

Report Number: QIP-ASI181203**Audit Date :** 03 Apr., 2018

This report is issued by Focus Technology Co., Ltd. (Made-in-China.com) and the supervising inspectorate (SGS-CSTC Standards Technical Services Co., Ltd.) to confirm that:

Company Name : Foshan Huiyu Furniture Co., Ltd.
佛山市汇誉家具有限公司

Showroom : <http://huiyuchair.en.made-in-china.com>

Address : No. 18, Qiaogao Road East, Haizhou Development Zone, Xiqiao Town, Nanhai District, Foshan City, Guangdong Province, China

Product : Mesh Chair, Office Chair, Training Chair

has been on site audited for the Following Scope of Activity

1. General Information
2. Foreign Trade Capacity
3. Production Capacity & Quality Control
---the audit content of this part relates only to its associated enterprise
4. Working Environment
5. Energy Saving and Emission Reduction
6. Industry Information
7. Photos

**General Comments:**

Foshan Huiyu Furniture Co., Ltd. is a manufacturer company with 285 employees, it was established in 2014, located in No. 18, Qiaogao Road East, Haizhou Development Zone, Xiqiao Town, Nanhai District, Foshan City, Guangdong Province, China.

Sign for and on behalf of
SGS-CSTC Standards Technical Services Co., Ltd.



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SUPPLIER ASSESSMENT REPORT

Audited Company	Foshan Huiyu Furniture Co., Ltd.		
Audited Site:	No. 18, Qiaogao Road East, Haizhou Development Zone, Xiqiao Town, Nanhai District, Foshan City, Guangdong Province, China.		
Consigner of Assessment	Made-in-China.com		
Audit Type	<input checked="" type="checkbox"/> Initial Audit <input type="checkbox"/> Re-audit		
Audit Date	03 Apr., 2018	Verify Report	www.sgs.com/ecv
Auditor	Bin Yang	Reviewed by	Simon Wang

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SGS-CSI Standards Technical Services Co., Ltd.
Consumer and Retail

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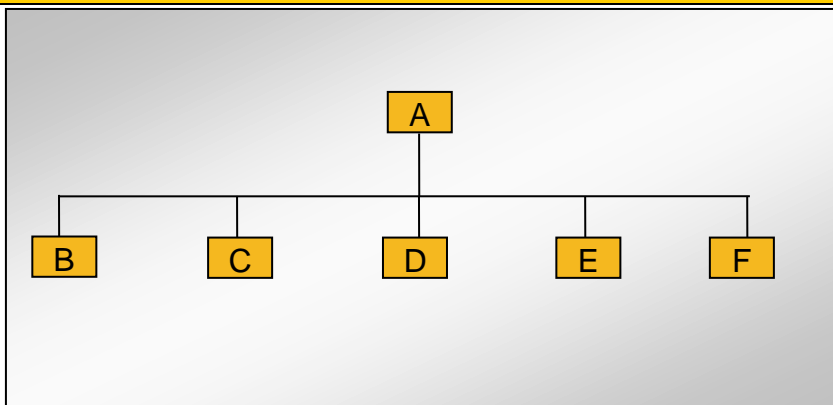
Part A: General Information

Section 1: Company Overview

1.1 Legal Validity			
Does the company have a valid business license?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Others	Registration Number	91440606304084709X
Year of established	20 May., 2014	Valid Date	Long Valid
Registered address	No. 1, 1st Floor, No.12 Chaochai Road, Xiqing Village Committee, Longjiang Town, Shunde District, Foshan City, Guangdong Province, China		
Actual address	No. 18, Qiaogao Road East, Haizhou Development Zone, Xiqiao Town, Nanhai District, Foshan City, Guangdong Province, China.		
Does the company in abnormal operation status list of industrial and commercial bureau?	No		
Registered capital	RMB 500,000		
Name of legal representative	Mr. Jianwen Song		
Business scope	Manufacturing, sales: furniture, hardware plastic and accessories.		
1.2 Basic Information			
Contact person	Ms. Maggie Xian		
Phone number	0086-13631887372	Fax number	Nil
URL/Web address	http://huiyuchair.en.made-in-china.com		
Company type	<input checked="" type="checkbox"/> Manufacturer <input type="checkbox"/> Trading Company <input type="checkbox"/> Combined <input type="checkbox"/> Group Corporation		
Type of ownership	<input checked="" type="checkbox"/> Limited Company <input type="checkbox"/> Public Company <input type="checkbox"/> Foreign joint venture <input type="checkbox"/> State-Owned <input type="checkbox"/> Private Owner <input type="checkbox"/> Wholly foreign-owned enterprises		
Associated company	<input checked="" type="checkbox"/> Audited company : Foshan Huiyu Furniture Co., Ltd. <input checked="" type="checkbox"/> Associated company: Foshan UZUO Furniture Co., Ltd <input checked="" type="checkbox"/> The relationship of two companies: <input checked="" type="checkbox"/> The two companies have the same shareholders <input checked="" type="checkbox"/> Shareholders have 100% shares in audited company and 50.5% shares in associated company		
Products manufactured / sold scope	Mesh Chair, Office Chair, Training Chair		
1.3 Company Building Information			
According to: <input type="checkbox"/> Land certificate <input type="checkbox"/> Real estate certificate <input checked="" type="checkbox"/> Lease agreement <input checked="" type="checkbox"/> Observation Estimated on site			
The company area 13333 square meters The land occupies Confidential square meters. The offices occupy 500 square meters. The workshops occupy 8000 square meters.			

