



## Production Audit Report

*Presented to*

**Foshan Shunde Rihuang Electric Co., Ltd**

**佛山市顺德区日煌电器有限公司**

Gold Supplier & Assessed Company Relationship	<input type="checkbox"/> Wholly Owned <input checked="" type="checkbox"/> Shareholder/Partner <input type="checkbox"/> Capacity Contract
Company Address:	(Tianfulai International) Room 101-102, No. 8 Building , No.39 Changbao West Road, Rongli Village, Ronggui Town, Shunde District, Foshan City, Guangdong Province, China
City / Country:	Foshan/ China
Consigner of Assessed:	Alibaba
Gold Supplier Member ID:	huanrun
Gold Supplier Company Name:	Shunde Huanrun Imp. & Exp. Co., Ltd. Of Foshan
Contact Person:	John Lee
Phone Number:	0086-757-28393810
Fax Number:	0086-757-28393820
Email:	kingei@vip.163.com
Factory Website Address (URL):	<a href="http://huanrun.en.alibaba.com">http://huanrun.en.alibaba.com</a>

*Service provided by Intertek*  
*Report No.: 201011180004412\_1-P*



Report Number:	201011180004412_1-P	Assessment Type:	Production Assessment
Date of Assessment:	18 <sup>th</sup> Jun., 2011	Report Date:	19 <sup>th</sup> Jun., 2011
Assessor's Name:	Grace Lu	Validity Period:	19 <sup>th</sup> Jun., 2011- 18 <sup>th</sup> Jun., 2012
Reviewed By:	Lee Ren	Online Report:	www.intertek-sha.com/certification

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## Section 1: Company Overview

Company Overview			
<b>1.1 Legal Validity</b>			
Does the company have a valid business license?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Business License Number:	440681000155035
Year Established:	15 <sup>th</sup> Jul., 2004	Validity Period:	15 <sup>th</sup> Jul., 2004 – Long-term
Registered Address:	(Tianfulai International) Room 101-102, No. 8 Building , No.39 Changbao West Road, Rongli Village, Ronggui Town, Shunde District, Foshan City, Guangdong Province, China		
Company Address:	(Tianfulai International) Room 101-102, No. 8 Building , No.39 Changbao West Road, Rongli Village, Ronggui Town, Shunde District, Foshan City, Guangdong Province, China		
Annual review conducted by the Industrial & Commercial Bureau?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Reviewed By:	Industrial and Commercial Bureau of Shunde District, Foshan City
Registered Capital:	RMB 500,000		
Corporate Representative:	Minyi Yang		
Industry:	Electric Manufacturing Industry		
Business Type:	<input checked="" type="checkbox"/> Manufacturer <input type="checkbox"/> Trading Company <input type="checkbox"/> Combined		
Type of Ownership:	<input checked="" type="checkbox"/> Private Owner <input type="checkbox"/> Public Company <input type="checkbox"/> Joint Venture <input type="checkbox"/> Stated Owned <input type="checkbox"/> Sole Proprietorship <input type="checkbox"/> Other		
Products Manufactured:	Electric fan		
<b>1.2 Company Building Information</b>			
Certification Type: <input type="checkbox"/> Land Certification <input type="checkbox"/> Real Estate Certification <input type="checkbox"/> Lease Agreement+ Actually Observed <input checked="" type="checkbox"/> Factory Officer Claimed			
Total Building Size (m2): <u>7,000</u>			
Number of Building(s) : <u>1</u>			

## Section 2: Human Resources

Human Resources				
2.1 Company Chart				
<pre> graph TD     GM[G.M.] --- VGM[V.G.M.]     GM --- Admin[Administration Dept.]     GM --- Purchase[Purchase Dept.]     GM --- Production[Production Dept.]     GM --- Technology[Technology Dept.]     GM --- Quality[Quality Dept.]     GM --- Financial[Financial Dept.]         </pre>				
2.2 Employee Headcount				
Department Name	Full Time Employee(s)	Part-Time Employee(s)	Total	
G.M.	1	0	1	
V.G.M.	1	0	1	
Administration Dept.	1	0	1	
Purchase Dept.	1	0	1	
Production Dept.	110	0	110	
Technology Dept.	3	0	3	
Quality Dept.	11	0	11	
Financial Dept.	2	0	2	
<b>Total Number:</b>	130	0	130	
2.3 Management				
Department	Name	Title	Education	Year(s) in Current Company
G.M.	Zihao Chen	G.M.	Junior college	7
V.G.M.	Huizhen Hu	V.G.M.	High School	7
Administration Dept.	Huiming Liang	Supervisor	Junior college	3
Purchase Dept.	Cuiwen Luo	Supervisor	High School	7
Production Dept.	Haozu He	Manager	High School	6
Technology Dept.	Wenliang Xie	Supervisor	Junior college	6
Quality Dept.	Jinming Luo	Supervisor	Junior college	7
Financial Dept.	Jianqin Chen	Supervisor	Junior college	7

