

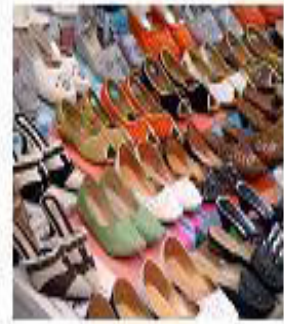


SUPPLIER
QUALIFICATION
PROGRAM

Measured Results - Improved Performance

Supplier Qualification Program Quick Scan Assessment Report

NINGBO BATHING INT'L IND CO.,LTD



Report No: F_IAR_48117_SQP_QS
Audit Date: 04-Feb-2015
Zhejiang,China

87

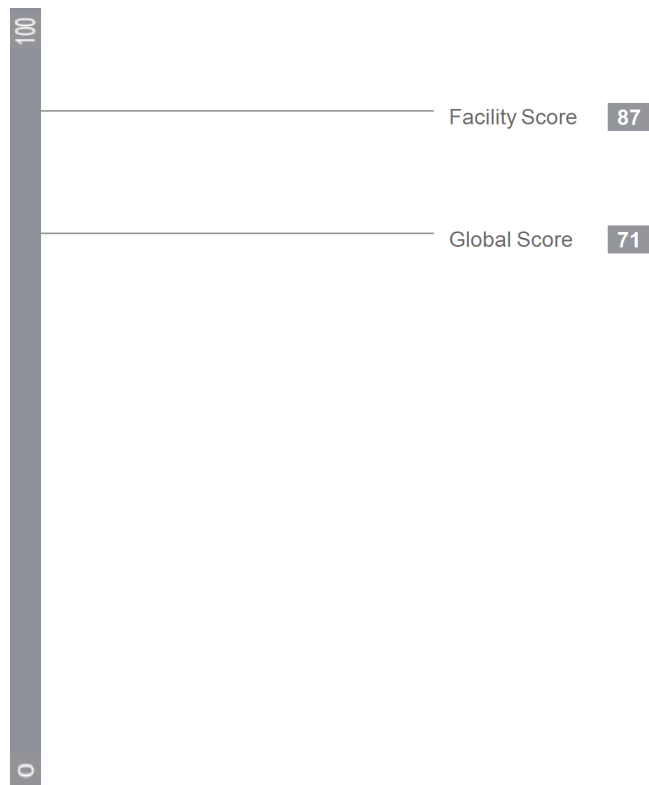
Intertek

Supplier Qualification Program Quick Scan Assessment Report

Report No	F_IAR_48117_SQP_QS
Audit Date	Feb 04, 2015
Assessment Stage	Initial
Company Full Name	NINGBO BATHING INT'L IND CO.,LTD
Audit Location	No. 771 Zhangxin North Road, Xiaolin Town
City	Cixi City
Country	China
Telephone No	86 574 63505891
Fax No	86 574 63509257
Auditor(s) Name	leo zhang

