



Production Audit Report

Presented to

Shanghai Famous Workers Plastics Electronics Co., Ltd.

上海炫名坊塑胶电子有限公司

Gold Supplier & Audited Company Relationship	<input checked="" type="checkbox"/> Wholly Owned <input type="checkbox"/> Shareholder/Partner <input type="checkbox"/> Capacity Contract
Company Address:	East 1-2 floor,6 th bldg, No 659 Yinxing Road, Shanghai, China
City / Country:	Shanghai/China
Consigner of Audit Report:	Alibaba
Gold Supplier Member ID:	cnfamousworks
Gold Supplier Company Name:	Shanghai Famous Workers Plastics Electronics Co., Ltd.
Contact Person:	Tracy Yang
Phone Number:	8621-62361866
Fax Number:	8621-66263428
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Website Address (URL):	www.famousworks.net

Service provided by Intertek
Report No.: 201011050005280_1-P



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Date of Audit Report:	19 th Nov., 2010	Report Date:	22 nd Nov., 2010
Audited By:	Kevin Xu	Validity Period:	20th Nov., 2010~19th Nov., 2011
Reviewed By:	Lee Ren	Online Report:	www.intertek_sha.com/certification

Important Notes:

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Section 1: Company Overview

Company Overview			
1.1 Legal Validity			
Does the company have a valid business license?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Business License Number:	310107000533820
Year Established:	5 th May, 2008	Validity Period:	5 th May, 2008~ 4 th May, 2018
Registered Address:	East 1-2 floor,6 th bldg, No 659 Yinxing Road, Shanghai, China		
Company Address:	East 1-2 floor,6 th bldg, No 659 Yinxing Road, Shanghai, China		
Annual review conducted by the Industrial & Commercial Bureau?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Reviewed By:	Putuo Branch of Shanghai Industrial & Commercial Bureau
Registered Capital:	500 thousands(RMB)		
Corporate Representative:	Zhenyu Cai		
Industry:	Electronic product		
Business Type:	<input type="checkbox"/> Manufacturer <input type="checkbox"/> Trading Company <input checked="" 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:	Non-inner box common passive voice box		
1.2 Company Building Information			
Certification Type: <input type="checkbox"/> Land Certification <input type="checkbox"/> Real Estate Certification <input checked="" type="checkbox"/> Lease Agreement <input type="checkbox"/> Factory Officer Claimed			
Total Land Size: <u>1347m2</u>			
Number of Building(s) : <u>1</u>			

Section 2: Human Resources

Human Resources				
2.1 Company Chart				
<pre> graph TD GM[General Manager] --> PD[Purchasing Department] GM --> HR[Human Resources and Administration Department] GM --> SL[Storage and Logistics Department] GM --> BD[Business Department] GM --> PrD[Product Department] GM --> FD[Financial Department] GM --> PrnD[Printing Department] GM --> QID[Quality Inspection Department] GM --> PlnD[Planning department] </pre>				
2.2 Employee Headcount				
Department Name	Full Time Employee(s)	Part-Time Employee(s)	Total	
General Manager	1	0	1	
Purchasing Department	1	0	1	
Human Resources and Administration Department	2	0	2	
Storage and Logistics Department	2	0	2	
Business Department	5	0	5	
Product Department	69	0	69	
Financial Department	2	0	2	
Printing Department	1	0	1	
Quality Inspection Department	3	0	3	
Planning department	2	0	2	
Total Number:	88	0	88	
2.3 Management				
Department	Name	Title	Education	Year(s) in Current Company
Purchasing Department	Lu Chen	Manager	Graduate	2

Human Resources and Administration Department	Xuan Dong	HR Person in Charge	Junior College	1
Human Resources and Administration Department	Xian Qiangdong	Admin Person in Charge	Junior College	1
Storage and Logistics Department	Juncai Cai	Manager	Junior College	2
Business Department	Ying Gong	Manager	Graduate	2
Product Department	Kui Tan	Manager	Junior College	2
Financial Department	Xiaomin Xue	Manager	Graduate	2
Printing Department	Qingming Zeng	Manager	Graduate	2
Quality Inspection Department	Qi Song	Manager	Graduate	2
Planning department	Yuchun Yang	Person in Charge	Technical School	2