## Section 3: Production Capacity

Production Capacity				
<b>3.1 Annual Production Capacity (Previous Year)</b>				
Electric fan 2,000,000 pieces				
<b>3.2 Production Capacity</b>				
Product Name	Production Line Capacity	Actual Units Produced (Previous Year)		
Electric fan	2,400,000 pieces	2,000,000 pieces		
<b>3.3 Production Machinery</b>				
Machine Name	Brand & Model No.	Quantity	Number of Year(s) Used	Condition
25 meter Auto-transport Line	Dongfang	2	6	Good
20 meter Auto-transport Line	Dongfang	2	4	Good
Air compressor	Jucai	2	6	Good
<b>3.4 Testing Machinery</b>				
Machine Name	Brand & Model No.	Quantity	Number of Year(s) Used	Condition
Tachometer	DSS-2	1	6	Good
Power meter	MG15D	10	6	Good
Dielectric strength tester	WB2670A	9	6	Good
Torsion meter	12LTDK	1	6	Good
Auto-switch integrated tester	XINGYI	5	6	Good
Temperature rise measurement	RC-2	1	5	Good
Psophometer	CENTER329	1	5	Good
Tautness meter	NK-200	1	5	Good
Leakage current tester	MN21A	1	6	Good
Grounding resistance instrument	MN11A	6	6	Good
<b>3.5 Subcontractors</b>				
Subcontractor Name	Product Subcontracted	Volume Supplied	Cooperation Period (Years)	
None	/	/	/	

## Section 4: Quality Assurance

Quality Assurance					
<b>4.1 Quality Management System Certification</b>					
Certification	Certified By	Certificate No.	Business Scope	Available Date	Expired Date
None	/	/	/	/	/
<b>4.2 Product Certification</b>					

Certificate No.	Certified By	Certificate No.	Product Name & Model No.	Available Date	Expired Date
GS	TUV	S150193 644	Electric fan RT-15, RT-15A, RJ-15, RTJ-15, RT-23, FT-23EII, RT-23A, RT-30, FT-30EII, RD-30B, RT-30A, RT-40, FT-40EII, RD-40, RD-40A, RD-40B, RD-40AC, RD-40C, FD-40E, RW-40A, RW-40AR, RT-40A, RD-40D, RD-40AC(CH), RD-40 PRO, RD-45, RD-45C	10 <sup>th</sup> Dec., 2010	30 <sup>th</sup> Nov., 2012
LVD	TUV	AN5019 3646 0001	Electric fan RT-15, RT-15A, RJ-15, RTJ-15, RT-23, FT-23EII, RT-23A, RT-30, FT-30EII, RD-30B, RT-30A, RT-40, FT-40EII, RD-40, RD-40A, RD-40B, RD-40AC, RD-40C, FD-40E, RW-40A, RW-40AR, RT-40A, RD-40D, RD-40AC(CH), RD-40 PRO, RD-45, RD-45C	10 <sup>th</sup> Dec., 2010	/
CE	TUV	AE5019 3732 0001	Electric fan RW-40A, RW-40AR, RT-23A, RT-30A, RT-40A, RD-40D, RD-45C, RTJ-15, RD-40 PRO	10 <sup>th</sup> Dec., 2010	/
SAA	Energy safe	07610/3	Electric fan RT-40, RD-40, RD-40A, FT-40EII, FD-40E, RD-40B, RD-40C, RD-40AC	30 <sup>th</sup> Jun., 2007	30 <sup>th</sup> Jun., 2012

#### 4.3 Quality Control Management

Item	Content	Observations /Comments
4.3.1	Is there quality control on all production lines?	<input checked="" type="checkbox"/> Yes, all production lines have adequate quality control <input type="checkbox"/> Yes, some production lines have adequate quality control <input type="checkbox"/> No
4.3.2	Do the QA/QC inspectors work independently from the production line?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
4.3.3	Who does the QC/QA Manager /Supervisor report to?	G.M.
4.3.4	How many QA/QC inspectors in total?	10

No. of Employees in Each Production Line:

Production Line	Supervisor	No. of Operators	No. of In-line QC/QA
Assembly Line (4lines)	4	105	7

#### 4.4 Supplier Management

Item	Content	Observations /Comments
4.4.1	Does the company have an supplier assessment procedure?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
4.4.2	Does the company have an updated list of approved suppliers?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

4.4.3	Does the company establish and implement a standard procedure for purchasing contract review and approval?	<input checked="" type="checkbox"/> Yes, with written standard procedures <input type="checkbox"/> Yes, with written procedure but lack of consistent standard <input type="checkbox"/> No
4.4.4	Does the company keep its Supplier Assessment Reports?	<input type="checkbox"/> Yes, Assessment Reports are available for more than 3 years <input checked="" type="checkbox"/> Yes, Assessment Reports are available for the last 1-3 years <input type="checkbox"/> Yes, Assessment Reports are available for the previous 12 months <input type="checkbox"/> No
4.4.5	Are the company's purchasing documents sufficient to ensure product safety control and their customers' requirements?	<input checked="" type="checkbox"/> Yes, the purchasing document includes all the information required <input type="checkbox"/> Yes, however the purchasing document includes incomplete information <input type="checkbox"/> No
4.4.6	Is there a procedure to conduct random product inspections after final packaging?	<input checked="" type="checkbox"/> Yes, with clear standard and written inspection records <input type="checkbox"/> Yes, with inspection records but no procedures <input type="checkbox"/> Yes, with procedures but no inspection records <input type="checkbox"/> No, inspections are not necessary

**4.5 After Sales Service**

Item	Content	Observations /Comments
4.5.1	Is customer feedback, including complaints, clearly recorded and maintained?	<input checked="" type="checkbox"/> Yes, with a standard feedback form and records <input type="checkbox"/> Yes, with a standard feedback form but no records <input type="checkbox"/> Yes, with records but no standard feedback form <input type="checkbox"/> No
4.5.2	Are there any clear procedures for handling customer complaints?	<input checked="" type="checkbox"/> Yes, with clear procedures and written records <input type="checkbox"/> Yes, with clear procedures but no written records <input type="checkbox"/> Yes, with written records but no clear procedures <input type="checkbox"/> No
4.5.3	Is there a closed-loop corrective action system in place?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
4.5.4	Can finished/packaged products be traced by lot identification to the appropriate raw material test reports?	<input type="checkbox"/> Yes, with procedures to trace raw materials <input checked="" type="checkbox"/> Yes, main raw material can be traced <input type="checkbox"/> No, only the production date can be traced <input type="checkbox"/> No
4.5.5	Is there a product alert and recall procedure?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

## Section 5: Production Process Management

**Production Process Management**

Item	Content	Observations /Comments
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5.1	Is the factory tidy and clean enough for production?	<input type="checkbox"/> Yes, very good <input checked="" type="checkbox"/> Yes, acceptable <input type="checkbox"/> No, needs improvement <input type="checkbox"/> No, very poor
5.2	Are the following items /documents provided at the appropriate location?	<input checked="" type="checkbox"/> Work Instructions <input type="checkbox"/> Approved sample <input checked="" type="checkbox"/> Product picture <input type="checkbox"/> No, the above mentioned was not available
5.3	Are written instructions available for onsite material inspection/testing? Are the relevant records maintained?	<input checked="" type="checkbox"/> Yes, with clear written instructions and records <input type="checkbox"/> Yes, with written instructions but no records <input type="checkbox"/> Yes, with records but no written instructions <input type="checkbox"/> No
5.4	Are written inspection/testing instructions available for finished products? Are the relevant records maintained?	<input checked="" type="checkbox"/> Yes, with clear written instructions and records <input type="checkbox"/> Yes, with written instructions but no records <input type="checkbox"/> Yes, with records but no written instructions <input type="checkbox"/> No
5.5	How are finished products inspected?	<input checked="" type="checkbox"/> 100% of products with detailed inspection <input type="checkbox"/> Random inspection <input type="checkbox"/> No inspection <input type="checkbox"/> No inspection necessary
5.6	Are units that failed inspection clearly marked and separated to prevent accidental dispatch?	<input checked="" type="checkbox"/> Yes, the units are separated and marked clearly <input type="checkbox"/> Yes, the units are separated but not marked clearly <input type="checkbox"/> No
5.7	How are finished products that failed inspection handled?	<input checked="" type="checkbox"/> Repaired and re-inspected <input type="checkbox"/> Thrown away <input type="checkbox"/> No inspection necessary

