

ASI CERTIFICATION CHAIN OF CUSTODY STANDARD



PRESENTED TO

YUNNAN YONGSHUN ALUMINIUM CO., LTD.

CERTIFICATE
NUMBER

137

ASI
STANDARD

CHAIN OF CUSTODY
(V1 2017)

CERTIFICATION
LEVEL

FULL
CERTIFICATION

ASI ACCREDITED
AUDITOR

SGS-CSTC
STANDARDS
TECHNICAL
SERVICES

DATE OF ISSUE

3 AUGUST 2021

DATE OF EXPIRY

2 AUGUST 2024

CERTIFIED SINCE

3 AUGUST 2021

AUTHORISED BY

A handwritten signature in white ink, appearing to be 'J. H.', written over a dark grey background.

Aluminium Stewardship Initiative Ltd
ACN 606 661 125, Australia
info@aluminium-stewardship.org

*Validity of this Certificate is subject to continued
conformance with the applicable ASI Standard
and can be verified at*

www.aluminium-stewardship.org

CERTIFICATION SCOPE

The remelting/refining and semi-finished product manufacturing facilities of Yunnan Yongshun Aluminum Co., Ltd. The company's business includes smelting, casting and sawing processes used in the manufacture of aluminium alloy flat ingots.

SUMMARY AUDIT REPORT

CHAIN OF CUSTODY STANDARD

OVERVIEW

MEMBER NAME	Yunnan Yongshun Aluminium Co., Ltd.
ENTITY NAME	Yunnan Yongshun Aluminium Co., Ltd.
CERTIFICATION SCOPE	The remelting/refining and semi-finished product manufacturing facilities of Yunnan Yongshun Aluminium Co., Ltd. The company's business includes smelting, casting and sawing processes used in the manufacture of aluminium alloy flat ingots.
SUPPLY CHAIN ACTIVITIES	<ul style="list-style-type: none">Aluminium Re-melting/RefiningCasthouses
ASI STANDARD	<ul style="list-style-type: none">Chain of Custody Standard V1
AUDIT TYPE	<ul style="list-style-type: none">Initial Certification Audit
AUDIT FIRM	SGS-CSTC Standards Technical Services
AUDIT DATE	12 April 2021
AUDIT REPORT SUBMISSION	24 June 2021
AUDIT SCOPE	<p>The audit scope covers smelting, casting and sawing processes for the manufacture of aluminium alloy flat ingots at Yunnan Yongshun Aluminium Co., Ltd.</p> <p>Supply chain activities included in the audit scope:</p> <ul style="list-style-type: none">Aluminium Re-melting/RefiningCasthouses <p>All applicable criteria in the ASI Chain of Custody Standard were included in the audit scope.</p>
AUDIT OUTCOME	<ul style="list-style-type: none">Certification
AUDIT METHODOLOGY DECLARATION	<p>The Auditors confirm that:</p> <ul style="list-style-type: none"><input checked="" type="checkbox"/> The information provided by the Entity is true and accurate to the best knowledge of the Auditor(s) preparing this report.<input checked="" type="checkbox"/> The findings are based on verified Objective Evidence relevant to the time period for the Audit, traceable and unambiguous.

-
- ☑ The Audit Scope and audit methodology are sufficient to establish confidence that the findings are indicative of the performance of the Entity's defined Certification Scope.
 - ☑ The Auditor(s) have acted in a manner deemed ethical, truthful, accurate professional, independent and objective.
-

CERTIFICATION PERIOD	3 August 2021 – 2 August 2024
----------------------	-------------------------------