Section 3: Production Capacity

Production Capacity				
3.1 Annual Production Capacity (Previous Year)				
2.5 millions set				
3.2 Production Capacity				
Product Name	Production Line Capacity		Actual Units Produced (Previous Year)	
PP Quadrate voice box	8 millions set		1.2 millions set	
Convulsive voice box	1.44 millions set		300 thousands set	
PP Papery trigonal voice box	8 millions set		1 millions sets	
3.3 Production Machinery				
Machine Name	Brand & Model No.	Quantity	Number of Year(s) Used	Condition
Production lines	SB/LSX001	1	2	Good

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Production lines	SB/LSX002	1	2	Good
Production lines	SB/LSX003	1	2	Good
Creasing Machine	SB/YHJ001	1	1.5	Good
Creasing Machine	SB/YHJ002	1	1.5	Good
Auto Gummed Paper Cutting Machine	SB/JDQGJ001	1	1	Good
Auto Gummed Paper Cutting Machine	SB/JDQGJ002	1	1	Good
Figures hot Machine	SB/THJ001	1	1.5	Good
Figures hot Machine	SBTHJ002	1	1.5	Good
Shrinkage Machines	SB/SSJ001	1	1.5	Good
Hot press Machine	SB/RJY001	1	1.5	Good
Hot press Machine	SB/RJY002	1	1.5	Good
Fusing press Machine	SB/LHJ001	1	3	Good
Fusing press Machine	SB/LKJ002	1	1.5	Good
Punch	SB/CC001	1	1.5	Good
Supersonic wave Soldering Machine	SB/CSB001	1	0.5	Good
High Frequency Soldering Machine	SB/GZB001	1	1	Good

3.4 Testing Machinery

Machine Name	Brand & Model No.	Quantity	Number of Year(s) Used	Condition
Sweep Generator	SB/SPY001	1	2.5	Good
Signal Generator	SB/XHFSQ001	1	1.5	Good
OSC (Oscilloscope)	SB/SBQ001	1	1.5	Good
DC Power Supply	SB/GDQ001	1	1.5	Good
Distortion Meter	SB/SZY001	1	1.5	Good
Millivoltmeter	SB/HFB001	1	1.5	Good

3.5 Subcontractors

Subcontractor Name	Product Subcontracted	Volume Supplied	Cooperation Period (Years)
NA	NA	NA	NA

Section 4: Quality Assurance

Quality Management System and Product Certification				
4.1 Quality Management System Certification				
Certification	Certified By	Certificate No.	Business Scope	Expiry Date
NA	NA	NA	NA	NA
4.2 Product Certification				
Certification	Certified By	Certificate No.	Product Name & Model No.	Expiry Date
Patent certificate	SIPO	ZL200620042193.8	One kind folding passive speakers	13 th Jun., 2007~ 12 th Jun., 2017
Patent certificate	SIPO	ZL200920266750.8	One kind with the help from other the vibration of the objects produce sound portable devices	18 th Aug., 2010~ 17 th Aug., 2017
Patent certificate	SIPO	ZL200830064228.2	Multimedia speaker	15 th July, 2009 ~ 14 th July, 2019
Patent certificate	SIPO	ZL200820059424.5	Symmetric nonnegative sphere active multimedia speaker	6 th May, 2009~ 5 th May, 2019
Patent certificate	SIPO	ZL200730074703.X	Folding passive speakers	16 th Apr., 2008~ 15 th Apr., 2018
Patent certificate	SIPO	ZL200720069003.6	One kind folding passive speakers	19 th March, 2008~ 18 th March, 2018
Patent certificate	SIPO	ZL200920068135.6	One kind take ornamental surface speakers	30 th Dec., 2009~ 29 th Dec., 2019
CE	AOV	ASZ090424054E-1	Artistic painting speaker08002	None
CE	ATC	ATE2008	Ball speaker USB-08001	None
4.3 Quality Control Management				
	Content		Observations /Comments	

