Alibaba Report of In-depth Factory Inspection

Foshan Zhiya Undergarment Co, Ltd.

Report number: CANWT00198055

Inspection time: 5/28/2014

Valid until: 5/27/2015

Alibaba store link	www.yst98.1688.com		
Actual business	83 Yongqing Road Nanhai Yanbu Ave, Foshan		
address			
Contact person	Junqiang Cai	Tel	13823463811
Inspection person	Bisong Yuan	Inspection Institution	SGS Guangzhou Co.Ltd.
Note	N/A		

Authorization person: Ben Qian

(This report is translated into English by China Labor Watch. For the original version, please click here.)

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SECTION 1 – Summary

1. Primary Categories of Goods

Zhiya Undergarment Co. Ltd. specializes in producing feminine undergarments, with its primary goods being adjustable bras and beautiful body shaping underwear, among others.

2. Design

They five full-time fashion and technical designers each, and all of them have over 3 years of experience. Every year their designers are responsible for 300-400 different models of undergarments, and have collaborated with companies including "Cosmo Lady", "Yiqianni", "Realwill", and "Moonbra"

They have 25 people working in design who provide technical support so as to facilitate rapid design. Each year they are responsible for around 800-1000 designs.

On average their design period takes 2 days, and the fastest they can complete a design project is 1 day.

3. Productive Capacity

This factory can produce around 4.1 million units per year, and they are broken up into the following order figures: 500 units or less are 20%; 500-5,000 units are 10%; 5,000-20,000 units are 20%; 20,000 units or more are 50%. The production of this factory is steady with no apparent peak or off season. 100% of its goods are for sale on the domestic market, and around 73% of their products are bras.

4. The Productive Period

Their production is flexible and rapid, facilitating orders of 500 or less in 4 days; orders of 500-5,000 on average 5-10 days; orders of 5,000-20,000 in around 25-30 days; and orders of 20,000 or more in 35-45 days. This factory has the productive capacity to easily deal with orders of around 10,000.

5. Quality Control Capabilities

The factory has established standards for the task of quality inspection, with 41 workers specializing as quality inspectors. These workers are responsible for inspecting raw materials on arrival, inspections on the factory line, and inspections of the finished product, with appropriate inspection notes. Most of the workers have over two years of experience and are quite effective in carrying out their duties so as to re-guarantee the product's quality.

6. Other Information (Summary)

The Zhiya Undergarments Factory is based in the Pearl River Delta, right in the famous "Undergarment District" of Yanbu, Foshan, Guangdong, and the transportation is convenient. The factory specializes in the production of feminine undergarments, with its primary goods being adjustable bras and beautiful body shaping underwear, among others. In succession they have obtained patents for the following four technologies: breathable bras, chitosan fiber undergarments, holistic magneto-therapeutic healthy undergarments, and massaging breathable healthy bras. The factory itself is 12,850 m², its environment is neat and tidy with ample lighting, the factory is managed according to the rules, and its workers are stable and familiar with the technology. This factory's primary focus is in providing a subcontracting service for their client.

SECTION 2 – Basic Business Information

2.1 Industrial and Commercial Information			
Business Name	Foshan Zhiya Undergarment Company, Ltd.		
Registered Address	Foshan City, Nanhai District, Dali To	own, Yanbu Avenue, Yor	ngqing Road, No. 83
Business Type	Limited Liability Company	Registration Capital	2 Million RMB
Legal Representative	Jiafeng Yang	Business License #	440682000252197
Operational Scope	Overtime, Manufacture, Operation, Undergarments, Clothing. (It is not permitted to engage in operations that are prohibited by law; for operations that are restricted by the law, one must first obtain the relevant permission, then one can may conduct this operations) Business License Period of Validity Long-Term Period of Validity		Long-Term
Yearly Inspection of	2012		