NEXT AUDIT TYPE	Surveillance Audit
-----------------	--------------------

NEXT AUDIT DUE DATE	2 August 2022
---------------------	---------------

CERTIFICATION NUMBER	137
----------------------	-----

SUMMARY OF FINDINGS

CRITERION	RATING	COMMENT
1 MANAGEMENT SYSTEM AND RESPONSIBILITIES		
1.1 ASI membership	Conformance	The Entity seeking CoC Certification became an ASI Member in 2021, thereby committing to comply with ASI's membership obligations and the ASI Complaints Mechanism.
1.2 Management system	Conformance	The Entity has issued an ASI CoC management manual, which has defined a Management System that addresses all applicable requirements of the ASI Chain of Custody Standard, in all facilities under the control of the Entity that has custody of CoC Material.
1.3 Management system reviews	Conformance	The Entity has a procedure which defines that the Management System be reviewed every year.
1.4 Management representative	Conformance	The Entity has nominated one Management Representative as having overall responsibility and authority for the Entity's conformance with all applicable requirements of the ASI Chain of Custody Standard, please see the following link: http://yongshunyn.nat123.net/wordpress/2020/04/28/%e7%ae%a1%e7%90%86%e8%80%85%e4%bb%a3%e8%a1%a8%e4%bb%bb%e5%91%bd%e4%b9%a6/
1.5 Training	Conformance	The Communications Procedure and Training Procedure have defined that the Entity implement communications and training measures that make relevant personnel aware of and competent in their responsibilities under the ASI Chain of Custody Standard. The Entity has established and implemented a yearly training plan including CoC Standard knowledge.
1.6 Record keeping	Conformance	The procedure of record control has defined that the Entity maintains up-to-date records covering all applicable requirements of the ASI Chain of Custody Standard. The procedure of record control requires records to be retained for 5 years.
1.7a Reporting to ASI (Inputs and Outputs)	Conformance	The Entity has a procedure which defines that the Entity report Input and Output Quantities of CoC Material/s over the calendar year to the ASI Secretariat within 3 months after the end of each calendar year.
1.7b Reporting to ASI (Input Percentage)	Conformance	The Entity has a procedure which defines that the Entity report Input Percentage/s calculated for the calendar year to the ASI Secretariat within 3 months after the end of each calendar year.

CRITERION	RATING	COMMENT
1.7c Reporting to ASI (Positive Balance)	Conformance	The Entity has a procedure which defines that the Entity reports the maximum Positive Balance in the calendar year and carries it over to the subsequent Material Accounting Period. The Entity reports this to the ASI Secretariat within 3 months after the end of each calendar year.
1.7d Reporting to ASI (Internal Overdraw)	Conformance	The Entity has a procedure which defines that the Entity reports the maximum Internal Overdraw within the calendar year, if any, and the percentage of Input Quantity of CoC Material this represents. The Entity reports this to the ASI Secretariat within 3 months after the end of each calendar year.
1.7e Reporting to ASI (Eligible Scrap)	Not Applicable	The Entity did not purchase Post-Consumer Scrap and Pre-Consumer Scrap.
1.7f Reporting to ASI (ASI Credits from Casthouses)	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
1.7g Reporting to ASI (ASI Credits purchased)	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
2 OUTSOURCING CONTRACTORS		
2.1 Outsourcing Contractors in CoC Certification Scope	Not Applicable	The Entity does not have Outsourcing Contractors.
2.2a Control of CoC Material	Not Applicable	The Entity does not have Outsourcing Contractors.
2.2b No further outsourcing	Not Applicable	The Entity does not have Outsourcing Contractors.
2.2c Risk assessment	Not Applicable	The Entity does not have Outsourcing Contractors.
2.3 Output Quantity	Not Applicable	The Entity does not have Outsourcing Contractors.
2.4 Verification and record-keeping	Not Applicable	The Entity does not have Outsourcing Contractors.
2.5 Error management	Not Applicable	The Entity does not have Outsourcing Contractors.
3 PRIMARY ALUMINIUM: CRITERIA FOR ASI BAUXITE, ASI ALUMINA AND ASI LIQUID METAL		
3.1a CoC Certification Scope - Bauxite Mining	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
3.1b ASI Performance Standard - Bauxite Mining	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
3.2a CoC Certification Scope - Alumina Refining	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
3.2b ASI Performance Standard - Alumina Refining	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.

CRITERION	RATING	COMMENT
3.3a CoC Certification Scope - Aluminium Smelting	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
3.3b ASI Performance Standard - Aluminium Smelting	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.

