

ASI CERTIFICATION PERFORMANCE STANDARD



PRESENTED TO

Yunnan Yongshun Aluminium Co., Ltd.

CERTIFICATE NUMBER
114

ASI STANDARD
PERFORMANCE
STANDARD
(V3 2022)

CERTIFICATION LEVEL
FULL
CERTIFICATION

ASI ACCREDITED
AUDITING FIRM
DNV BUSINESS
ASSURANCE SERVICES
UK LTD.

DATE OF ISSUE
25 JANUARY 2024

DATE OF EXPIRY
24 JANUARY 2027

CERTIFIED SINCE
25 JANUARY 2021

AUTHORISED BY

A handwritten signature in black ink, appearing to be 'Jha', with a long horizontal line extending to the right.

Aluminium Stewardship Initiative Ltd
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*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 production of mid-to-high-end aluminium alloy ingots by Yunnan Yongshun Aluminium Co. Ltd, which is jointly funded by Yongxin Aluminium Co. Ltd of Yunnan Aluminium Group and Xiamen Xiashun Aluminium Foil Co. Ltd. The Entity's activities include smelting, casting and sawing processes used in the manufacture of aluminium alloy flat ingots.

AUDIT REPORT PERFORMANCE STANDARD

OVERVIEW

MEMBER NAME	Yunnan Yongshun Aluminium Co., Ltd.
ENTITY NAME	Yunnan Yongshun Aluminium Co., Ltd.
CERTIFICATION SCOPE	The production of mid-to-high-end aluminium alloy ingots by Yunnan Yongshun Aluminium Co. Ltd, which is jointly funded by Yongxin Aluminium Co. Ltd of Yunnan Aluminium Group and Xiamen Xiashun Aluminium Foil Co. Ltd. The Entity's activities include 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/RefiningSemi-Fabrication
ASI STANDARD	<ul style="list-style-type: none">Performance Standard V3
AUDIT TYPE	<ul style="list-style-type: none">Initial Certification Audit (28 – 30 October 2020)Re-Certification and Scope Change Audit (1 – 2 November 2023)
AUDIT FIRM	DNV Business Assurance Services UK Ltd.
AUDIT DATE	<ul style="list-style-type: none">28 – 30 October 2020 (Initial Certification Audit)1 – 2 November 2023 (Re-Certification and Scope Change Audit)
AUDIT REPORT SUBMISSION	<ul style="list-style-type: none">22 December 2020 (Initial Certification Audit)5 December 2023 (Re-Certification and Scope Change Audit)
AUDIT SCOPE	<p><u>Initial Certification Audit (28 – 30 October 2020)</u></p> <p>The audit scope includes the smelting, casting and sawing process for 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/RefiningSemi-Fabrication <p>All applicable criteria in the ASI Performance Standard were included in the audit scope.</p> <p><u>Re-Certification and Scope Change Audit (1 – 2 November 2023)</u></p> <p>The audit scope includes the smelting, casting and sawing process for 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/RefiningSemi-Fabrication <p>All applicable criteria in the ASI Performance Standard were included in the audit scope.</p>

AUDIT OUTCOME

- Certification

AUDIT METHODOLOGY
DECLARATION

The Auditors confirm that:

- The information provided by the Entity is true and accurate to the best knowledge of the Auditor(s) preparing this report.
- 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

25 January 2024 – 24 January 2027

NEXT AUDIT TYPE

Surveillance Audit

NEXT AUDIT DATE

25 January 2025

CERTIFICATE NUMBER

114



If you have an inquiry or complaint about this Certification, go to the third-party EthicsPoint portal at: <https://aluminium-stewardship.ethicspoint.com/>

EthicsPoint is a comprehensive and confidential reporting tool that enables complaints to be securely raised, managed and responded to. This enables anonymity to be maintained where desired by complainants, or as relevant to whistleblowing situations.

Information is available in five languages – English, French, Chinese, German and Portuguese (Brazil). Translation services provided by EthicsPoint enable complaints and correspondence to be managed in multiple languages.