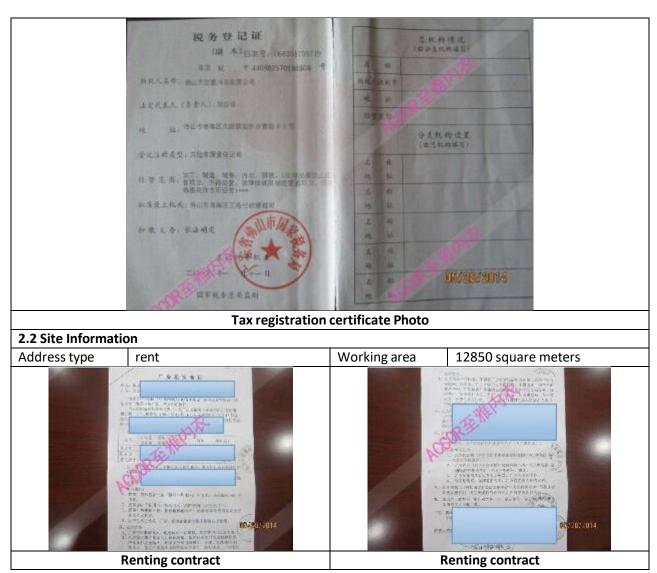


Business license



Institution code certificate

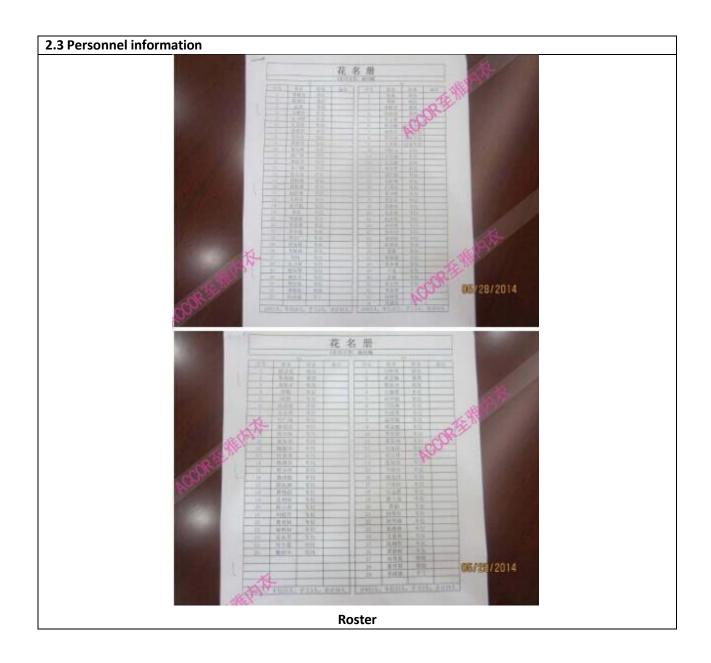
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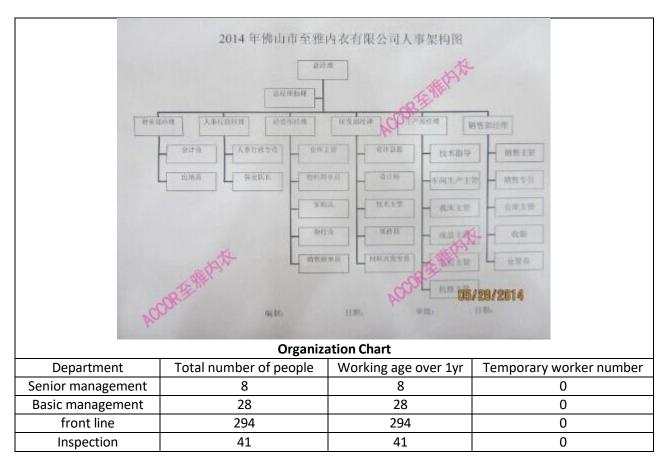
Area of main production site (key production line)			
Cutting workshop	1000 square meters	Sewing workshop	1000 square meters
Road after the	1000 square meters		
workshop			
在推内之下 接入 司		主推内表有限公司	
Fac	tory gate	Factory	doorplate
		ACC	OLE!
	Office	Sales de	partment

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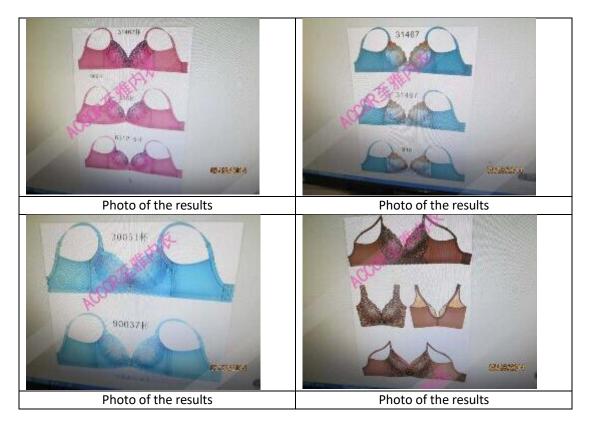
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SECTION 3: Quick proofing capability

