

Overview

1. Audit Information

Audit report number:	JSASCN23327528
Audit company:	SGS
Lead Auditor:	Andy Guo
Co-Auditor:	Lorna Xu

Audit Date: (yyyy-mm-dd)	2023-10-17
Audit type:	initial
Follow up report number: (if applicable)	Nil
Witnessed audit?	no

2. Supplier Information

Company name (legal entity):	QINGDAO HAIWAN SPECIALTY CHEMICALS CO., LTD
Company site name (if different):	N/A
Supplier ID:	04133
Duns number:	000000000
Tax number:	91370283163569832K
Valid business license?	yes
Date of validity: (yyyy-mm-dd)	
Business license number:	91370283163569832K
Site date of foundation: (yyyy-mm-dd)	1919-01-01

Site contact name:	CHEN FANG
Function / Job title:	Director of Market Application Department
Contact phone number:	17865329875
Contact email:	chenfang@dpssc.cn
Site state / province:	Shandong
Site country:	China

3. Audit Findings

Answered questions	145 (of 145)
Thereof questions answered with n/a	12 (8.3%)

Total Score	79%
Total Points / max. Points	157 / 200

Finding Category	Minor	Major	Critical	Total Points [max. Points]
Environment	1	1	0	33 [40]
Health & Safety	1	3	0	43 [60]
Labor & Human Rights	2	1	0	51 [60]
Management	4	0	0	12 [20]
Governance	1	0	0	18 [20]
Total	9	5	0	157 [200]

Please note: Not all questions have been answered!

Additional information:

Have there been investigations or legal proceedings regarding corruption / bribery / fraud in the last five years?	no
Are hazardous goods produced or worked with in production?	yes
Does the company operate containment facilities to temporarily contain fire water, including rain?	yes
Is the company considered energy intensive (high carbon footprint)?	yes
Is electrical power purchased by the site generated by traditional fossil fuels (fuel oil, coal, diesel, LPG, natural gas)?	yes
Is the company fresh water intensive and poses a water scarcity risk to the environment in which it operates?	no
Where is the supplier site located?	in a planned industrial area/zone

Supplier Information

Legend:

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1. Supplier Details

Company name (legal entity):	QINGDAO HAIWAN SPECIALTY CHEMICALS CO., LTD	Site contact name:	CHEN FANG
Company site name (if different):	N/A	Function / Job title:	Director of Market Application Department
Supplier ID	04133	Contact phone number:	17865329875
Duns number (9-digit code)	000000000	Contact email:	chenfang@dpcc.cn
Tax number:	91370283163569832K	Site address (street, number):	No.1 Jinshui Road, Xinhe ecological chemical industry park, Pingdu City.
Valid business license?	yes	Site address 2 (street, number):	NA
Date of validity: (yyyy-mm-dd)		Site zip code and city:	266000/Qingdao
Business license number:	91370283163569832K	Site state / province:	Shandong
Date of site foundation: (yyyy-mm-dd)	1919-01-01	Site country:	China

2. Company Site Overview

Site size (in square meters):	159027	Number of permanent employees:	1141
Number of buildings:	90	Number of temporary workers:	0
Main business activities:	Raw Materials - Chemicals	Number of seasonal workers:	0
Brief description of business activities:	The factory was mainly engaged in manufacturing of Disperse dyes, Acid dyes, Solvent dyes, Diketene, Ethyl acetoacetate, Acetylacetanilide, Phenylpyrazolone, BASE, Naphthol.	Other workers (e.g. homeworkers): Please specify:	NA
		Number of other workers:	0
		Total number of employees:	1,141
		... thereof <u>female</u> employees:	229
		... thereof <u>male</u> employees:	912
Audit Scope: Please specify if different from site	The area under the business license, which is located at No.1 Jinshui Road, Xinhe ecological chemical industry park, Pingdu City, Qingdao City, Shandong Province, China		
Auditor site description: Please note down any observations contributing to the understanding of the audit documentation (e.g. complexity of site, state of maintenance of the site, special risk areas for environment or people)	The factory focuses on the manufacturing of Disperse dyes, Acid dyes, Solvent dyes, Diketene, Ethyl acetoacetate, Acetylacetanilide, Phenylpyrazolone, BASE, Naphthol, and the ISO9001, ISO45001, ISO14001, ISO50001 certificates were obtained. During the audit, some findings were found in management, Environment, health&safety, labor & human rights, and Governance. No critical NC raised in the audit. The company management agreed auditors to conduct audit to the facility, and the management accompanied with the auditor when the auditor conducted onsite observation, confidential interview with workers and document review, and the company management agreed the findings and would improve step by step.		

