

Yonghui Superstores Co. Ltd.

TICKER

SHG:601933

MARKET CAPITALIZATION

US\$12 billion

HEADQUARTERS

China

DISCLOSURES
UK Modern Slavery Act: Not applicable

California Transparency in Supply Chains Act: Not applicable

TARGETS

None

Yonghui Superstores Co. Ltd. (Yonghui Superstores), China's sixth-largest retailer,¹ has not yet taken any steps to address forced labor risks in its supply chains. It discloses significantly less information than the global sector average. Other East Asian food retailers, such as Seven & i and Aeon, and other global food retailers operating in China, such as Walmart, disclose taking stronger steps.

STEPS TAKEN TO ADDRESS FORCED LABOR RISKS IN SUPPLY CHAINS



SUPPLY CHAIN TRANSPARENCY

Supplier List

 No

Information on Supply Chain Workers

 No

HIGH-RISK COMMODITIES

 Rice, fish, soybeans, green beans, and others²

SUBSET OF INDICATORS

	<input type="radio"/> NOT MET <input type="radio"/> PARTIALLY MET <input checked="" type="radio"/> MET	Policy / Process	Outcomes
Supplier Code of Conduct and Integration into Supplier Contracts	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Management and Accountability	<input type="radio"/>		Not Applicable
Internal Management	<input type="radio"/>		
Board Oversight	<input type="radio"/>		
Stakeholder Engagement	<input type="radio"/>		Not Applicable
Local Stakeholders	<input type="radio"/>		
Peers	<input type="radio"/>		
Risk Assessment	<input type="radio"/>		<input type="radio"/>
Purchasing Practices	<input type="radio"/>		<input type="radio"/>
Recruitment Fees	<input type="radio"/>		<input type="radio"/>
Freedom of Association	<input type="radio"/>		Not Applicable
Working with Unions	<input type="radio"/>		
Examples of Improvements	<input type="radio"/>		
Grievance Mechanism	<input type="radio"/>		<input type="radio"/>
Remedy Programs / Response to Allegations	<input type="radio"/>		<input type="radio"/>

Steps the company could take to address forced labor risks in its supply chains include

- publishing a supplier code of conduct that requires its suppliers to uphold the ILO core labor conventions and integrating these standards into supplier contracts;³
- disclosing internal responsibility and board oversight for implementing its supplier code of conduct; and
- assessing forced labor risks in its supply chains and disclosing risks identified.

COMPANY ENGAGED WITH KNOWTHECHAIN

No.

¹ Produce Report (10 June 2020), "[Yonghui Superstores Overtakes Walmart in China's Top 100 Chain Stores.](#)"

² The US Department of Labor lists these commodities as commodities that may be produced using forced labor. US Department of Labor (20 September 2018), "[List of Goods Produced by Child Labor or Forced Labor.](#)"

³ The company does not seem to disclose information in the English language. While disclosure in Chinese is not taken into account for the benchmark, Yonghui Superstores' Chinese language disclosure notes that it prohibits forced labor and has never employed child labor. However, the company does not specify whether this applies to its supply chains as well. The company's supplier guidelines specify that its suppliers should comply with national laws—no mention of forced labor or the ILO core labor standards could be identified.