

## ON-SITE AUDIT REPORT

Request Number:		Audit Firm: Intertek Testing Services			Fty. Business License#: 330327000007629			
Fty. ID.		36127580						
Fty. Name in English:		Zhejiang Chengde Package Co.,Ltd.						
Fty. Local Language Name:		浙江诚德包装科技股份有限公司						
Fty. Local Language Address:		浙江省温州市苍南县龙港镇沿湖路 88 号						
Fty. Email:		fjp@cdbz.cn						
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Audit Type	Request#	Audit Date (m/d/y)	Time-in	Time-out	Auditor Name	Factory Representative		Signature of Factory. Rep.
						Name	Title	
Yellow Follow-Up Audit	5786637	December 14-15, 2015	9:50	16:10	Estelle Tong	Mr. Fang Jingping	Office director	

Verified, signed & chopped by supplier /factory representative:	Auditor's Name(Print): Estelle Tong
	Auditor's Signature: _____

## ON-SITE AUDIT REPORT

Notes:

ES team will notify supplier / the factory audit result. Factory management should check the audit result with its WM supplier.

1. When a factory receives a total of 3 Orange assessments within 2 years from the last audit date, the factory is placed into Disapproved Status. These assessments could be consecutive and/or combination of 3 Orange assessments. The following condition(s) will put a factory at **Disapproved status** with
  - NO shipment allowed
  - All orders cancelled
  - The factory is not allowed to receive new orders for at least one year from last audit date
  
2. Access Denied to full or part of factory and/or dormitory and/or interviews and/or document will result in **“Access Denied”** . Please note the areas for audit is based on the factory business license. The following condition(s) will put a factory at **“Access Denied”** status with:
  - NO shipment allowed
  - All orders cancelled
  
3. A Red Failed assessment will result in the factory being banned and will never be used by any supplier for Wal-Mart Stores, Inc. (Walmart) production. **A Red Failed assessment** will result in **supplier** getting a **strike**.

This report is used to summarize the audit findings and recommendations that both the auditor and the supplier/factory representative(s) agreed upon to ensure conformity with the respective country laws & Walmart requirements. During the closing meeting, Walmart auditor will explain the findings and it is supplier/factory representatives’ responsibility to provide evidence or comments on the report if there is any discrepancies arise. Both parties must sign the report after the closing meeting. The supplier / factory will be given a copy of this report after the audit.

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## ON-SITE AUDIT REPORT

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### Supplier / Factory' Management Representative Commitment

I, \_\_\_\_\_ FACTORY MANAGER thereby agree to the above audit findings and is committed to take the necessary action(s) to improve on the violations. Failing which will result in repeated violations noted in the next On-Site Report thus aggravates the next assessment result.

## 02.BENEFITS

### 3) MEDICAL CHECK UP / INSUFFICIENT INSURANCE COVERAGE

Answer: YES

#### COMMENTS:

3.1 In accordance with the PRC Law of Prevention and Control of Occupational Diseases article 36, the employer shall conduct regular occupational health examination for those laborers who are engaged in using or contacting noxious articles in their working process as required by medical administrative department under the State Council. The occupational health examination should be conducted before laborers start to take work post, in the course of the work post and after leave the work post and employer should inform the laborers of the result of the occupational health examinations. The expense of the occupational health examination should be

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Auditor's Name(Print): Estelle Tong

Auditor's Signature: \_\_\_\_\_

## ON-SITE AUDIT REPORT

borne by employers.

Employer should not arrange laborers without the occupational health examination to be engaged in the work with using or contacting noxious articles, or laborers with any occupational prohibitions to be engaged in the prohibited work from them.

Once the occupational health examination indicates that employee is suffering from the occupational disease in relation to his or her occupation, the employer shall transfer such a laborer out of his or her original work post, and allocate him or her in a proper way. Employer should not rescind or terminate the contracts signed with those employees without the occupational health examination at time of leaving the work post.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Compensation**

**No occupational health examination was provided to some employees engaged in post with occupational disease hazards. During facility tour, auditor found that 10 employees (total 10 employee) were working in bagmaking workshop on 2/F of one 3-storey building#5 with noise. However, no periodic occupational health examination was arranged for those 10 employees who engaged in above areas.**

To conform to the PRC Law of Prevention and Control of Occupational Diseases article 36 and Wal-Mart Standards for Suppliers, the facility shall conduct regular occupational health examination for those laborers who are engaged in using or contacting noxious articles in their working process.