4 RECYCLED ALUMINIUM: CRITERIA FOR ELIGIBLE SCRAP AND ASI LIQUID METAL

4.1a CoC Certification Scope - Aluminium Re-Melting/Refining	Conformance	The ASI CoC management manual and ASI CoC management procedure define the Entity's CoC management. The CoC management system ensures that ASI Liquid Metal is produced only from Facilities within the Entity's CoC Certification Scope.
4.1b ASI Performance Standard - Aluminium Re-Melting/Refining	Conformance	The ASI CoC management manual and ASI CoC management procedure define the Entity's CoC management. The CoC management system ensures that ASI Liquid Metal is produced only from Facilities within the Entity's CoC Certification Scope.
4.2a Pre-Consumer Scrap and Dross	Conformance	The ASI CoC management procedure defines the Entity's CoC management. This includes accounting for Eligible Scrap in the Material Accounting System as only Pre-Consumer Scrap and Post-Consumer Scrap.
4.2b Post-Consumer Scrap	Conformance	The ASI CoC management procedure defines the Entity's CoC management. This includes accounting for Eligible Scrap in the Material Accounting System as only Pre-Consumer Scrap and Post-Consumer Scrap.
4.3a Supplier records	Conformance	The ASI CoC management procedure defines the Entity's CoC management. This includes having systems in place to record relevant details of direct suppliers of Recyclable Scrap. However, the Entity has only purchased alloy ingot as input, no scrap.
4.3b Cash payments	Conformance	The ASI CoC management procedure defines the Entity's CoC management. This includes having systems in place to record relevant details of direct suppliers of Recyclable Scrap. However, the Entity has only purchased alloy ingot as input, no scrap.

5 CASTHOUSES: CRITERIA FOR ASI ALUMINIUM

5.1a CoC Certification Scope - Casthouses	Conformance	The ASI CoC management procedure defines the Entity's CoC management. The CoC management system ensures production of ASI Aluminium is only from a Casthouse that is within the Entity's CoC Certification Scope.
---	-------------	---

CRITERION	RATING	COMMENT
5.1b ASI Performance Standard - Casthouses	Conformance	The ASI CoC management procedure defines the Entity's CoC management. The CoC management system ensures production of ASI Aluminium is only from a Casthouse that is certified against the ASI Performance Standard.
5.2 Casthouse Products	Conformance	The Entity has an accounting system to link and trace the input quantity of CoC Material.
6 POST-CASTHOUSE: CRITERIA FOR ASI ALUMINIUM		
6.1a CoC Certification Scope - Post-Casthouse	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
6.1b ASI Performance Standard - Post-Casthouse	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
6.1c Sourcing ASI Aluminium	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
7 DUE DILIGENCE FOR NON-COC INPUTS AND RECYCLABLE SCRAP MATERIAL		
7.1a Responsible sourcing policy (anti-corruption)	Conformance	The Entity has established the Purchasing Policy according to the ASI Performance Standard, which covered the following criteria: Anti-Corruption, Responsible Sourcing, Human Rights Due Diligence, Conflict-Affected and High-Risk Areas.
7.1b Responsible sourcing policy (responsible sourcing)	Minor Non-Conformance	The Entity has established the Purchasing Policy according to the ASI Performance Standard, which covered the following criteria: Anti-Corruption, Responsible Sourcing, Human Rights Due Diligence, Conflict-Affected and High-Risk Areas. However, one Minor Non-Conformance is raised on communicating the Purchasing Policy to suppliers as two suppliers had not been communicated with.
7.1c Responsible sourcing policy (human rights due diligence)	Minor Non-Conformance	The Entity has established the Purchasing Policy according to the ASI Performance Standard, which covered the following criteria: Anti-Corruption, Responsible Sourcing, Human Rights Due Diligence, Conflict-Affected and High-Risk Areas. The Entity commits to respect human rights and aims to extend this commitment in the supply chain. The human rights due diligence process is established covering the supply chain. However, one Minor Non-Conformance is raised on human rights due diligence process to suppliers as two suppliers providing material to the Entity are affected parties and they have not completed the human rights due diligence.