3.1Design ability		
Production mode	OEM, ODM	
Number of designers and working age	5 designers, 2 worked 3-5yrs, 3 worked over 5 years	
Design Tools	CorelDraw Photoshop	
Annual number of design styles	300~400	

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3.2 Proofing

Number of equipments used	Fuyi CAD1, 1 Automatic cutting machine, 1 Copying Machine, 18 Sewing machines, 4 Overlock sewing machines, 13 Zig zag sewing machines, 1 Tacking machine, 7 Stretch sewing machines
Number of workers in engraving division	5
Number of years working in the engraving division	5 years or more
Number of workers in the sampling division	25
Yearly collection	800 – 1000
Average proofing time	2 days
Fastest proofing time	1 day

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SECTION 4: Orders

4.1 Main markets in the recent year	Chinese Market: 100%	Asian Market (Except China): %	
	African Market: %	Middle East Market: %	
	North America Market: %	Western Europe Market: %	
	Eastern Europe and CIS Market: %	South American Market: &	
	Asia Pacific Market: %	Other Markets: %	
4.2 Type of business	Clear Work: 60%	Sales: 40%	
4.3 Brands the factory has	International Brands	No	
collaborated with	Domestic Brands	Doushi Siyu, Yissani, Run Wei,	
		Meng Ba	
	Taobao Brands	No	

4.4 Order amounts in the re	cent year			
Order Amount	Less than 500	500-5000	5000-20000	More than 20000
Percentage	20%	10%	20%	50%
Number of days of production	Four days	5-10 days	25-30 days	35-45 days
4.5 Product type and other i	nformation in the past year			
Product type in the past year	Main categories (Knitting, Denim, Sweaters, Leather)	Product type	Production amount in year	% of production
	Knitting	Bra	3,000,000	73%
	Knitting	Body scultping undergarment	500,000	12%
	Knitting	Underwear	600,000	15%

Average delivery time in past year	27 days
Fastest delivery time in past year	3 days
Smallest order in past year	400 items
Market price of items in the past year	198-1288 RMB

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SECTION 5: Flexible Production

5.1 Sewing department (Or other related departments, such as the sweater department)



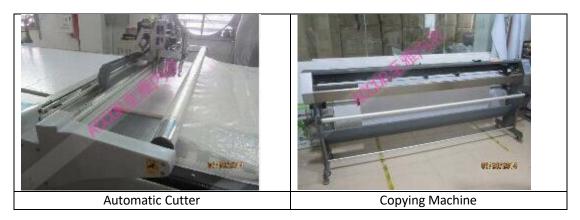
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5.2 Production environment

Onsite production environment and hygiene	Environment is clean and tidy
Onside production illumination	Bright
Sharp Tools management	No documents on management. Onsite
	interviews reveal that there is no fixed
	management
Production environment	No fixed management on sharp tools

5.3 Completeness and Progressiveness of Production machines

Conventional Production line machines	392 Sewing machines, 33 Overlock sewing
	machines , 344 Zig Zag sewing machines, 48
	Tacking machines, 10 Stretch sewing
	machines, 14 Embroidery machines, 1
	Automatic raab machine, 1 Automatic Cutting
	Machine, 10 Electric scissors , 15 Ironing
	tables, 15 Iron, 1 Pattern Cutter, 1 Copying
	Machine
Other equipment	No
Other auxiliary equipment	Generator 2
Maintenance and calibration equipment	There is maintenance, but no records
Completeness and Progressiveness	The production line equipment are complete,
	and can operate each step by themselves

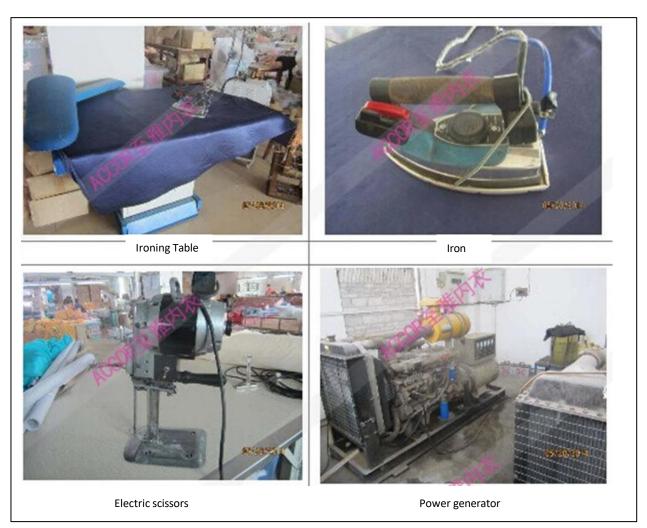


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5.4 Process Capacity	
Outsourcing process	dyeing□ washing□ printing□ embroidery ☑
Whether the management and evaluation of outsourced suppliers are sufficient	N/A
Whether the arrangement of production process is reasonable and advanced	The production line works smoothly, no obvious extrusion; the production process is reasonable and meets the regular requirements of garment production.