Violation source: Document review

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

企业没有为从事职业性危害作业的部分员工提供职业病体检。在现场巡查时，审核员发现在生产楼 1 栋 3 层生产楼#5 二楼制袋车间的 10 名（共 10 名）员工接触噪声。但是，企业未能安排这 10 名员工参加年度职业病体检。

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## ON-SITE AUDIT REPORT

为了符合《中华人民共和国职业病防治法》第三十六条和 Wal-Mart 供应商标准，建议企业按照相关的法规要求为从事职业病危害作业的员工提供职业病体检。

### 03.LABOR HOURS

4) NON COMPLIANCE WITH LABOR HOURS (REGULAR WORKING HOURS: DAILY, WEEKLY, MONTHLY / OVERTIME WORKING HOURS: DAILY, WEEKLY, MONTHLY)

Answer: YES

#### COMMENTS:

4.1 In accordance with the PRC Labor Law article 41 The employing unit may extend working hours due to the requirements of its production or business after consultation with the trade union and laborers, but the extended working hour for a day shall generally not exceed one hour; if such extension is called for due to special reasons, the extended hours shall not exceed three hours a day under the condition that the health of laborers is guaranteed. However, the total extension in a month shall not exceed thirty-six hours.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Labor Hours**

**Overtime hours exceeded 36 hours per month. Through document review, auditor found that:**

- 1) In October 2015 (current month), the monthly overtime of all 3 randomly selected employees (one from bagmaking workshop, one from cleansing workshop, one from composite workshop) was 70 hours;**
- 2) In September 2015 (2nd current month), the monthly overtime of both 2 randomly selected employees (one from bagmaking workshop, one from bottle mouth assembly workshop) was 68 hours;**

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---	---

## ON-SITE AUDIT REPORT

- 3) In August 2015 (3rd current month), the monthly overtime of both 2 randomly selected employee (one from bottle mouth assembly workshop, one from packing workshop) was 40-72 hours;
- 4) In May 2015 (random month), the monthly overtime of both 2 randomly selected employee (one from bottle mouth assembly workshop, one from printing workshop) was 70 hours;
- 5) In January 2015 (random month), the monthly overtime of both 2 randomly selected employee (one from bagmaking workshop, one from cutting workshop) was 66 hours;

To conform to the PRC Labor Law article 41 and Wal-Mart Standards for Suppliers, the facility should reduce the overtime hours to ensure it is within 36 hours per month.

Violation Source: Document review

Remark:

Management comment

- 1) What is the reason of this finding? Production busy
- 2) How many employs were affected by this issue? About 100% production employees
- 3) How to correct this problem? Adjust the production schedule
- 4) When this problem can be corrected? June 30, 2016

Employees have no comment for the above questions.

月加班超 36 小时。通过文件审核，审核员发现：

- 1) 在 2015 年 10 月 (当前月)，随机抽取的 3 名名员工 (1 名来自制袋车间，1 名来自净化车间，1 名来自复合车间) 的月加班为 70 小时；
- 2) 在 2015 年 8 月 (第 2 当前月)，随机抽取的所有 2 名员工 (1 名来自制袋车间，1 名来自烫瓶嘴车间) 的月加班为 68 小时；
- 3) 在 2015 年 7 月 (第 3 当前月)，随机抽取的所有 2 员工 (1 名来自烫瓶嘴车间，1 名来自包装车间) 的月加班为 40-72 小时；
- 4) 在 2015 年 5 月 (随机月)，随机抽取的所有 2 名员工 (1 名来自烫瓶嘴车间，1 名来自印刷) 的月加班为 70 小时；

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Auditor's Signature: \_\_\_\_\_