CRITERION	RATING	COMMENT
7.1d Responsible sourcing policy (conflict affected and high risk areas)	Conformance	The Entity has a Conflict-Affected and High-Risk Areas procedure. The Entity has surveyed the related parties, the Entity's business or purchasing is not affected by conflict-affected and high-risk areas.
7.2 Risk assessment	Conformance	The Entity has established a procedure for supplier assessment of non-conformance (if any). Interviews with personnel associated with purchasing and review of the supplier assessment report, confirmed that no risks of adverse impacts have been identified.
7.3 Complaints mechanism	Conformance	The Entity has established a complaints mechanism as per requirements (Criterion 3.2) in the ASI Performance Standard, and that is appropriate to the nature, scale and impact of the business and that allows interested parties to voice concerns about non-compliance with its Responsible Sourcing Policy.

8 MASS BALANCE SYSTEM: COC MATERIAL AND ASI ALUMINIUM

8.1 Material Accounting System	Conformance	The Entity's Management System included a Material Accounting System that records Input Quantity and Output Quantity of CoC Material and Non-CoC Material, by mass.
8.2a Post-Consumer Scrap	Not Applicable	The Entity has not engaged in Aluminium Re-Melting/Refining to produce Recycled Aluminium.
8.2b Pre-Consumer Scrap (total)	Not Applicable	The Entity has not engaged in Aluminium Re-Melting/Refining to produce Recycled Aluminium.
8.2c Pre-Consumer Scrap (Eligible Scrap)	Not Applicable	The Entity has not engaged in Aluminium Re-Melting/Refining to produce Recycled Aluminium.
8.3 Material Accounting Period	Conformance	The Entity's Material Accounting System specified a Material Accounting Period, which was not longer than 12 months.
8.4 Input Percentage	Conformance	The Entity uses the required formula in the ASI Chain of Custody Standard to calculate and record Input Percentage. All units are in tonnes.
8.5 Input Percentage (Aluminium Re-Melting/Refining)	Conformance	The ASI CoC management procedure was defined. The Entity uses the required formula in the ASI Chain of Custody Standard to calculate and record input percentage. All units are in tonnes.
8.6 Output Quantity determination	Conformance	The Entity has a procedure which defines that the Entity uses the Input Percentage for the given Material Accounting Period to determine the Output Quantity of CoC Material, by mass.

CRITERION	RATING	COMMENT
8.7 Output Quantity designation	Conformance	The Entity has a procedure which defines that the Output Quantity of CoC Material, which may be a subset of total production, is designated as 100% CoC Material.
8.8 Output Quantity - Pre-Consumer Scrap	Conformance	The Entity produces Pre-Consumer Scrap from its processing and wishes to designate the relevant proportion as Eligible Scrap. The Entity has a procedure which defines that the Entity use the Input Percentage for the given Material Accounting Period to determine the Output Quantity of Eligible Scrap.
8.9 Outputs not exceed Inputs	Conformance	The Entity used ERP (Enterprise Resource Planning) to record input and output, which can ensure that the total output of CoC Material and/or Eligible Scrap does/do not proportionally exceed the Input Percentage as applied to total input of CoC Material and/or Eligible Scrap over the Material Accounting Period.
8.10a Internal Overdraws (not exceed 20%)	Conformance	The Entity has a procedure which defines that the Internal Overdraw shall not exceed 20% of total Input Quantity of CoC Material for the Material Accounting Period.
8.10b Internal Overdraws (not exceed affected amount)	Conformance	The Entity has a procedure which defines that the Internal Overdraw shall not exceed the amount of CoC Material affected by the force majeure situation.
8.10c Internal Overdraws (period to make up)	Conformance	The Entity has a procedure which defines that the Internal Overdraw shall not exceed the amount of CoC Material affected by the force majeure situation.
8.11a Positive Balance (carry over)	Conformance	The account in the production management system can clearly identify any carry over of a Positive Balance.
8.11b Positive Balance (expiry)	Conformance	The Entity has a procedure which defines that a Positive Balance generated in one Material Accounting Period and carried over to the subsequent Material Accounting Period, shall expire at the end of that Period if not drawn down.
9 ISSUING COC DOCUMENTS		
9.1 Shipments and transfers	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.