ENTITY OVERVIEW

Yongshun Aluminum is a joint venture company by Yunnan Aluminum Co., LTD and Xiamen Xiashun Aluminum Foil Co., LTD on December 1, 2017. The company specialises in producing 150,000 tonnes of high-end new Aluminium alloy materials. The production process includes melting the aluminium liquid, casting the flat ingot, and sawing the ingot. The project is spread across 40 acres of land with 80 employees working in the production workshop, laboratories, and administrative offices. Yunnan Yunlv Yongxin Aluminum Co., LTD provides accommodation, entertainment, and other living facilities for employees.

The project is located in the Yangjie Industrial Zone of Jianshui County Industrial Park, which is adjacent to Maitre County, Kaiyuan City, and Gejiu City in the east, Yuanyang County in the south, Shiping County in the west, and Tonghai County and Huaning County in Yuxi City in the north. The plant site is located approximately 11 kilometres from Jianshui County, Honghe Hani and Yi Autonomous Prefecture.

The project is an aluminium processing project, and the planning layout is in line with the overall planning of Jianshui Industrial Park. The area focuses on the development of metallurgical deep processing, new building materials, fine chemicals, and manufacturing, in line with regional development policies.

MATURITY RATINGS

A rating of maturity (low, medium or high) determined by the Auditor that provides a general assessment in terms of systems, Residual Risk and performance assigned to a Sustainability Component.

Maturity ratings are not a direct assessment of conformance to the Standard.

	GOVERNANCE	ENVIRONMENT	SOCIAL	COMBINED RATING
SYSTEMS	Medium	Medium	Medium	Medium
RISKS	Medium	Medium	Medium	Medium
PERFORMANCE	Medium	Medium	Medium	Medium
OVERALL	Medium			

FINDINGS

CRITERION	RATING	COMMENT
1. BUSINESS INTEGRITY		
1.1 Legal Compliance	Conformance	The Entity has developed and implemented Policies, systems, procedures and processes to conform to the legal compliance requirements in the ASI Performance Standard. No fines and requests for corrective actions from the Government agencies and other Stakeholders. The Entity conducts the compliance evaluation on an annual basis. Based on the information provided on the official website, no non-compliance information about the Entity was found at: http://www.gsxt.gov.cn
1.2 Anti-Corruption	Conformance	The Entity has implemented Policies and processes to identify and prevent Corruption and has provided training. The Entity works against Corruption in all its forms, including extortion and Bribery, consistent with Applicable Law and prevailing international standards. Until now, there have been no cases of misconduct.
1.3a-e Code of Conduct	Conformance	The Entity has established and implemented a Code of Conduct and ASI Environmental, Social and Governance Policies which address the principles relevant to environmental, social and governance performance. The Code of Conduct and ASI Environmental, Social and Governance Policies are disclosed at: http://www.ynysly.com/cnPc/shzr/index.html The Code of Conduct and the ASI policies will be reviewed in the annual management meeting or when there is a major business change or control gap. The Code of Conduct is publicly disclosed at: http://www.ynysly.com/cnPc/shzr/89.html
2. POLICY AND MANAGEMENT		
2.1a-f Environmental, Social, and Governance Policy	Conformance	The Entity has implemented and maintained integrated Policies consistent with the environmental, social, and governance practices included in the ASI Performance Standard, the General Manager approves the Policies. Senior management has committed to supporting the implementation of the Standard through the provision of resources. The ASI Policies are reviewed in the annual management review meeting, or when there is a Major Change in business or a control gap. The Policy was reviewed in the latest management review meeting. The ASI management policies are disclosed at: http://www.ynysly.com/cnPc/shzr/87.html
2.2a-c Leadership	Conformance	A Senior Manager is appointed as the Management Representative with responsibilities and authority defined by the Entity's management team to implement ASI standards.
2.3a Environmental and Social Management Systems - Environmental	Conformance	The Entity has established, implemented, maintains and continually improves their ISO 14001:2015 certified Environmental Management System. The previous audit was conducted in March 2023 and no non-conformances were issued.