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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?	GM Zhenyu Cai
4.3.4	How many QA/QC inspectors in total?	3

No. of Employees in Each Production Line:

Production Line	Supervisor	No. of Operators	No. of In-line QC/QA
1 line	1	21	1
2 line	0.5	21	1
3 line	0.5	20	1

4.4 Supplier Management

	Content	Observations /Comments
4.4.1	Does the company have an supplier assessment procedure?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
4.4.2	Does the company have an updated list of approved suppliers?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
4.4.3	Does the company establish and implement a standard procedure for purchasing contract review and approval?	<input type="checkbox"/> Yes, with written standard procedures <input type="checkbox"/> Yes, with written procedure but lack of consistent standard <input checked="" 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 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 checked="" 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 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 checked="" type="checkbox"/> No, inspections are not necessary

4.5 After Sales Service

	Content	Observations /Comments
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4.5.1	Is customer feedback, including complaints, clearly recorded and maintained?	<input 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 checked="" type="checkbox"/> No
4.5.2	Are there any clear procedures for handling customer complaints?	<input 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 checked="" type="checkbox"/> No
4.5.3	Is there a closed-loop corrective action system in place?	<input type="checkbox"/> Yes <input checked="" 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 type="checkbox"/> Yes, main raw material can be traced <input type="checkbox"/> No, only the production date can be traced <input checked="" type="checkbox"/> No
4.5.5	Is there a product alert and recall procedure?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Section 5: Production Process Management

Section 5: Quality Control Management		
	Content	Observations /Comments
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 type="checkbox"/> Product picture
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
5.6	Are units that failed inspection clearly marked and separated to prevent accidental dispatch?	<input type="checkbox"/> Yes, the units are separated and marked clearly <input checked="" 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 type="checkbox"/> Repaired and re-inspected <input checked="" 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>2</u> R&D Engineer(s) in the company.			
Education Level	Headcount	Work Experience	Headcount
Doctorate		Over 30 Years	
Post-Graduate		21-30 Years	
Graduate		11-20 Years	
Junior College	2	6-10 Years	2
Technical School		2-5 Years	
High School		Less than 2 years	
List of successful project(s) (Example: Patented products):		Patent certificate: 1, One kind folding passive speakers 2, One kind with the help from other the vibration of the objects produce sound portable devices 3, Multimedia speaker 4, Symmetric nonnegative sphere active Multimedia speaker 5, Folding passive speakers 6, One kind folding passive speakers 7, One kind take ornamental surface speakers	
Does the company have its own brand?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
If yes, please specify:			




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 type="checkbox"/> Yes <input checked="" 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:	Computer, Distortion meter, Signal generator, Millivolt meter, OSC (Oscilloscope)
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:	PRO/E,CAD, PHOTOSHOP, Illustrator
Please list all certifications and/or qualifications of the R & D department:	None

Section 7: Company Development / Expansion Plans

Company Development / Expansion Plans		
	Company Development Action	Timeframe
1	NA	/
2		
3		