## ON-SITE AUDIT REPORT

5) 在 2015 年 1 月（随机月），随机抽取的所有 2 名员工（1 名来自制袋车间，1 名来自分切车间）的月加班为 66 小时；

为了符合《中华人民共和国劳动法》第 41 条和 Wal-Mart 供应商标准，建议企业应减少员工的加班时间确保每月的加班时间不超过 36 小时。

### 10.PPE / CHEMICAL SAFETY

1) NO OR INAPPROPRIATE SPILL RESPONSE MATERIAL / SECONDARY CONTAINMENT (110%, MATERIALS USED)

Answer: YES

COMMENTS:

1.1 In accordance with the Regulations on the Safety Management of Dangerous Chemicals article 20, The units producing, storing dangerous chemicals shall, according to the categories and hazardous characteristics of the dangerous chemicals they producing, storing, set up the corresponding safety facilities and equipments for monitoring, aeration, protection against exposure to sun, temperature adjusting, fireproof, fire fighting, flameproof, pressure discharging, prevention of toxicants, neutralization, moistureproof, protection against thunder, protection against static, antiseptis, prevention of leakage, protection dams or segregated operations, etc.. In addition, the units shall carry out maintenance and caring regularly according to the national standards, industrial standards or the relevant provisions of the State, thus to guarantee the safety operations of facilities and equipments.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Health and Safety**

**Safety facilities for hazardous chemicals were not compliant with legal requirement. During facility tour, auditor found that hazardous chemicals such as ink were used in printing workshop on ground floor of one 3-storey building#4, but there was no secondary containment.**

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## ON-SITE AUDIT REPORT

To conform to the Regulations on the Safety Management of Dangerous Chemicals article 20 and Wal-Mart Standards for Supplier, the facility should set up the corresponding safety facilities and equipments in workshop or warehouse for hazardous chemicals as per legal requirement.

Violation Source: Facility Tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

危险化学品储存的安全设施不符合要求。在现场巡查时，审核员发现在 1 栋 2 层生产楼#41 楼印刷车间使用甲油墨等危险化学品，没有按要求设置防泄漏安全措施。

为了符合《危险化学品安全管理条例》第二十条和 Wal-Mart 供应商标准，建议企业应当在危险化学品的使用及储存场所设置相应的安全设施。

## 12.MATERIAL HANDLING

### 3) EQUIPMENT NOT INSPECTED BEFORE USE (FORKLIFTS, CRANES, DERRICKS OR OTHER MATERIAL HANDLING EQUIPMENT)

Answer: YES

#### COMMENTS:

3.1 In accordance with Regulations on Safety Supervision of Special Appliance article 28, the operating unit with special appliances shall, pursuant to the regular inspection requirements of safety and technical manual, to apply for regularly inspection at the Special Appliance Inspection and Testing Institutions one month before the expiry date of the safety inspection approval. After the application, the Special Appliance Inspection and Testing Institution shall, pursuant to the requirements of the

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## ON-SITE AUDIT REPORT

safety and technical manual, carry out the safety performance inspection and energy efficiency test timely. The special appliance shall not be used prior to pass the regularly inspection.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Health and Safety**

**No regular inspection for special appliances. During facility tour, auditor found that there were four forklifts in the facility. However the inspection reports of all four forklifts were not been obtained by facility.**

To conform to the Regulations on Safety Supervision of Special Appliance article 28 and Wal-Mart Standards for Suppliers, the facility should apply for the regularly inspection for those special appliances in Special Appliance inspection unit at least one month before the expiry date of the safety inspection.

Violation Source: Document review and facility tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

特种设备未定期检验。在现场巡查时，审核员发现企业有 4 台叉车，但企业没有取得这 4 台叉车的检验报告。

为了符合《特种设备安全监察条例》第 28 条和沃尔玛供应商标准，建议企业应在特种设备安全检验合格有效期届满前 1 个月，向特种设备检验检测机构为特种设备申请定期检验。

## 16.ENVIRONMENT - WASTE MANAGEMENT

### 5) STORAGE OF HAZARDOUS WASTE: (E.G. NO SECONDARY CONTAINMENT, WASTE CONTAINERS DAMAGED OR OVERFILLED,

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## ON-SITE AUDIT REPORT

WASTE NOT SEGREGATED BY TYPE AND HAZARD)

Answer: YES

COMMENTS:

5.1 In accordance with Standard for Pollution Control on Hazardous Waste Storage GB 18597-20016.2.4, sites for storage of containers for liquid and semi-solid hazardous wastes must have corrosion-resistant hardened ground, without cracks on the surface. 6.2.5 Aprons for blocking leakage shall be designed. The volumetric capacity of the ground and aprons shall be no less than the maximum capacity of the largest container or 1/5 of total load of the stored chemicals. 6.3.9 The piles of hazardous wastes should be able to resist wind, rain and sunrays.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Environment**

**Hazardous wastes were stored inappropriate. During facility tour, auditor found that the facility stored hazardous wastes at open area without any protective measure, such as empty ink containers and glue containers were generated from printing workshop and composite workshop.**

To conform to the Standard for Pollution Control on Hazardous Waste Storage GB 18597-20016.2.4, 6.2.5 and Wal-Mart Standards for Supplier, the facility should store the hazardous wastes as per legal requirement.

Violation source: Facility tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

危险废物储存不符合要求。在现场巡查时, 审核员发现企业直接将危险废弃物存放在露天地面上, 例如印刷车间和复合车间产生的空油墨桶和胶水桶等。

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Auditor's Name(Print): Estelle Tong

Auditor's Signature: \_\_\_\_\_

## ON-SITE AUDIT REPORT

为符合危险废物贮存污染控制标准 GB 18597-2001 6.2.4, 6.2.5 和沃尔玛供应商标准，建议企业应该将危险废物以正确的方式存放。

### 11) IMPROPER DISPOSAL OF GENERAL WASTE

Answer: YES

#### COMMENTS:

11.1 In accordance with the PRC Law of Prevention and Treatment of Environmental Pollution by Solid Wastes Article 58, Hazardous wastes shall be collected and stored separately according to their different characteristics. It is forbidden to collect, store, transport and treat hazardous waste of incompatible natures and of not being undergone safety treatment. The protective measures complying with state standards about the environmental protection shall be adopted for the storage of hazardous waste, and which shall not be kept for more than one year; where it is necessary to extent the said time limit, it shall submit and secure permission from the original environmental protection administrative department that approved business license, unless it is otherwise prescribed by laws and administrative regulations. It is forbidden to mix hazardous waste with non-hazardous waste in storage.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Environment**

**Hazardous wastes were mixed with non-hazardous wastes. During facility tour, auditor found that the facility's hazardous wastes were mixed with non-hazardous wastes for storage, such as empty ink containers generated from printing workshop stored with packaging waste.**

To conform to the PRC Law of Prevention and Treatment of Environmental Pollution by Solid Wastes Article 58 and Wal-Mart Standards for Supplier, the facility should store hazardous wastes and non-hazardous waste separately.

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## ON-SITE AUDIT REPORT

Violation source: Facility tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

危险废物与一般废物混合贮存。在现场巡查时，审核员发现企业的危险废弃物混入非危险废物中贮存，例如印刷车间产生的废油墨空桶与包装废料储存在一块。

为符合《中华人民共和国固体废物污染环境防治法》第 58 条和沃尔玛供应商标准，建议企业应确保危险废弃物与非危险废物分开贮存。

### 17.ENVIRONMENT - WASTEWATER & EFFLUENTS MANAGEMENT

4) DRAINAGE SYSTEM: (E.G. NO CLEAR LAYOUT, NO SEPARATION AMONG RAINWATER AND WASTEWATER, ETC...)

Answer: YES

COMMENTS:

4.1 No local law applies.

#### Observation

**No drain pipe network plan. Through management interview and facility tour, it was noted that the facility could not provide drain pipe network plan for review.**

The facility should provide drain pipe network plan for review and collect the rainwater and the waste water generated from the facility separately.

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Auditor's Name(Print): Estelle Tong

Auditor's Signature: \_\_\_\_\_

## ON-SITE AUDIT REPORT

Violation source: Document review and facility tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

无法提供管网图。通过管理人员访谈和现场审核，发现企业无法提供管网图供审核。

企业应提供管网图供审核。

### 18.ENVIRONMENT - AIR EMISSIONS MANAGEMENT

8) ODS (OZONE DEPLETING SUBSTANCES) INVENTORY (E.G. INVENTORY NOT IN PLACE OR NOT COMPLETED TO COVER ALL THE SUBSTANCES/EQUIPMENTS, ETC...)