CRITERION	RATING	COMMENT
2.3b Environmental and Social Management Systems – Social	Conformance	The Entity has established and implemented a Social Management System including an Occupational Health and Safety (OH&S) Management System consistent with the requirements of ISO 45001. Social and OH&S impacts are identified and assessed, and the associated management provisions for preventing and/or mitigating these impacts are established and implemented.
2.4a-e Responsible Sourcing	Conformance	The Entity has developed and implemented Policies, systems, procedures and processes that conform to the responsible sourcing requirements. The Entity conducts second-party Due Diligence audits at major next-tier suppliers' sites to qualify them. The Entity's procurement team and relevant personnel are trained on an annual basis on responsible sourcing requirements. The Responsible Purchasing Policy is disclosed at: http://www.ynysly.com/cnPc/shzr/88.html
2.5a-g Environmental and Social Impact Assessments	Not Applicable	This Criterion is not applicable to the Entity, as there have been no New Projects since the previous ASI Performance Standard Audit.
2.6a-h Human Rights Impact Assessment	Not Applicable	This Criterion is not applicable to the Entity, as there have been no New Projects since the previous ASI Performance Standard Audit.
2.7a-f Emergency Response Plan	Conformance	The Entity has implemented an integrated production safety Emergency Response Plan (ERP) and an ERP for environmental accidents. The two ERPs are developed in collaboration with potentially affected Stakeholder groups such as communities, Workers and their representatives and are registered with the relevant government agencies. The ERPs are reviewed every three years as legally required, or when there is a major business change or control gap. The ERPs are disclosed at: http://www.ynysly.com/cnPc/shzr/102.html http://www.ynysly.com/cnPc/shzr/103.html
2.8a-d Suspended Operations	Conformance	In the Integrated ERP for production safety and ERP for environmental accidents, the Entity identifies the situations where it may have to suspend or significantly alter operations due to factors outside its control, such as blackouts, and extreme weather, which takes into account Material adverse environmental, social and governance impacts, assess the relevant risk of these situations, establishes the management plan to control/mitigate the adverse impacts. The plans are registered with the relevant government agencies. The two plans are reviewed every three years or there is a Major Change or control gap.
2.9a-b Mergers and Acquisitions	Conformance	The Entity has established a procedure for Mergers and Acquisitions; however, no such activity has occurred since the ASI Management System was implemented and started operations in January 2020
2.10a-b Closure, Decommissioning and Divestment	Conformance	The Entity has established a procedure for Closure, Decommissioning and Divestment, however, no such activity has occurred since the ASI Management System was implemented in January 2020.

CRITERION	RATING	COMMENT
3. TRANSPARENCY		
3.1a-b Sustainability Reporting	Conformance	<p>The annual Sustainability Report for 2022 is published on the Entity's official website. In the report, its governance approach to environmental, social and economic impacts is disclosed including Material environmental, social and economic impacts related to Principles in the ASI Performance Standard.</p> <p>The report is written in the designated organisational format and is not verified by a third party. The Sustainability Report is disclosed at: http://ynysly.com/cnPc/zlygl/40.html</p>
3.2 Non-compliance and Liabilities	Conformance	No non-compliances or liabilities were disclosed in the Sustainability Report in 2022, as none had occurred. This was confirmed via the official websites of the relevant government agencies and NGOs (Non-Government Organisations).
3.3a-c Payments to Governments	Conformance	The Entity has established a management procedure for Payments to Governments, where payments to Governments shall be limited to various taxes. The finance audit report for 2022 was conducted by a third party. The Entity makes payments to governments on a legal and/or contractual basis. Information on payments to the Government is disclosed in the 2022 Sustainability Report at: http://ynysly.com/cnPc/zlygl/40.html
3.4a-f Stakeholder Complaints, Grievances and Requests for Information	Conformance	The Entity has established a management procedure for whistleblowing and complaints. The Entity has implemented a whistleblowing and complaint channel for internal and external Stakeholders and a Complaints Resolution Mechanism. The Complaints Resolution Mechanism is disclosed at: http://www.ynysly.com/cnPc/shzr/92.html
4. MATERIAL STEWARDSHIP		
4.1a Environmental Life Cycle Assessment	Conformance	The Entity has developed an Environmental Life Cycle Assessment (LCA) Report for alloy Aluminium ingots. The Entity identifies and quantifies the input (raw material and energy), production process and output (product, waste emission and discharge including air, Greenhouse Gases (GHG), water, and solid wastes). Based on the nature and quantities of the production processes, products and emission/discharge. The assessment covers all production lines.
4.1b-c Environmental Life Cycle Assessment - Disclosure	Conformance	The Entity's LCA Report provides cradle-to-gate information on its Aluminium products. The assessment report covers all product processes and production lines. The Environmental Life Cycle Assessment report will be provided to customers if required. There have been no requests to date. The LCA Report is disclosed at: http://www.ynysly.com/cnPc/shzr/94.html
4.2 Product Design	Conformance	The Entity has established the objectives to reduce the waste generated from its manufacturing processes, save resources, and mitigate the environmental impact.
4.3a-b Aluminium Process Scrap	Conformance	The Entity has established targets for each product to improve the conformance rate in their major processes to reduce the waste generated from manufacturing processes. The process scrap target is