Section 2: Human Resources

2.1 Company Chart



2.2 Explanation of Code and Employee Details

Code	Department	Number of employees
A	GM	1
B	Admin. Dept.	2
C	Fin. Dept.	4
D	Sales Dept.	18
E	Warehouse Dept.	60
F	Production Dept.	200
Number in total:		285

2.3 Key Staff

Title	Full name	Education	Working experience for this trade / total experience
GM	Mr. Jianwen Song	Bachelor	15/15 years

Remark: Above information of key staff was based on interview with company representative.

Part B: Foreign Trade Capacity

Section 1: Export Overall Situation

1.1 Export Overall Situation	
Does the company have a valid Import and Export license?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
The import and export enterprise code.	Nil
The number of foreign trading staff with relevant trading experience.	<input type="checkbox"/> within 1 year staff <input checked="" type="checkbox"/> 1-5 years 3 staffs <input type="checkbox"/> 6-10 years staff <input type="checkbox"/> over 10 years staff Total 3 staffs
The language freely used by foreign trade staff	<input checked="" type="checkbox"/> English <input type="checkbox"/> others:
Annual revenue of previous year	Confidential
Annual export revenue of previous year	Confidential
Estimated export revenue for this year.	Confidential
Overseas agent / branch	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Nearest port	Guangzhou Port, Shenzhen Port
Acceptable quotation terms	<input checked="" type="checkbox"/> FOB <input type="checkbox"/> CIF <input type="checkbox"/> CFR Other: EXW
Acceptable payment terms	<input checked="" type="checkbox"/> LC <input checked="" type="checkbox"/> T/T <input checked="" type="checkbox"/> D/P <input type="checkbox"/> PayPal <input type="checkbox"/> Western Union <input type="checkbox"/> Small-amount payment
Average lead time (Peak Season)	<input checked="" type="checkbox"/> within 15 workday <input type="checkbox"/> one month <input type="checkbox"/> 2-3 months <input type="checkbox"/> 4-6 months <input type="checkbox"/> 6-12 months <input type="checkbox"/> more time
Average lead time (Off Season)	<input checked="" type="checkbox"/> within 15 workday <input type="checkbox"/> one month <input type="checkbox"/> 2-3 months <input type="checkbox"/> 4-6 months <input type="checkbox"/> 6-12 months <input type="checkbox"/> more time

Section 2: Export Business Capacity

2.1 Market Distribution (please list top three areas)		
Market	Main Product	Main client
<input type="checkbox"/> North America		
<input type="checkbox"/> South America		
<input type="checkbox"/> Europe		
<input type="checkbox"/> Southeast Asia/ Mideast		
<input type="checkbox"/> Africa		
<input type="checkbox"/> East Asia (Japan/ South Korea)		
<input type="checkbox"/> Australia		
<input checked="" type="checkbox"/> Domestic	Mesh Chair, Office Chair, Training Chair	Confidential
<input type="checkbox"/> Others		