Answer: YES

#### COMMENTS:

8.1No local law applies.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Environment**

**ODS (Ozone Depleting Substances) inventory was not maintained. Through document review and management interview, the facility did not provide its ODS (Ozone Depleting Substances) inventory for review.**

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## ON-SITE AUDIT REPORT

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To conform to the Wal-Mart standards for suppliers, the facility should provide its ODS (Ozone Depleting Substances) inventory for review.

Violation Source: Document review and facility tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

而发现企业没有提供其所有破坏臭氧物质排放源的清单。

为了符合 Wal-Mart 供应商标准, 建议企业建立完整的 ODS 物质目录以备审核。

9) MAINTENANCE OF ODS (OZONE DEPLETING SUBSTANCES) CONTAINING EQUIPMENT (E.G. EQUIPMENTS INSPECTIONS NOT REGULARLY CONDUCTED, NO LEAKAGE CONTROLS IN PLACE, EVIDENCES OF LEAKAGES, ETC...)

Answer: YES

### COMMENTS:

9.1 No local law applies.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Environment**

**No maintenance records of ODS containing equipments. Through document review and management interview, the facility did not provide its maintenance records of ODS containing equipments.**

To conform to the Wal-Mart standards for suppliers, the facility should maintain the ODS containing equipments and provide the relevant records for review.

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## ON-SITE AUDIT REPORT

Violation Source: Document review

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

而发现被审核方不能提供含ODS的设备的维护记录。

为了符合 Wal-Mart 供应商标准, 建议被审核方应对含 ODS 的设备进行维护, 并保存相关的记录。

## 19.ENVIRONMENT - WATER MANAGEMENT

2) INVENTORY OF WATER USE AND CONSUMPTION NOT MONITORED AND DOCUMENTED (E.G. WATER METERS NOT INSTALLED OR OUT OF ORDER, WATER DATA NOT COLLECTED, ETC.)

Answer: YES

### COMMENTS:

2.1 In accordance with the People's Republic of China Circular Economy Promotion Law Article 20, Industrial enterprises shall adopt advanced or proper water-saving technologies, processes and equipment, set forth and implement water-saving plan, enhance water-saving management and make complete control of water consumption in production. Industrial enterprises shall enhance their quantitative management of water consumption, equip with and use acceptable water volume measuring devices and establish a water consumption statistics system and a water use analysis system. A new, reconstruction or expansion project shall have water-saving facilities. Such water-saving facilities shall be designed, built and used at the same time with the principal part of the project. The state encourages and

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Auditor's Name(Print): Estelle Tong

Auditor's Signature: \_\_\_\_\_

## ON-SITE AUDIT REPORT

supports coastal areas to conduct seawater desalination and direct use of seawater to save fresh water.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Environment**

**No inventory of water use and monitoring records of consumption. Through document review and management interview, it was noted that the facility did not provide its inventory of water use and monitoring records of consumption.**

To conform to the People's Republic of China Circular Economy Promotion Law Article 20 and Wal-Mart standards for suppliers, the facility should provide its inventory of water use and monitoring records of consumption for review.

Violation Source: Document review

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

无用水记录和统计。通过文件审核和管理人员访谈，发现企业没有建立用水制度，没有安装水量记录表，没有用水统计表。

为了符合《中华人民共和国循环经济促进法》第二十条和 Wal-Mart 供应商标准, 建议企业准备相关的用水清单和耗水统计记录以备审核。

## 20.ENVIRONMENT - ENERGY USE AND GHG (GREENHOUSE GAS) MANAGEMENT

1) MONITORING OF ENERGY CONSUMPTION, INCLUDING FUEL USE FOR TRANSPORTATION INSIDE FACTORY: (E.G. ENERGY METERS NOT INSTALLED OR OUT OF ORDER, ENERGY DATA NOT COLLECTED, NO INVENTORY OF ENERGY USE, ETC...)

Answer: YES

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## ON-SITE AUDIT REPORT

### COMMENTS:

1.1 In accordance with Energy Conservation Law of the People's Republic of China Article 27 Energy-consuming entities should strengthen management of energy use measurement, purchasing and using measurement instruments that have passed the statutory review according to law.