CRITERION	RATING	COMMENT
		defined as 100% recycled. According to the result of the risk analysis, the process scrap in the site does not need separation for recycling.
4.4a-c Collection and Recycling of Products at End of Life – Material Conversion and other Manufacturing	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
4.4d Collection and Recycling of Products at End of Life	Conformance	As there are no complete local, regional or national collection and recycling systems for Aluminium scraps in China, the Entity is working with the customer to decide how to improve the recycling rate of products at End of Life.
5. GREENHOUSE GAS EMISSIONS		
5.1a-b Disclosure of GHG Emissions and Energy Use	Conformance	<p>The Entity has identified the Greenhouse Gases (GHG) emissions resources in the defined boundary. Following the accounting protocol, the Entity calculates the Material EHG emissions in 2022, the calculation includes Scopes 1 and 2 and the major emissions in Scope 3, such as purchasing raw materials and transportation. The Entity engaged a third party to verify the 2022 GHG Emissions Report and has issued a verification statement. The 2022 GHG Emissions Report and the verification Statement are disclosed at:</p> <p>http://www.ynysly.com/cnPc/shzr/10-4.html http://www.ynysly.com/cnPc/shzr/101.html http://www.ynysly.com/cnPc/shzr/100.html</p>
5.2a Aluminium Smelter GHG Emissions Intensity – Started production after 2020	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
5.2b Aluminium Smelter GHG Emissions Intensity – In production up to and including 2020	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
5.3a-e GHG Emissions Reduction Plans	Minor Non-Conformance	<p>The Entity has established targets to reduce GHG emissions from the present until 2035. They have defined their reduction strategy in the GHG Emissions Calculation Report for 2022, which includes improving energy consumption efficiency and using green electricity.</p> <p>The GHG Emissions Calculation Report will be reviewed annually and whenever there is a change to the business that alters either the baselines or targets, the GHG emissions pathway will be reviewed accordingly. The GHG Emissions Calculation Report is disclosed at: http://www.ynysly.com/cnPc/shzr/104.html</p> <p>However, it has been identified that although the GHG Emissions Reduction Pathway has been defined, there are currently no detailed targets or implementation timeframes developed.</p>
5.4 GHG Emissions Management	Conformance	The Entity has implemented a procedure for calculating GHG emissions. As part of the GHG Emissions Reduction Plan, the Entity has established and implemented management processes to enhance the efficiency of energy consumption and prevent waste from daily