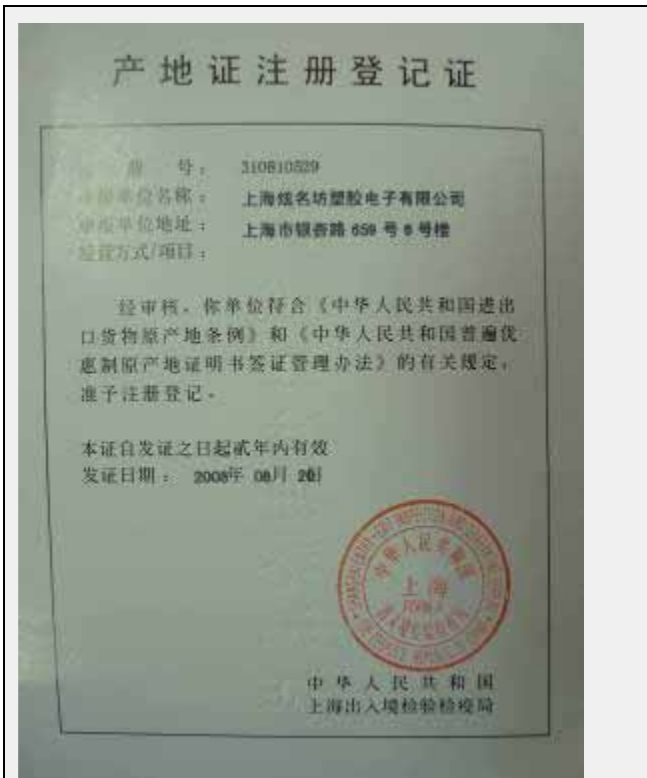
Section 8: Production Flow

Production Flow					
No	Production Process	No	Production Process	No	Production Process
1	 Raw material	2	 Creasing	3	 Auto gummed paper cutting
4	 Inspecting for paper	5	 Production line	6	 soldering
7	 cohering	8	 Testing	9	 Packing
10	 Sealing	11	 Packing	12	 Finished products

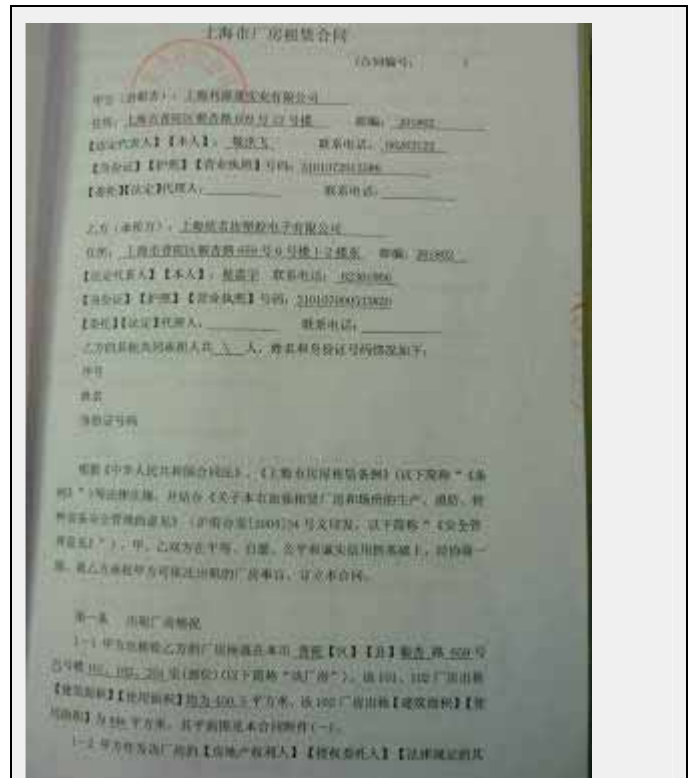
13		14		15	
Assembling		Soldering		Testing	
16		17		18	
Cohering		Testing		Assembling	
19		20		21	
Testing		Pre-packing		Shrink packing bag	
22		23		24	
Finished production					

Section 9: Certification & Photos

Certification	
<p>Certification & Photos- Business License (Copy)</p> 	<p>Certification & Photos- Tax Registration Certificate</p> 
<p>Certification & Photos- Organization Code Certificate</p> 	<p>Certification & Photos-Self-care inspection certificate</p> 
<p>Certification & Photos-Certificate of origin</p>	<p>Certification & Photos-Lease contract</p>