Energy-consuming entities should establish systems of analysis system on energy consumption statistics and energy utilization, measure and collect statistics on the consumption of different kinds of energy resources according to classification and ensure the truthfulness and integrity of the statistical data.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Environment**

**No energy use statistical system and monitoring records. Through document review and management interview, it was noted that the facility did not establish the energy use statistical system and not provide its monitoring records of energy consumption.**

To conform to Energy Conservation Law of the People's Republic of China Article 27 and the Wal-Mart Standards for Suppliers, the facility should establish the power use statistical system and provide its monitoring records of energy consumption.

Violation Source: Document review

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

无能源统计制度和记录。审核中发现企业没有建立能源统计制度，没有能源统计表。

为了符合《中华人民共和国节约能源法》第二十七条和 Wal-Mart 供应商标准，企业应提供建立能源统计制度，以及能源统计表。

Verified, signed & chopped by supplier /factory representative:	Auditor's Name(Print): Estelle Tong  Auditor's Signature: _____
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## ON-SITE AUDIT REPORT

2) GHG EMISSIONS INVENTORY (DIRECT AND INDIRECT/RELATED TO ENERGY CONSUMPTION) NOT MONITORED AND DOCUMENTED

Answer: YES

COMMENTS:

2.1 No local law applies.

**Observation**

**No GHG emissions inventory. Through document review and management interview, it was noted that the facility did not provide its GHG emissions inventory (direct and indirect/related to energy consumption) for review and did not calculate the emission quantity of GHG.**

The facility should provide its GHG emissions inventory for review.

Violation Source: Document review

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

无GHG排放源盘查清册。通过文件审核和管理人员访谈，发现企业没有建立GHG排放源盘查清册，也没有计算其排放量。

企业应建立 GHG 排放源盘查清册，并计算其排放量。

Verified, signed & chopped by supplier /factory representative:	Auditor's Name(Print): Estelle Tong  Auditor's Signature: _____
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## ON-SITE AUDIT REPORT

### 26.HEALTH AND SAFETY RISK ASSESSMENT

1) FACILITY DOES NOT MAINTAIN DOCUMENTS PERIODICALLY REVIEW RISK ASSESSMENTS RELATING TO OCCUPATIONAL HEALTH AND SAFETY RISKS

Answer: YES

#### COMMENTS:

1.1 In accordance with Provisions on the Supervision and Administration of Workplace Occupational Health Article 20, An employing entity with occupational hazards shall entrust an occupational health technical service agency with corresponding qualification to conduct evaluation on occupational hazard factors at least once every year. An employing entity with severe occupational hazards shall, in addition to the above requirement, entrusts an occupational health technical service agency with corresponding qualification to conduct assessment on occupational hazard status at least once every three years. The results of the evaluation and assessment shall be kept in archive, reported to local administration department of work safety, and announced to the workers.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Health and Safety**

**Testing result of occupational hazards factors exceeded standard.. During facility tour, auditor found that hazardous factors existed in composite workshop on the ground floor of one 3-storey building#5 where hazardous chemicals including ethyl acetate were used. However, testing report provided by the facility indicated that the factors of ethyl acetate in composite workshop exceeded the limit of national standard.**

To conform to Provisions on the Supervision and Administration of Workplace Occupational Health Article 20 and Wal-Mart Standards for Supplier, the facility should guarantee the factors of ethyl acetate in composite workshop meet the limit of national standard.

Verified, signed & chopped by supplier /factory representative:	Auditor's Name(Print): Estelle Tong  Auditor's Signature: _____
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## ON-SITE AUDIT REPORT

Violation source: Facility tour and document review

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

职业危害因素监测结果超标。在现场巡查时，审核员发现在 1 栋 3 层生产楼#5 一楼复合车间使用乙酸乙酯等危险化学品，存在职业危害因素。但是，企业提供的复合车间的监测报告表明该场所乙酸乙酯含量超标。