CRITERION	RATING	COMMENT
		operations from major emissions sources. The Entity regularly reviews its progress in achieving the GHG reduction targets to ensure that the targets are being met.
6. EMISSIONS, EFFLUENTS AND WASTE		
6.1a-f Emissions to Air	Conformance	The Entity identifies, assesses and quantifies Material Emissions to Air from its activities, and implements the control plans to minimise exposure to, and impacts. The Entity monitors the effectiveness and reviews the control plans periodically and whenever there are Major Changes or non-conformance is identified. The Entity publicly discloses their environmental performance, pollutant discharge information, and the air emission control plan at: http://www.ynysly.com/cnPc/shzr/98.html
6.2a-g Discharges to Water	Conformance	According to the approved EIA report and Pollutant Discharge Permit, all wastewater generated from manufacturing processes at the Entity must be 100% recycled, and not discharged into the external drainage/water system. Sanitary wastewater is discharged into the wastewater treatment station in Yunnan Yongxin which is certified against ISO 14001 and the ASI Performance Standard. The rainwater is collected and used in manufacturing processes.
6.3a-g Assessment and Management of Spills and Leakages	Conformance	An assessment of risk areas of operations where Spills and Leakage may contaminate air, water and soil is conducted by following the risk assessment process of the Entity's Environmental Management System. The relevant management plan is established and implemented for all sites. The Entity reviews the plans periodically and if needed after a Spill/Leakage event, or whenever there is a major business change. The latest version of the Risk Identification Report, assessment and control plan is disclosed at: http://www.ynysly.com/cnPc/shzr/99.html
6.4a-b Public Disclosure of Spills and Leakages	Conformance	The Emergency Response Plans for environmental accidents include a defined process to report Spills/Leakage to all Affected Populations and Organisations. There have been no Spills or Leakages since the previous ASI Performance Standard Audit.
6.5a-c Waste Management and Reporting	Conformance	Waste management is addressed by the Entity's Environmental Management System. The Entity has implemented a waste management strategy in accordance with the Waste Mitigation Hierarchy. The Entity mitigates the Material impacts by reusing and recycling waste. The disposal of Hazardous Waste complies with applicable legal requirements. The Entity publicly discloses the quantity of Hazardous and Non-Hazardous Waste generated from its activities at: http://www.ynysly.com/cnPc/shzr/97.html
6.6a-g Bauxite Residue	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
6.7a-f Spent Pot Lining (SPL)	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
6.8a-d Dross	Conformance	Dross is categorised as Hazardous Waste and as per other types of Hazardous Wastes, the Entity follows the applicable legal requirements to collect, label and store Dross. No Leakage has been observed or reported. The Entity pre-treats Dross before transferring it to recover

CRITERION	RATING	COMMENT
		the most Aluminium possible. According to the supplier survey reports for 2023, the suppliers recycle treated Dross residues into construction material, and therefore it is not landfilled.
7. WATER STEWARDSHIP		
7.1a-b Water Assessment and Disclosure	Conformance	The Entity has identified and documented its water withdrawal and use by source and type in the Environmental Impact Assessment and Assessment Report of Water-Related Risks for 2023. The Entity uses water from the municipal water supplier, and wastewater generated from the manufacturing processes is not discharged into the external water system but is recycled. The rainwater is collected and used, and as a result, water-related risks have been determined as low. The Assessment Report of Water-Related Risks for 2023 is disclosed at: http://www.ynysly.com/cnPc/shzr/86.html
7.2a-e Water Management	Not Applicable	This Criterion is not applicable to the Entity, as there were no identified significant water-related risks within the Entity's Area of Influence.
8. BIODIVERSITY AND ECOSYSTEM SERVICES		
8.1a Biodiversity and Ecosystem Services Risk and Impact Assessment	Conformance	A Biodiversity and Ecosystem Services Risk and Impact Assessment is included in the Environmental Impact Assessment (EIA) which was conducted by qualified third parties. According to the approved EIA Reports, there are no biodiversity-sensitive areas within the Entity's Area of Influence. As a result, the impact of biodiversity is identified as low. The Biodiversity and Ecosystem Services Risk and Impact Assessment Report is disclosed at: http://www.ynysly.com/cnPc/shzr/95.html
8.1b Biodiversity and Ecosystem Services Risk and Impact Assessment - Priority	Not Applicable	This Criterion is not applicable to the Entity, the risks and potential impacts identified are assessed and documented as low according to the Environmental Impact Assessment Report approved by the local environment protection agency. Additionally, no Priority Ecosystem Services have been identified.
8.2a-g Biodiversity Management	Not Applicable	This Criterion is not applicable to the Entity, as the risks and potential impacts identified are assessed and documented as low.
8.3a-c Management of Priority Ecosystem Services	Not Applicable	This Criterion is not applicable to the Entity as no Priority Ecosystem Services have been identified.
8.4 Alien Species	Conformance	The Entity has established an Alien Species Management mechanism where they proactively prevent the accidental or deliberate introduction of Alien Species that could have significant adverse impacts on biodiversity.
8.5a-b Commitment to "No Go" in World Heritage Properties	Conformance	The Entity has established a management manual with a commitment to not explore or develop New Projects or make major changes in World Heritage Properties. There are no World Heritage Properties in the Entity's Area of Influence.
8.6a-d Protected Areas	Conformance	The Entity has established a management manual with a commitment to protecting the environment. There are no Protected

