

Sun Art Retail Group Ltd.

TICKER

HKG:6808

MARKET CAPITALIZATION

US\$10 billion

HEADQUARTERS

Hong Kong

DISCLOSURES
UK Modern Slavery Act: Not applicable

California Transparency in Supply Chains Act: Not applicable

TARGETS

None

Sun Art Retail Group Ltd. (Sun Art Retail), a Hong Kong food retailer that operates the French hypermarket chain Auchan and the Taiwanese hypermarket chain RT-Mart,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 Asian food retailers, such as Seven & i and Avenue Supermarts, 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

 Cattle, rice, soybeans, and others²
¹ Sun Art Retail Group Limited, "Our Operations." Accessed 11 September 2020.

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."

SUBSET OF INDICATORS

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

Sun Art Retail states that it is committed to respecting the ILO’s Declaration on Fundamental Principles and Rights at Work. It also notes that it “requests” that its suppliers sign and commit to its Code of Business Ethics (a document that it does not disclose). The company further states that it undertakes supplier audits on topics that include forced labor and that it will immediately terminate relationships with suppliers found to be using forced labor.³

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

- disclosing standards requiring its suppliers to uphold the ILO core labor conventions and integrating these standards into supplier contracts;
- disclosing internal responsibility and board oversight for implementing supply chain standards; and
- assessing forced labor risks in its supply chains (beyond audits) and disclosing risks identified.

COMPANY ENGAGED WITH KNOWTHECHAIN

No.

³The company does not disclose working first with its suppliers to improve practices and remediate non-compliances before considering the termination of supplier relationships.