Section 3: Supplier Management

3.1 Supplier Management		
Item	Content	Observations /Comments
1	Does the company establish and implement an effective suppliers' assessment procedure?	<input checked="" type="checkbox"/> Have the written procedures and followed records <input type="checkbox"/> Have the written procedures but no records <input type="checkbox"/> Have relevant records without written procedure <input type="checkbox"/> No written procedures or followed records <input type="checkbox"/> Other
2	Does the company have an updated list of approved suppliers?	<input type="checkbox"/> The approved suppliers list was updated in _____ <input type="checkbox"/> Have the written suppliers without approved signature or date. <input checked="" type="checkbox"/> Provided some suppliers names <input type="checkbox"/> No approved suppliers list <input type="checkbox"/> Other

Section 4: After-sales Service Capacity

4.1 After-sales Service Capacity		
Item	Content	Observations /Comments
1	Is there a procedure to conduct random product inspection after final packaging in place?	<input checked="" type="checkbox"/> Have clear standards and written inspection records <input type="checkbox"/> No written standards but had inspection reports <input type="checkbox"/> Have the procedures but no inspection records <input type="checkbox"/> It's not necessary to carry out the inspection <input type="checkbox"/> Other
2	Is there a clear procedure for handling customer complaints?	<input checked="" type="checkbox"/> Has the clear procedure and followed records <input type="checkbox"/> Has the procedure but no written records. <input type="checkbox"/> No written procedures or records. <input type="checkbox"/> Other
3	Can the finished/packaged product be traced by lot identification to the appropriate raw materials test reports?	<input type="checkbox"/> Have the procedures to trace the raw materials. <input type="checkbox"/> Can trace main materials <input type="checkbox"/> Can trace production date. <input checked="" type="checkbox"/> Can't trace products <input type="checkbox"/> Other
4	Are corrective & preventive actions mechanism established and implemented effectively (including the suppliers/ sub-contractors control, incoming inspection, process control, final inspection and customer complaint)?	<input checked="" type="checkbox"/> Has the clear procedure and followed records <input type="checkbox"/> Has the procedure but no written records. <input type="checkbox"/> No written procedures or records. <input type="checkbox"/> Other

Part E: Production Capacity & Quality Control




Remark: The audit content of this part relates only to its associated enterprise (Foshan UZUO Furniture Co., Ltd)

Section 1: Production Capacity




1.1 Production Workflow Chart



1.2 Products Situation (Top three Product Categories)

Product	Price range	Min. order quantity	Top monthly output	Average monthly output	Total in 2017
 Mesh Chair	RMB 250-380	1	10000 Set	8000 Set	96000 Set
 Leisure Chair	RMB 150-250	1	8000 Set	6000 Set	32000 Set
 Training Chair	RMB 180-210	1	12000 Set	8000 Set	96000 Set

1.3 Main Facilities

Picture	Facility name	Brand or Country/Region of origin	Target Value/machine*day	Quantity
	Automatic Bending Machine	China	Confidential	12
	Injection Molding Machine	China	Confidential	26
	Automatic Foam Forming Machine	China	Confidential	1
	Autoloader	China	Confidential	2
	Automatic Welding	China	Confidential	3

	Carton Pressure Testing Machine	China	Confidential	1
	Cutting Machine	China	Confidential	3
	Laser Cutting Machine	China	Confidential	1
	Office Chair Backrest Fatigue Testing Machine	China	Confidential	3
	Punching Machine	China	Confidential	2
	Office Chair Back Test Machine	China	Confidential	1

Section 2: Production Process Control

2.1 Production Process Control		
Item	Content	Observations /Comments
1	Product R&D capacity	<input checked="" type="checkbox"/> Own brand <input checked="" type="checkbox"/> ODM <input type="checkbox"/> OEM
2	Are the environmental conditions, such as tidiness and cleanliness being controlled and suitable for the operation performed?	<input type="checkbox"/> Very tidy <input checked="" type="checkbox"/> Normal <input type="checkbox"/> Need to improve <input type="checkbox"/> Very poor
3	Are the necessary items /documents provided at appropriate location and under control?	<input checked="" type="checkbox"/> Work Instructions /procedures <input type="checkbox"/> Workmanship standard /acceptance <input type="checkbox"/> Golden sample /Approval sample <input type="checkbox"/> Product picture <input type="checkbox"/> Verbal by workshop director
4	Are written instructions available for incoming material inspections /testing? Is the relevant record maintained?	<input type="checkbox"/> Has instructions and uniformly followed <input type="checkbox"/> Has instruction but no written records <input checked="" type="checkbox"/> Materials checked by storage staff
5	Are written inspections /testing instructions available for finished products? Is the relevant record maintained?	<input checked="" type="checkbox"/> Have instructions and uniformly followed <input type="checkbox"/> Have instruction but no written records <input type="checkbox"/> Finished product checked by packing staff
6	What type of inspection is used for finished products?	<input checked="" type="checkbox"/> Random inspection <input checked="" type="checkbox"/> Visual inspection <input checked="" type="checkbox"/> Function inspection <input type="checkbox"/> 100% inspection <input type="checkbox"/> Visual inspection <input type="checkbox"/> Function inspection
7	Are non-conforming units clearly marked/ segregated to prevent accidental dispatch?	<input checked="" type="checkbox"/> Marked and segregated <input type="checkbox"/> Segregated but not marked clearly <input type="checkbox"/> Not found on site
8	How are the non-conforming units handled?	<input checked="" type="checkbox"/> Repaired and re-inspection <input type="checkbox"/> Picked out <input type="checkbox"/> Used under control <input type="checkbox"/> Others