为了符合《工作场所职业卫生监督管理规定》第二十条 Wal-Mart 供应商标准，建议企业按照法规要求保证复合车间乙酸乙酯含量满足法律要求。

## 28.EQUIPMENT SAFETY / MACHINE SAFETY

7) WHERE REQUIRED BY LAW, ALL PROPER EQUIPMENT CERTIFICATION/LICENSE ARE CURRENT AND ON FILE

Answer: YES

COMMENTS:

7.1 In accordance with Regulations on Safety Supervision of Special Appliance article 25, the operating unit with special appliance shall apply the registration for the special appliance from the Special Appliance Quality Safety Monitoring Department of the municipality city or above, before they are used or after they have been used for 30 days. The approved registration certificate/letter for special appliance should be affixed at the relevant special appliance.

In addition, in accordance with the Wal-Mart Standards for Suppliers: **Health and Safety**

Verified, signed & chopped by supplier /factory representative:	Auditor's Name(Print): Estelle Tong  Auditor's Signature: _____
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## ON-SITE AUDIT REPORT

**No registration for special appliances. During facility tour, auditor found that there were four forklifts in the facility. However, the facility did not obtain the registered certificate of all 4 forklifts.**

To conform to the Regulations on Safety Supervision of Special Appliance article 25 and Wal-Mart Standards for Suppliers, the facility shall apply the registration for the relevant special appliance from the local Special Appliance Quality Safety Monitoring Department to comply with law.

Violation source: Document review and facility tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

特种设备未登记。在现场巡查时，审核员发现企业有 4 台叉车，但企业无法提供这 4 台叉车的登记证。

为了符合依据《特种设备安全监察条例》第 25 条和沃尔玛供应商标准，建议企业应向特种设备安全监督管理部门申请特种设备登记。

### 34.DORMITORIES AND CANTEEN

14) NO TRAINED FIRST AID PERSONNEL READILY AVAILABLE IN DORMITORY AND/OR CANTEEN FACILITIES DURING ANY 24 HOUR PERIOD

Answer: Yes

COMMENTS:

Verified, signed & chopped by supplier /factory representative:	Auditor's Name(Print): Estelle Tong  Auditor's Signature: _____
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## ON-SITE AUDIT REPORT

14.1 No applicable law

### Observation

**No trained first aid person available in dormitory. During facility tour, auditor found that the facility did not appointed first aid persons in dormitory during any 24 hours period. While only 12 employees in production areas were trained on first aid program.**

The facility should ensure the fire aid personnel readily available in dormitory during any 24 hours period.

Violation source: Document review and Facility tour

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

企业宿舍内没有配备 24 小时待命的急救人员。通过现场走访，审核员发现企业没有在宿舍内安排 24 小时待命的急救人员，只有在生产区域有 12 名员工被培训过急救处理流程。

企业应在宿舍配备 24 小时待命的急救人员。

## 39.DORMITORIES AND CANTEEN - FIRE SAFETY: FIRE PREVENTION

6) INSPECTIONS OF ELECTRICAL WIRING ARE NOT CONDUCTED EVERY MONTH, ARE NOT DOCUMENTED

Answer: YES

### COMMENTS:

Verified, signed & chopped by supplier /factory representative:	Auditor's Name(Print): Estelle Tong  Auditor's Signature: _____
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## ON-SITE AUDIT REPORT

6.1 No local law applies.

### Observation

**Inspections of electrical wiring were not documented in the canteen and dormitory. Through document review, auditor found that the facility did not maintain the inspection records of monthly inspection of electrical wiring in the canteen and dormitory. Although the facility managements explained one person in the facility inspected the electrical wiring every month.**

The facility should conduct monthly inspection of electrical wiring every month and maintain the inspection records.

Violation source: Document review and management interview

Management comments: The facility management agreed with the finding and would take corrective actions without any comments.

The agreed deadline for correction: June 30, 2016

企业未保存食堂和宿舍电线的检查记录。通过资料查阅，审核员发现企业没有保存食堂和宿舍电线的月度检查记录，但企业管理人员表示企业内有一名员工每个月会检查企业内的电线线路。

企业应保存电线线路的检查记录。

Verified, signed & chopped by supplier /factory representative:

Auditor's Name(Print): Estelle Tong

Auditor's Signature: \_\_\_\_\_