemented or that may require enhancement. The results of this self-assessment shall be maintained for 3 years and be available for the announced and unannounced inspections by CAD. Subject to announced and unannounced inspection by CAD for the purpose of monitoring the compliance with the relevant security requirements stipulated in the RASP, the Handling Procedures for RAR and any other directions given from time to time by CAD.

Auditor's responsibility

Our responsibility is to express an opinion on these audit report based on our audit. This report is made solely to you, as a body, in accordance with Regulated Agent Security Program and Handling Procedures for Regulated Agent Regime (Eighth Amendment), and for no other purposes. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Audit Scopes: Desktop document audit on Air Export and RAR document.

Compliance on RAR Security Requirements		
	Previous Result	Current Result
Total Score	54.4	59.4
Possible Score	58	60
Percentage	93.79%	99.00%
Mandatory Items (M)	Met Mandatory Items (M)	Met Mandatory Items (M)
Overall Standard	PASSED: Meet Overall Requirements	PASSED: Meet Overall Requirements

Auditor opinions:

We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. In our opinion CHARLES KENDALL FREIGHT (HONG KONG) LTD. (RA10675), the sample documents demonstrate they are complying with Regulated Agent Security Program and Handling Procedures for Regulated Agent Regime (Eighth Amendment).

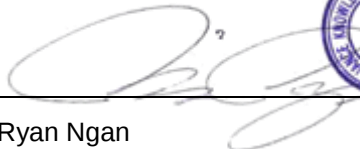
1. We found that some of the KCDoC with the names of the signature of the cargo security personnel of KC may not in ID/Passport format, please contact your consignors accordingly.

Please continue to make sure that your staff engaged in RA operations are familiarized with and follow the Handling Procedures for the Regulated Agent Regime (RAR) and Notice to Regulated Agents Issues for maintenance of your RA registration.

Note:

- 1) Passing criteria: The audit score of 60% or more is achieved and all mandatory items are scored at least 1.

For and On behalf of Alliance Knowledge Management Limited




Ryan Ngan

Auditor

15 October, 2014

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