Part G: Working Environment

Section 1: Working Environment

1.1 Welfare Benefits		
Item	Content	Observations /Comments
1	Does the company have effective procedures to verify the age of staff at the time of recruitment?	<input checked="" type="checkbox"/> Has written procedure and keeps adequate age documents of workers <input type="checkbox"/> Has written procedure but doesn't follow records <input type="checkbox"/> Hasn't written procedure or follows records
2	Do all workers sign employment contracts with the factory?	<input checked="" type="checkbox"/> All workers sign employment contracts <input type="checkbox"/> Some workers sign employment contracts <input type="checkbox"/> Only management staff sign employment contracts <input type="checkbox"/> No staff sign employment contracts
3	Is statutory contribution required for all employees' social insurance (e.g. health insurance, unemployment insurance, accident insurance etc.) paid for by the enterprise?	<input checked="" type="checkbox"/> All workers have social insurance. <input type="checkbox"/> Some workers have social insurance <input type="checkbox"/> Only management staffs have social insurance <input type="checkbox"/> No staff have social insurance
4	Does the company have a clear and effective policy on working hours, rest and vacations? If does, please list it.	<input checked="" type="checkbox"/> All staffs work kept to the policy <input type="checkbox"/> Most of the time it keeps to the policy except midseason. <input type="checkbox"/> Usually needs overtime. <input type="checkbox"/> No relevant records for working hours Describe the working hours: 8:00-12:00, 14:00-18:00
5	Does the company pay extra remunerations for all overtime work?	<input type="checkbox"/> For all overtime work. <input checked="" type="checkbox"/> For official holidays <input type="checkbox"/> For official holidays except weekend. <input type="checkbox"/> No extra remunerations for overtime.
6	Does the company have dormitories for staff? If yes, please describe the condition.	<input checked="" type="checkbox"/> Provide dormitories for all staff <input type="checkbox"/> Provide dormitories for workers <input type="checkbox"/> Provide dormitories for management staff <input type="checkbox"/> No dormitories were provided. Describe the condition: 4 staff per room
1.2 Labor Protection		
Item	Content	Observations /Comments
1	Are there uniforms for all staff in company?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Other
2	Is the emergency medical supplies enough and easily used in workshop?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Other
3	Does the company arrange health and safety training for new workers?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Other
4	Do the workers have the appropriate protective equipment during operation in workshop? Such as gloves, masks.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Other
5	Is there training needed and carried out for fire protection?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Other

Part H: Energy Saving and Emission Reduction

Section 1: Environmental Management

1.1 Environmental Management		
Item	Content	Observations /Comments
1	Environmental Management System	<input type="checkbox"/> ISO 14001 Certificate <input type="checkbox"/> Cleaner production management <input checked="" type="checkbox"/> NIL
2	Environmental Impact Assessment	<input type="checkbox"/> The Report of Environmental impact assessment is approved by EPA . <input checked="" type="checkbox"/> NIL
3	Check and Acceptance of Completed Constructive Projects	<input type="checkbox"/> The Report Completed Constructive Projects Inspection and Acceptance is approved. <input checked="" type="checkbox"/> NIL
4	"Three Simultaneity" for Environmental protection	<input type="checkbox"/> The Report of "Three Simultaneity" for Environmental protection Inspection and Acceptance is available. <input checked="" type="checkbox"/> NIL