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Invoice Invoice

5.5 Supplier Capacity			
	Name	Region	Ontime delivery rate
Long-term partner of fabrics	Xinhai	Guangzhou Zhongda	100%
Long-term partner of trimmings	Meicheng	Foshan Naihai	100%
Long-term outsourcing partner	N/A	N/A	N/A





Fabrics supplier Trimmings supplier

5.6 Storage Situation	
Storage situation of the factory	Has independent warehouses for fabrics, trimmings, and finished garment, items are stacked neatly, with clear marks and relevant records

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Warehouse area	2600 square meters
Situation of separating storage	Finished products are stored separately with raw material, so are accepted products and non-qualified products, and all have marks
Storage management	Has stock in and stock out management
Supplier management	No managing institutions, no records
Supplier performance	Timely





Raw material warehouse





Finished products warehouse

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SECTION 6: Quality Control and Management Ability

6.1 Quality inspection department and staff	Quality inspection department and professionals ☑ Fabrics inspection staff: 3 ☑ Trimmings inspection staff: 5 ☑ Finished products inspection staff: 25 ☑ Full-time patrol and inspection staff: 8
6.2 Quality inspection equipment and apparatus	Inspection equipment and apparatus: Equipment name: Fabric inspection machine, 3 Equipment name: Lightbox, 1 Equipment name: Electronic scale, 1 Equipment name: Color abundance detector, 2 Equipment name: Fabric strength tester, 1
6.3 Incoming material quality control	The factory arranges a quality inspector to check the quality of incoming materials and provide inspection report
6.4 Onsite inspection and final inspection	The factory conducts onsite inspection and final shipping inspection and can provide inspection reports

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Fabrics inspection machine







Electronic scale

Color abundance detector

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Fabrics strength tester

Color fastness tester

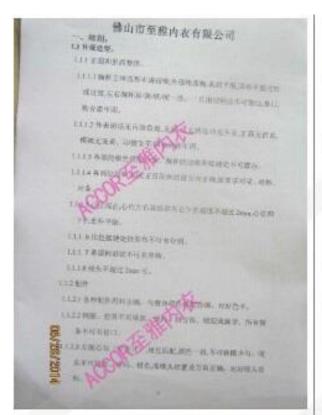


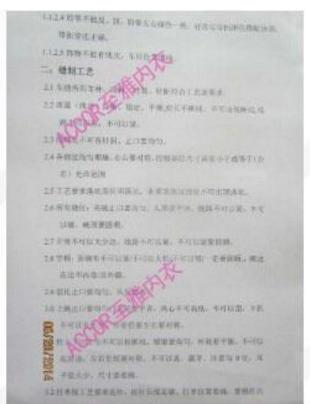


Onsite inspection

Final shipping inspection

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Operation Guidance





Records of Incoming Material Inspection

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Records of Onsite Inspection

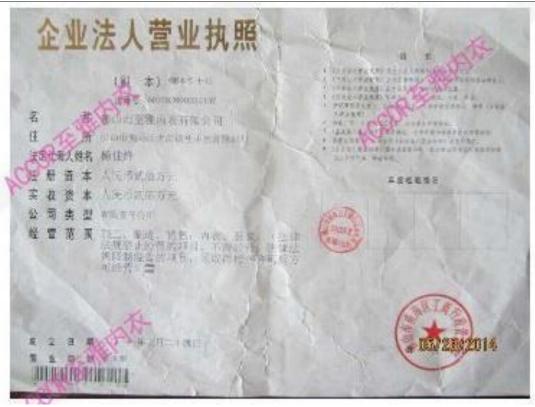
Record of Final Shipping Inspection

SECTION 7: Corporate Qualification

7.1 Certificate of Authorization (the following information are provided by the company)

None

7.2 Operation License



7.3 System (product) Certificate

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None

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