CRITERION	RATING	COMMENT
9.2a Date of issue	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2b Reference number	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2c Issuing Entity	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2d Receiving customer	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2e Responsible employee	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2f Conformance statement	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2g Type of CoC Material	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2h Mass of CoC Material	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.2i Mass of total material	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.3a Sustainability Data (optional)	Conformance	The Entity has a procedure that includes a CoC Document form template which provides for the inclusion of information as required by the ASI Chain of Custody Standard.
9.3b Sustainability Data (passing on)	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.

CRITERION	RATING	COMMENT
9.3c Post-Casthouse ASI Certification status	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
9.4 Supplementary Information (optional)	Conformance	The Entity has a procedure which defines that the CoC Document can include Supplementary Information where supported by objective evidence, where needed, such as ISO certification, ASI Performance Standard Certificates and packing list.
9.5 Response to verification requests	Conformance	The Entity has a procedure which defines the salesman, who is in charge of replying to reasonable requests about the CoC Documents.
9.6 Error management	Conformance	The Entity has a procedure which defines the corrective action for a non-conformance. Interviews with key personnel demonstrates knowledge on taking action such as recalling the CoC Documents.
10 RECEIVING COC DOCUMENTS		
10.1 Verify required information included	Conformance	The Entity has a procedure which defines the process of checking the CoC Documents input.
10.2 Verify consistency with shipments	Conformance	The Entity has a procedure which defines the process of checking the CoC Documents before the ASI CoC Materials are put into storage.
10.3 Verify supplier CoC Certification status	Conformance	The Entity has a procedure which defines the process of checking the ASI website on a regular basis to verify the validity and scope of any changes in the supplier's ASI CoC Certification.
10.4 Error management	Conformance	The Entity has a procedure which defines that if an error is discovered after CoC Material or Eligible Scrap has been received, the Entity would ask the supplier to recall the CoC Documents and change the ASI Materials.
11 MARKET CREDITS SYSTEM: ASI CREDITS		
11.1a Material Accounting System – allocation	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.1b Link to Casthouse Products	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.1c No double counting	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.1d No Positive Balance for ASI Credits	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.2a Date of issue	Not Applicable	The Entity does not intend to use the ASI Market Credit System.

CRITERION	RATING	COMMENT
11.2b Reference number	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.2c Issuing Entity	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.2d Receiving Entity	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.2e Conformance statement	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.2f ASI Credits statement	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.2g Quantity	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.3a CoC Certification Scope – purchasing ASI Credits	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.3b Material Accounting System – purchasing	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.3c Expiry	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.3d No re-trading	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.3e No allocation to physical products	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.3f Verify supplier CoC Certification status	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
11.3g Five years maximum for ASI Credits purchasing	Not Applicable	The Entity does not intend to use the ASI Market Credit System.
12 CLAIMS AND COMMUNICATIONS		
12.1a ASI Claims Guide	Conformance	The Entity has established and documented a procedure that defines that claims are made in a manner and form consistent with the ASI Claims Guide.
12.1b Verifiable evidence	Conformance	The Entity has established and documented a procedure that defines that claim are verified in a manner and form, which is consistent with the ASI Claims Guide. In this first visit for the Certification Audit, no actual trade has taken place.

CRITERION	RATING	COMMENT
12.1c Employee training	Minor Non-Conformance	The Entity has provided appropriate training for relevant employees to properly understand and communicate the claims and/or representations. However, a Minor Non-Conformance is raised as not all relevant personnel understood how to communicate the claims and/or representations or how to issue CoC Documents.

Document Control and Version History

Revision	Date	Notes
0	3 August 2021	Issued (Full Certification)