Facility Performance Rating

Participating Facilities : 1615



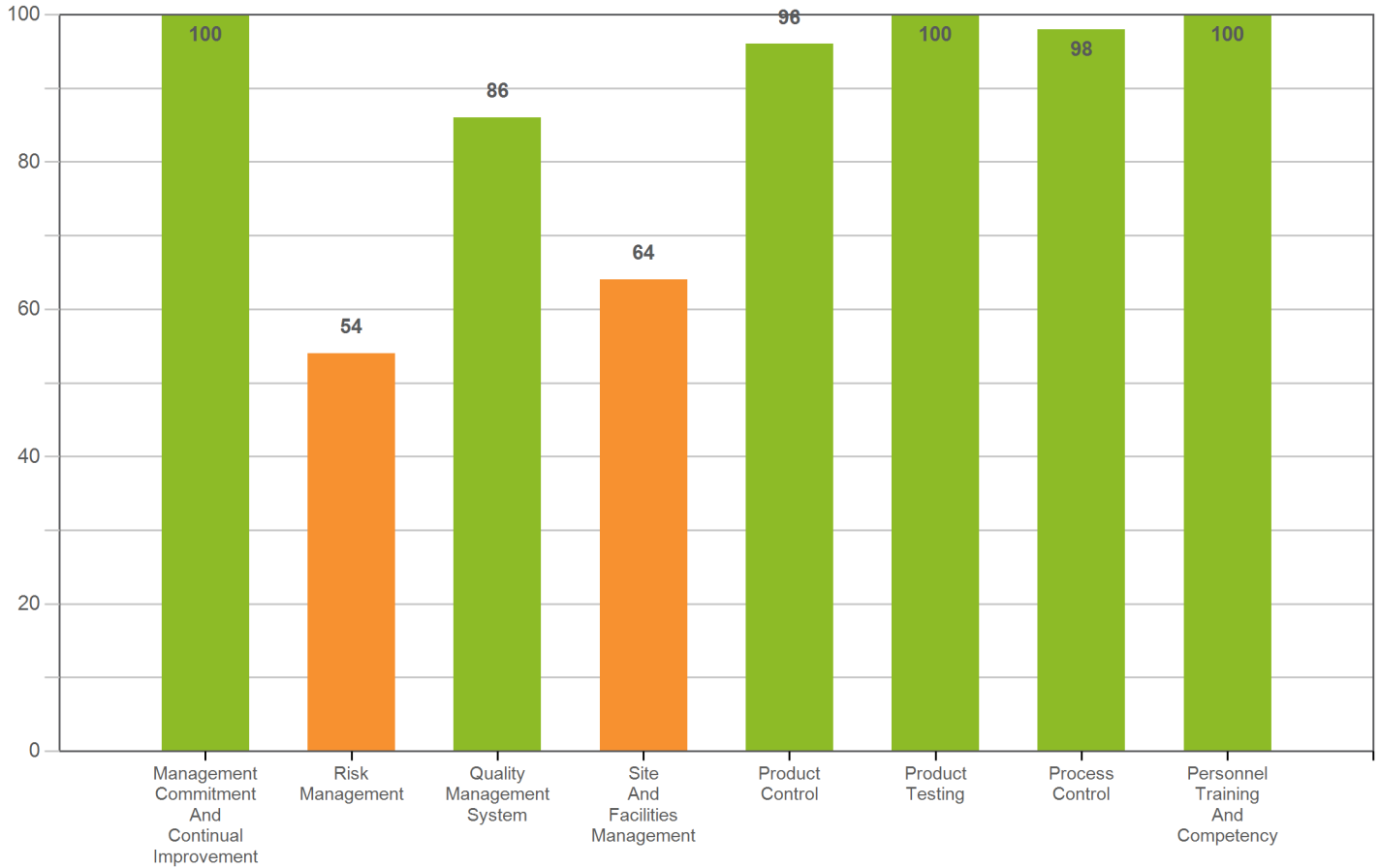
Facility Profile

Facility Name	NINGBO BATHING INT'L IND CO.,LTD
Facility Legal Name	NINGBO BATHING INT'L IND CO.,LTD
Contact Name,Title	Mr. Cen Zili, General Manager
Industry	Textiles
Products Manufactured	Indoor slipper, Bath Towel, Bib, Soft bath Accessories etc.
Production Processes	Incoming materials ---Cutting----Sewing-----Inspection and packing---Finishing goods storage
Total Number of Machines	40
Main Machine Types	Sewing machines etc.
Year facility began operations	1999 established and moved current location in 2002
Number of buildings the facility operates in	2
Range of total number of employees at the facility	30
Number of shifts and operating hours	8 hours(7:30--11:00, 12:00---16:30), 1 shift per day
Person responsible for overall product safety and quality issues, Title:	Mr. Cen Zili, General Manager

Facility Overview

NINGBO BATHING INT'L IND CO.,LTD. was originally established in 1999 and moved to current location in 2002. It is No. 771 Zhangxin North Road, Xiaolin Town, Cixi, Ningbo, Zhejiang, China. It took about 2 hours to go to Hangzhou Xiaoshan International airport by car. It was dedicated in indoor slipper, Bath Towel, Bib, Soft bath Accessories etc. Almost all products were exported to European and USA market. The facility had established document quality system based on ISO9001:2008, but it was not certified and most of procedures had been firmly implemented in practices. For details, please refer to CIR and report.


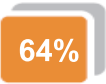


I. Facility Performance Summary



Performance Summary	Overall Compliance(%)	Non Compliance (%)					
		Major		Moderate		Minor	
		# of Questions	%	# of Questions	%	# of Questions	%
Facility Summary	87%	0	0.0%	4	10.7%	5	2.7%



II. Key Section Performance Analysis

Key Section Name	Section Compliance		Non Compliance (%)						# of Total Questions
			Major		Moderate		Minor		
	# of Questions	%	# of Questions	%	# of Questions	%	# of Questions	%	
Management commitment and continual improvement	7		0	0.0%	0	0.0%	0	0.0%	7
Risk Management	14		0	0.0%	1	35.7%	2	10.0%	17
Quality Management System	34		0	0.0%	1	14.3%	0	0.0%	35
Site and Facilities Management	12		0	0.0%	2	32.4%	1	3.9%	15
Product Control	21		0	0.0%	0	0.0%	1	3.9%	22
Product Testing	10		0	0.0%	0	0.0%	0	0.0%	10
Process Control	54		0	0.0%	0	0.0%	1	1.6%	55
Personnel Training and Competency	6		0	0.0%	0	0.0%	0	0.0%	6
Overall Total	158		0	0.0%	4	10.7%	5	2.7%	167