## Section 6: R & D Capacity

R&D Capacity			
6.1 Current Situation			
There is/are <u>  3  </u> R&D Engineer(s) in the company.			
Education Level	Headcount	Work Experience	Headcount
Doctorate	0	Over 30 Years	0
Post-Graduate	0	21-30 Years	0
Graduate	1	11-20 Years	0
Junior College	1	6-10 Years	3
Technical School	0	2-5 Years	0
High School	1	Less than 2 years	0
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List of successful project(s) (Example: Patented products):	None
Does the company have its own brand?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
If yes, please specify:	None
Does the company provide ODM service for others?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Are there relevant design input/output, review, and verification documents available for the assessment company?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Based on inspection, are R & D employees equipped with adequate specialized equipment?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
If yes, please list all key equipment used:	Air flow tester, Stability test board, Temperature rise measurement
Do R& D employees use any specific software for designing new products?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
If yes, please list the main software used:	CAD
Please list all certifications and/or qualifications of the R & D department:	None

## Section 7: Company Development / Expansion Plans

Company Development / Expansion Plans		
Item	Company Development Action	Timeframe
1	None	None

## Section 8: Production Flow

Production Flow					
No	Production Process	No	Production Process	No	Production Process
1		2		3	
	Assemble the electric motor		Fix the switch and power line		Assemble the hand piece
4		5		6	
	Assemble the switch		Put the wire nut into terminal		Fix the bundle
7		8		9	
	Assemble front back cover		Assemble motor back cover		Testing
10		11		12	
	Cleaning the products		Put into the plastic bag		Packing

**Section 9: Certification & Photos**

Certification	
<p><b>Business License(Original)</b></p> 	<p><b>Business License(Duplicate)</b></p> 
<p><b>Tax Registration Certificate(Original National Tax)</b></p> 	<p><b>Tax Registration Certificate(Duplicate National Tax)</b></p> 
<p><b>Tax Registration Certificate(Original Local Tax)</b></p> 	<p><b>Tax Registration Certificate(Duplicate Local Tax)</b></p> 

**Organization Code Certificate(Original)**



**Organization Code Certificate(Duplicate)**



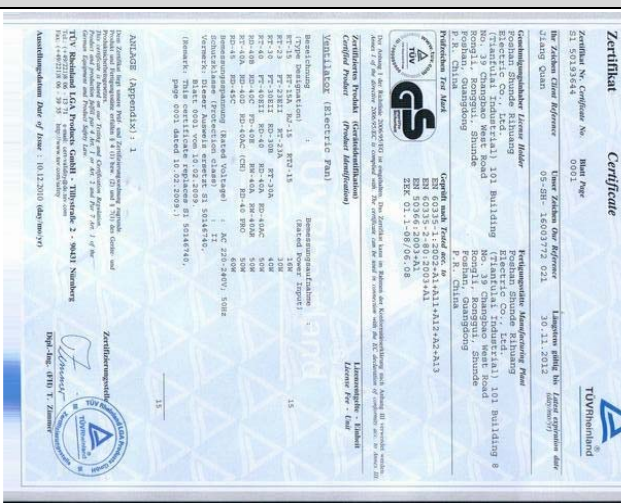
**Permit for Opening Bank Account**



**Certification of CE**



**Certification of GS**



**Certification of LVD**



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**Material Warehouse**



**Product Warehouse**



**Product Sample Room**



**Product Sample Room**

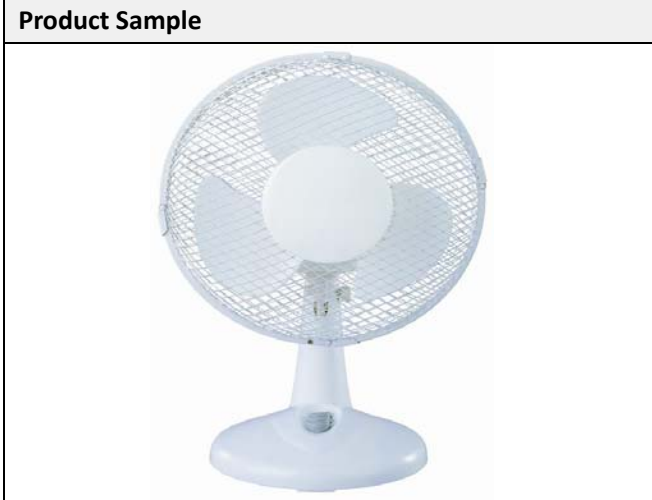


**Product Sample**



**Product Sample**





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