3. Additional information on supplier / audited site:

3.1 Is the company member of any organization or initiative that promotes sustainability?

1. UN Global Compact	no	3. Other (please specify):	Nil
2. Responsible Care Initiative	yes	4. Other (please specify):	Nil

3.2 Does the company have any valid certification on management systems?

(yyyy-mm-dd)

1. Quality Management e.g. ISO 9001	yes	Valid until:	2024-04-16
2. Good Manufacturing Practices, e.g. GMP ISO 22716	no	Valid until:	
3. Environmental Management, e.g. ISO 14001 or EMAS	yes	Valid until:	2025-11-13
4. Occupational Health and Safety, e.g. OHSAS 18001	yes	Valid until:	2025-11-13
5. Energy management, e.g. ISO 50001	yes	Valid until:	2025-11-13
6. Responsible Care Assessment	no	Date of Assessment:	
7. Labor Standards, e.g. SA 8000	no	Valid until:	
8. Other (please specify):	Nil	Valid until:	

3.3 Have there been investigations or legal proceedings regarding corruption / bribery / fraud in the last five years?	no
3.4 Are hazardous goods produced or worked with in production?	yes
3.5 Does the company operate containment facilities to temporarily contain fire water, including rain?	yes
3.6 Is the company considered energy intensive (high carbon footprint)?	yes
3.7 Is electrical power purchased by the site generated by traditional fossil fuels (fuel oil, coal, diesel, LPG, natural gas)?	yes
3.8 Is the company fresh water intensive and poses a water scarcity risk to the environment in which it operates?	no
3.9 Where is the supplier site located?	in a planned industrial area/zone
(if "Other" is selected, please describe)	

Audit Information

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1. Audit Report Details

Audit report number:	JSASCN23327528	Follow-up audit number: (please enter on follow-up sheet)	Nil
Audit type (initial, follow-up or re-audit):	initial		

2. Auditor Details

Audit Company:	SGS	Local coordinator for TfS audits:	Nil
Lead Auditor Location:	Qingdao	Co-Auditor Location:	Qingdao
Lead Auditor Name:	Andy Guo	Co-Auditor Name:	Lorna Xu
Lead Auditor Review Subjects		Co-Auditor Review Subjects	
Environment	yes	Environment	yes
Health & Safety	yes	Health & Safety	yes
Labor & Human Rights	yes	Labor & Human Rights	no
Management	yes	Management	no
Governance	yes	Governance	no
Lead Auditor phone number:	0532-68999161	Co-Auditor phone number:	0532-68999161
Lead Auditor email:	andy.guo@sgs.com	Co-Auditor email:	lorna.xu@sgs.com

3. Audit Details

	(yyyy-mm-dd)		(yyyy-mm-dd)
Starting date:	2023-10-16	Ending date:	2023-10-17
Number of auditor days used (person days):	3.0	Was it allowed to take photos?	no
Individual Interviews conducted:	yes	Witness audit conducted?	no
Number of individual interviews:	10	EcoVadis assessments available for review?	no
... thereof Female	2	Group interviews conducted?	yes
... thereof Male	8	Total number of group interviews:	15

Departments included in interviews		Who attended the opening meeting? (Name, Function)
Top Management	yes	Luo Fang/ General Manager Assistant Chen Fang / Director of Market Application Department Sun Yubin / HR Manager Fu Yao / HSE Manager
Production	yes	
Warehouse & Logistics	yes	Who attended the closing meeting? (Name, Function)
Security	yes	Luo Fang/ General Manager Assistant Chen Fang / Director of Market Application Department Sun Yubin / HR Manager Fu Yao / HSE Manager
Health, Safety & Environment	yes	
Quality	yes	Who attended the audit? (Name, Function)
Human Resources	yes	Luo Fang/ General Manager Assistant Chen Fang / Director of Market Application Department Sun Yubin / HR Manager Fu Yao / HSE Manager
Other (Please list)	NA	

4. Local Laws & Regulations

Standard work week (provide total hours excluding overtime):	40.0	Emission trading scheme CO2:	no
Maximum allowed overtime hours per week (h):	20.0	Emission trading scheme NOx:	no
Minimum legal work age (provide age in years):	16.0	Emission trading scheme SOx:	no
Minimum legal wage for standard hours (in EUR):	1.4	Globally Harmonized System (GHS):	yes
Minimum legal overtime wage (in EUR):	2.1	REACH or similar:	yes
Social security system:	yes	Other (please specify):	
Other (please specify):		Other (please specify):	