Certification & Photos- CE Certificate 1



Certification & Photos-CE Certificate 2

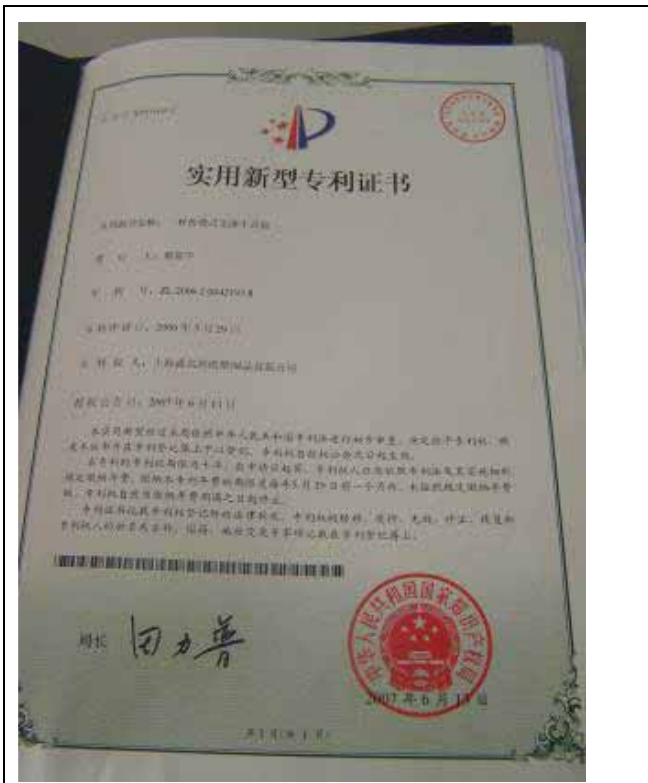


Certification & Photos- Patent certificate1



Certification & Photos- Patent certificate2

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Certification & Photos- Patent certificate3



Certification & Photos- Patent certificate4



Certification & Photos- Patent certificate5



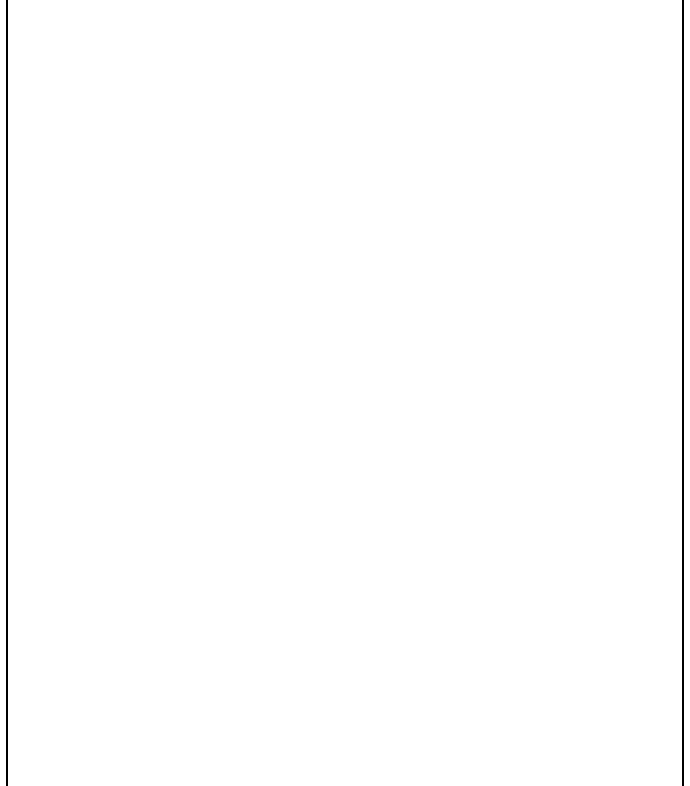
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Section 10: Company and Product Samples

Company and Product Samples						
Company Gate		Office				
						
Workshop		Workshop				
						
Product Sample		Product Sample				
						
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