CRITERION	RATING	COMMENT
		Areas in the Entity's area of influence, as confirmed via the official list of Protected Areas in China.
8.6e Protected Areas - Bauxite Mining	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
8.7a-i Mine Rehabilitation	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
9. HUMAN RIGHTS		
9.1a-d Human Rights Due Diligence	Conformance	The Entity has implemented a Policy with the commitment to respect Human Rights including Gender Equity and has communicated it to all employees. The Entity has established and implemented a Human Rights Due Diligence process and has developed maps of potentially Affected Populations and Organisations. The risks to Human Rights are identified and assessed, and the major risks identified are within the supply chain. The Entity's Supplier Code of Conduct is communicated to major suppliers. The associated mitigation and control measures are established and implemented, such as audits for major suppliers. The Supplier Audit Reports show no adverse cases. There is no negative news online regarding Human Rights issues related to the Entity and its major suppliers. The Human Rights Due Diligence process is reviewed in the annual management review meeting or whenever there is a Major Change or control gap. The ASI Policies and Human Rights Impact Assessment Report is disclosed at: http://www.ynysly.com/cnPc/shzr/105.html
9.2a-e Gender Equity and Women's Empowerment	Conformance	The Entity has implemented Policies to respect the rights of women and a program to promote Gender Equity and Women's Empowerment throughout the whole employment process. No complaints have been received from women Workers. The interviewed women Workers stated they know their rights and no negative feedback was received. The Entity has assessed their program on Gender Equity and Women's Empowerment, the report is disclosed at: http://www.ynysly.com/cnPc/shzr/90.html
9.3a-i Indigenous Peoples	Not Applicable	This Criterion is not applicable to the Entity, as there are no Indigenous Peoples present where the Entity operates.
9.4a Free, Prior, and Informed Consent (FPIC) - New Projects or Major Changes	Not Applicable	This Criterion is not applicable to the Entity, as there are no Indigenous Peoples present where the Entity operates.
9.4b Free, Prior, and Informed Consent (FPIC) - Bauxite Mining	Not Applicable	This Criterion is not applicable to the Entity's Certification Scope.
9.4c Free, Prior, and Informed Consent (FPIC) - Demonstrate support	Not Applicable	This Criterion is not applicable to the Entity, as there are no Indigenous Peoples present where the Entity operates.
9.5a Cultural and Sacred Heritage - Identification	Conformance	The Entity has established a management procedure on cultural and sacred heritage with a commitment to protect cultural and sacred heritage sites. Consulting with the local government agency, there are