Section 2: Water, Gas and Noise Control

2.1 Water, Gas and Noise Control		
Item	Content	Observations /Comments
1	Water-intaking	<input type="checkbox"/> Water-intaking license <input type="checkbox"/> No water-intaking license <input checked="" type="checkbox"/> No water taken from natural water body
2	Waste water	<input type="checkbox"/> Water-draining license or contract <input type="checkbox"/> Having carried out waste water treatment before draining <input type="checkbox"/> Having carried out waste water monitoring and the result of which being within the standard limit <input checked="" type="checkbox"/> No detail activities were found
3	Emission to air	<input type="checkbox"/> Air pollutant emission license <input type="checkbox"/> Having carried out air pollutant emission monitoring and the result of which being within the standard limit <input checked="" type="checkbox"/> No detail activities were found to reduce emission to air
4	Classification and Recycling for solid waste	<input type="checkbox"/> Having applied trash classification recycling <input type="checkbox"/> Having special warehouse for hazardous waste <input checked="" type="checkbox"/> No detail activities were found
5	Noise	<input type="checkbox"/> The company carried out noise monitoring and the result of which being within the standard limit one time per year <input checked="" type="checkbox"/> No detail activities were found

Part I: Industry Information

Section 1: Industry Information

1.1 Furniture Industry Information		
Item	Content	Observations
1	Product style	<input type="checkbox"/> European style furniture <input type="checkbox"/> American style furniture <input checked="" type="checkbox"/> Chinese style furniture <input checked="" type="checkbox"/> Korean rural style furniture <input type="checkbox"/> Mediterranean style furniture <input type="checkbox"/> Others
2	Product materials	<input type="checkbox"/> Jade furniture <input checked="" type="checkbox"/> Solid wood furniture <input type="checkbox"/> Panel-type furniture <input type="checkbox"/> Soft furniture <input type="checkbox"/> Woven rattan furniture <input checked="" type="checkbox"/> Others Aluminum, Nylon
3	Used Locations	<input checked="" type="checkbox"/> Outdoor <input type="checkbox"/> Kitchen <input checked="" type="checkbox"/> Living room <input type="checkbox"/> Children room <input checked="" type="checkbox"/> Office room <input type="checkbox"/> Others
4	Product structure	<input type="checkbox"/> Assembled furniture <input type="checkbox"/> Detachable furniture <input checked="" type="checkbox"/> Folding furniture <input type="checkbox"/> Combination furniture <input type="checkbox"/> Even wall furniture <input type="checkbox"/> Hanging furniture
5	Modelling effect	<input checked="" type="checkbox"/> Ordinary furniture <input type="checkbox"/> Art furniture
6	Regulation requirement test	<input type="checkbox"/> California 65 <input type="checkbox"/> CPSIA <input type="checkbox"/> Reach <input type="checkbox"/> CARB certification <input type="checkbox"/> FACC certification <input checked="" type="checkbox"/> Others BIFMA <input type="checkbox"/> Nil
7	Key Account	<input type="checkbox"/> Wal-Mart <input type="checkbox"/> Home Depot <input type="checkbox"/> Lowes <input type="checkbox"/> Target <input type="checkbox"/> Costco <input type="checkbox"/> Office Max <input type="checkbox"/> Others <input checked="" type="checkbox"/> Nil







Part J: Photos

Section 1: Photos of Documents

1.1 Photos of Documents

Description: Business License	Description: Lease Agreement
 <p>The image shows a Chinese Business License (营业执照) for Foshan Baixia Technology Incubation Special Park Co., Ltd. (佛山市 Baixia 技术孵化园有限公司). The license includes the company name, unified social credit code (91440606304084705X), registered capital (人民币伍拾万元), and the date of issuance (2014年05月20日). It is issued by the Foshan City Administration for Industry and Commerce.</p>	 <p>The image shows a Lease Agreement (集体建设用地租赁合同) for the Baixia Technology Incubation Special Park. The agreement details the lease terms, including the location (佛山市南海区丹灶镇沙头角村), the lease area (18.5 acres), and the lease term (20 years). It also specifies the lease fee (300,000 yuan per year) and the payment method.</p>

Section 2: Photos of Company

2.1 Photos of Company and Product Sample	
Description: Office 	Description: Showroom 
Description: Showroom 	Description: Workshop 
Description: Workshop 	Description: Workshop 

Description: Workshop



Description: Laboratory



Description: Warehouse



Description: Warehouse



Description: Product Samples



Description: Product Samples



-- End of the Report --