III. Performance Trend Analysis

Section Name	Current	Last	First	Change (Current-Last)	Change (Current-First)
Management Commitment And Continual Improvement	100	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Risk Management	54	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Quality Management System	86	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Site And Facilities Management	64	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Product Control	96	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Product Testing	100	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Process Control	98	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Personnel Training And Competency	100	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Overall Score	87	Not Applicable	Not Applicable	Not Applicable	Not Applicable

▲ Advancers ■ Constant ▼ Decliner

IV. Opportunities for Improvement

Performance Rating



54%

Section: Risk Management

SubSection: Legislative and Safety Requirements

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Minor	N/A	21.00	A few isolated cases are found that the company is not fully aware of relevant legislation, mandatory standards and industry/customer codes of practice applicable to the product in the countries of intended sale. <i>During auditing, some law requirements such as REACH, CPSIA etc. were not provided by facility.</i>	91%

SubSection: Risk Assessment

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Minor	N/A	24.00	The company does not establish product risk assessment for a few isolated cases of its product or group of similar products. <i>Not all facility products had been conducted product risk assessment.</i>	19%

SubSection: Verification of Risk Assessment

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Moderate	N/A	32.00	Verification of risk assessment is not carried out prior to production. <i>The product risk assessment procedure was established in the facility but not all products were conducted product risk assessment before production.</i>	79%

86%

Section: Quality Management System

SubSection: Internal Audit

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Moderate	N/A	67.00	Internal audits are not carried out by competent personnel, who are independent of the area of operation being assessed. <i>The internal auditor was not qualified.</i>	83%

64%

Section: Site and Facilities Management

SubSection: Cleaning and Hygiene Practices

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Moderate	N/A	150.00	Cleaning practices are not completed effectively so as to minimise risk of contamination. <i>During auditing, some scarpes were found on the floor.</i>	85%
Moderate	N/A	158.05	<ul style="list-style-type: none"> Head and facial hair is not fully contained where there are product contamination risks. <i>All packing operators did not wear hair covers.</i> 	29%

SubSection: Pest Control

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Minor	N/A	170.00	Pest control measures established were not adequate to minimise the risk of pest infestation on the site. <i>Some suitable pest control measures such as bait stations and fly-killer lamps were set up, but no windows had been installed with screen nets to prevent pest entry.</i>	74%

96%

Section: Product Control

SubSection: Product Transport; Storage and Distribution

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Minor	N/A	228.00	A few isolated cases are found that preventive measures (e.g., protection or suitable packaging) are not taken to ensure the transport, storage and distribution across the supply chain minimise the risk of contamination and damage. <i>The preventive measures was not firmly implemented in the facility, during auditing, some fabric and cutting pieces were stored on the floor directly.</i>	73%

98%

Section: Process Control

SubSection: Calibration and Control of Measuring and Monitoring Devices

Current (04-Feb-2015)	Last (NA)	ID	Findings	Global Freq. of Compliance %
Minor	N/A	701.00	The list for identifying equipment used to make measurements in accept or reject activity is not complete or up-to-date. <i>The GSM cutter was not contained in the identified calibration list.</i>	86%

Recommendation for Improvement Plan Timeline

Finding Rating	Improvement Timeline
Major	Take action within 0 ~ 1 month to make necessary improvements
Moderate	Take action within 0 ~ 3 months to make necessary improvements
Minor	Take action within 0 ~ 6 months to make necessary improvements

DISCLAIMER

This report is for the exclusive use of the client of Intertek named in this report ("Client") and is provided pursuant to an agreement for services between Intertek and Client ("Client Agreement"). No other person may rely on the terms of this report. This report provides a summary of the findings and other applicable information found/gathered during the audit conducted at the specified facilities on the specified date only. Therefore, this report does not cover, and Intertek accepts no responsibility for, other locations that may be used in the supply chain of the relevant product or service. Further, as the audit process used by Intertek is a sampling exercise only, Intertek accepts no responsibility for any non-compliant issues that may be revealed relating to the operations of the identified facility at any other date. Intertek's responsibility and liability are also limited in accordance to the terms and conditions of the Client Agreement. Intertek assumes no liability to any party, for any loss, expense or damage occasioned by the use of this information other than to the Client and in accordance with the Client Agreement and these disclaimers. In case there is any conflict between the disclaimers stated herein and the applicable terms and conditions of Intertek incorporated into the Client Agreement, then these disclaimers shall prevail.