CRITERION	RATING	COMMENT
		no Cultural and sacred heritage sites within the Entity's Area of Influence.
9.5b Cultural and Sacred Heritage - Impacts	Not Applicable	This Criterion is not applicable as there are no cultural and sacred heritage sites or values within the Entity's Area of Influence.
9.6a-i Displacement	Conformance	The resettlements management procedure has been established. At present, there are no projects requiring resettlement.
9.7a-h Affected Populations and Organisations	Conformance	The Entity has established a Policy with a commitment to respecting the legal and customary rights and interests of Affected Populations and Organisations. The Entity conducts a risk assessment on Affected Populations and Organisations' rights, environmental pollution is an identified adverse impact. Control measures to prevent pollution are periodically reviewed or whenever there is a Major Change or control gap. The environmental aspects assessment and control measures are disclosed at: http://www.ynysly.com/cnPc/shzr/98.html
9.8a Conflict-Affected and High-Risk Areas - Strong Management Systems	Conformance	The Entity has implemented a Policy to commit to not using conflict minerals and has established a Management System that includes supply chain mapping, risk assessments, a control plan, Due Diligence audits and reporting. The Entity provides training to all relevant employees, and the Policy and requirements are communicated to suppliers.
9.8b Conflict-Affected and High-Risk Areas - Identify and assess risks	Conformance	The Entity has conducted a supply chain risk assessment to determine if the materials are from Conflict-Affected and High-Risk Areas (CAHRAs) based on the result of the communication with suppliers. The Risk Assessment Report demonstrated there are no materials sourced from CAHRAs.
9.8c Conflict-Affected and High-Risk Areas - Strategy to respond to risks	Conformance	The Entity has established a CAHRAs procedure to respond to risks following the OECD Due Diligence Guidance of Minerals from CAHRAs. The Risk Assessment Report demonstrated there no materials are from the CAHRAs and currently there are no 'red flags' identified within the supply chain. The Entity maintains an ongoing business relationship with all material suppliers.
9.8d Conflict-Affected and High-Risk Areas - Audit of due diligence	Conformance	As part of the Supplier Due Diligence process, the Entity identifies the major next-tier suppliers, sets up the supplier audit plan, conducts second-party Due Diligence audits at major next-tier suppliers' sites, and the requirements on CAHRAs are the audit criteria. As per the risk assessment record and Supplier Audit Reports in 2023, no material is from CAHRAs, the risk of conflict mineral use is low. The ASI Performance Standards audits also address this requirement.
9.8e Conflict-Affected and High-Risk Areas - Report annually	Minor Non-Conformance	The Entity has defined their performance of the supply chain Due Diligence on CAHRAs must be reported publicly. However, it has been identified the performance of supply chain Due Diligence on CAHRAs for 2022 has not been publicly reported.
9.9 Security practice	Conformance	The security guard interviewed on-site confirmed they have received training on Human Rights and understand the principle of respecting Human Rights. No complaints regarding the security activities have been received.

CRITERION	RATING	COMMENT
10. LABOUR RIGHTS		
10.1a-c Freedom of Association and Right to Collective Bargaining	Not Applicable	<p>This Criterion is not applicable, as Freedom of Association and Collective Bargaining is restricted or limited in China.</p> <p>However, the Entity commits itself to respect the Workers' rights. There are twenty-five elected worker representatives, and the Association for Workers was established in accordance with the legal requirement. Some laws restrict Collective Bargaining in China. However, the Entity has a Special Collective Bargaining contract for wages in 2020 covering all employees. The employee representative approved the contract and was also reviewed and registered with the associated government agency.</p>
10.1d Freedom of Association and Right to Collective Bargaining - Alternative means in context of Applicable Law	Conformance	<p>The Entity's management values the right to Freedom of Association and Collective Bargaining. There are twenty-five elected worker representatives and the Association for Workers, and the Association for Workers has been established in accordance with the legal requirements. Although some laws in China restrict Collective Bargaining, the Entity has a special Collective Bargaining contract for wages in 2020 that covers all employees. This contract has been approved by the employee representative and has also been reviewed and registered with the relevant government agency.</p>
10.2a Child Labour	Conformance	<p>The Entity has implemented a Policy against using Child Labour and age verification processes are in place. A review of the roster, site observations and interviews with a sample of Workers, it was confirmed that no worker is younger than 18 years old. In China, the minimum working age is sixteen.</p>
10.3a-c Forced Labour	Conformance	<p>The Entity has established management procedures addressing the prohibition of Forced Labour including Human Trafficking. The Entity commits itself and expects its suppliers to comply with the prohibition of Forced Labour, Modern Slavery and Human Trafficking.</p> <p>Based on Worker and management interviews, document review and site observation. The Entity neither engages in nor supports the use of Forced Labour, nor directly, nor engages in or supports Human Trafficking. Workers are hired directly by the Entity, do not pay any fees to be hired, no deposits are required, and no loans are provided to Workers. Workers keep their identity documents and basic freedom of movement is respected by the Entity. Workers can freely terminate their employment with prior notice.</p> <p>The Modern Slavery Statement for 2022 is available at: http://www.ynysly.com/cnPc/shzr/91.html</p>
10.4a-c Non-Discrimination	Conformance	<p>The Entity is committed to non-Discrimination. Recruitment advertisements and the training plan indicate decisions are solely based on the candidate's ability to perform the job's requirements rather than personal characteristics. No complaints or cases of Discrimination are reported or found.</p>
10.5 Communication and engagement	Conformance	<p>The Entity has direct and frequent communication with the Workers and the worker representatives. The communication channels are announced to Workers, and Workers raise their complaints and concerns regarding working conditions and the resolution of</p>

CRITERION	RATING	COMMENT
		workplace and compensation issues, without threat of reprisal, intimidation or harassment.
10.6a-g Violence and Harassment	Conformance	The Entity has implemented Policies on Harassment, persecution and other violence. The Entity does not engage in nor tolerate the use of corporal punishment, mental or physical coercion, Harassment, or gender-based violence such as sexual harassment, or verbal abuse of Workers. The Entity has implemented complaint channels for Workers to report such cases. and the training on the Policy is provided to all employees. The Policy will be reviewed in the annual management review meeting or whenever there is a Major Change or control gap. The Policy on Violence and Harassment is disclosed at: http://www.ynysly.com/cnPc/shzr/93.html
10.7a-c Remuneration	Conformance	The Entity signs the labour contract with each worker within a month when they join, and Workers keep one copy. Based on a sample of labour contracts, the terms and conditions meet the applicable legal requirements. The wage structure is clearly defined, and the local legal minimum wage is guaranteed for all employees. The Entity pays Workers the premium wage for Overtime work in compliance with the legal requirements. Workers are paid on time and are provided the pay slip. All legal benefits are provided to Workers.
10.8a-c Working Time	Minor Non-Conformance	Working hours are recorded by a proximity card and are monitored to ensure compliance with Chinese Labour Law. Based on a review of records and worker interviews, paid annual leave and other leave required by the Applicable Laws and regulations are provided to Workers. A record of working hours was sampled for the past 12 months and identified that two out of twenty sampled Workers worked for fourteen consecutive days in July 2023. Additionally, five out of the twenty sampled Workers had an average weekly working hours exceeding eight hours between April to September 2023.
10.9a-b Informing Workers of Rights	Conformance	The Entity informs Workers of their rights as part of their orientation including refresher training. The Employee Handbook has a specific section covering Worker's rights and is distributed to all Workers.
11. OCCUPATIONAL HEALTH AND SAFETY		
11.1a Occupational Health and Safety (OH&S) Management System	Conformance	The Entity has established, implemented, maintains, and continually improves its Occupational Health and Safety (OH&S) Management which is ISO 45001:2018 certified. Based on on-site observations, document reviews, and management and Worker interviews, the OH&S Management System is considered effective.
11.1b-e Occupational Health and Safety (OH&S) Management System - Reviews and disclosure	Conformance	The Entity periodically reviews the OH&S Management System through an annual internal audit against ISO 45001:2018 and through a management review meeting. When any indication of a control gap is identified, a review is conducted to assess if the potential corrective and/or preventive actions should be implemented. The achievement of OH&S objectives and targets in 2022 and the comparative analyses of performance with peer Businesses and leading practices are disclosed at: http://www.ynysly.com/cnPc/shzr/96.html

CRITERION	RATING	COMMENT
11.2 Employee engagement on Health and Safety	Conformance	The Entity has established a system of Workers' consultation and participation in Health and Safety. An Environment, health and safety (EHS) committee has been established in which Worker representatives are from different workstations. Workers are encouraged to report their concerns or advice on OH&S issues by themselves or via the worker representative. The Entity's management team then responds to the concerns and advice on OH&S issues from Workers.

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DOCUMENT CONTROL AND VERSION HISTORY

REVISION	DATE	NOTES
0	24 January 2021	Initial Certification Audit – Full Certification
1	25 January 2024	Re-Certification and Scope Change Audit from Performance Standard V2 to V3. Change of Accredited Auditing Firm from SGS-CSTC Standards Technical Services to DNV Business Assurance Services UK Ltd.