

Anta Sports Products Ltd.

TICKER

SEHK:2020

MARKET CAPITALIZATION

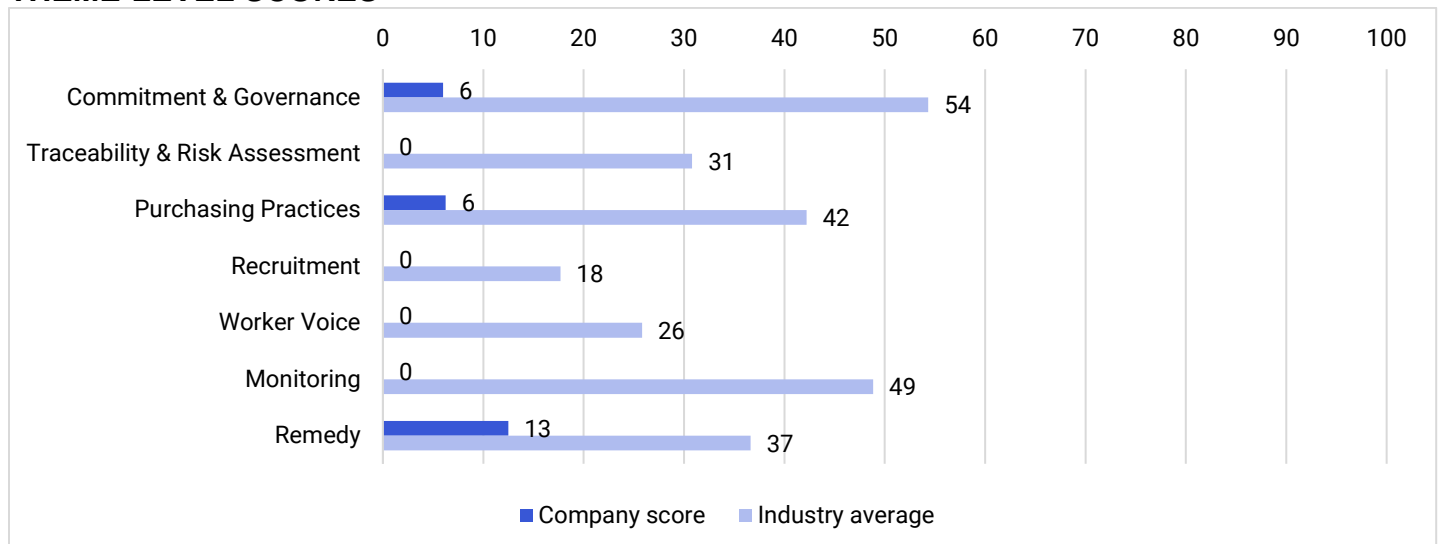
US\$13 billion

HEADQUARTERS

China

COMPLIANCE
UK Modern Slavery Act: [Not applicable](#)
California Transparency in Supply Chains Act: [Not applicable](#)
COMMITMENTS
[None](#)
OVERALL RANKING
37 out of 43
OVERALL SCORE
4 out of 100
SUMMARY

Anta Sports Products Ltd. (Anta Sports), a China-based sportswear company whose brand portfolio includes Fila and a co-branding partnership with the National Basketball Association (NBA), ranks 37th out of 43 companies. It discloses significantly less information on its forced labor policies and practices than its peers. The company's score is based on the disclosure it has available on the themes of Commitment & Governance, Purchasing Practices, and Remedy. The company has an opportunity to improve its performance and disclosure on the themes of Commitment & Governance, Traceability & Risk Assessment, and Monitoring.

THEME-LEVEL SCORES


LEADING PRACTICES

None.

NOTABLE FINDINGS

Commitment & Governance: Anta Sports discloses that it adjusted its assessment criteria for suppliers and established “10 basic principles.” The principles include the prohibition of forced labor, discrimination, and child labor.

Purchasing Practices: Anta Sports discloses some information on its supplier selection process, noting that it has a comprehensive assessment system in place and that suppliers “must pass the internal checking,” such as having in place a corporate social responsibility system. The company disclosed that, in 2017, it integrated CSR criteria according to its ten principles into the assessments.

Remedy: Anta Sports discloses that suppliers are classified into five groups based on assessment findings, ranging from “very satisfactory” to “zero tolerance.” The latter category excludes suppliers from future business until the issues have been resolved. It notes that suppliers are also not awarded contracts if they fail to resolve non-compliances with its ten principles.

OPPORTUNITIES FOR IMPROVEMENT

Commitment & Governance: The company is encouraged to develop and disclose a formal supplier code of conduct that includes all four rights outlined in the ILO Declaration on Fundamental Rights and Freedoms at Work, including the prohibition of forced labor and human trafficking. It is also encouraged to establish responsibilities and accountability for the implementation of such a standard and train internal staff on this standard. While the company discloses that it “offer[ed] training on environmental, social and governance initiatives to suppliers,” it is further encouraged to ensure that its suppliers are trained on forced labor risks and standards.

Traceability & Risk Assessment: The company states that over 615 of its raw materials and manufacturing suppliers are based in China, and over eight are based overseas. To demonstrate a strong understanding of its supply chains, the company may consider expanding this information and disclosing the names and addresses of its first-tier suppliers, the countries of its below-first-tier suppliers, the sourcing countries of raw materials at high risk of forced labor, and information on its suppliers' workforce. The company is further encouraged to assess forced labor risks across its supply chains and disclose the risks identified.

Monitoring: The company may consider adopting and disclosing a supplier monitoring process to verify that its suppliers are compliant with its supply chain standards. Adopting specific practices, such as interviewing workers and conducting unannounced audits of suppliers, may help the company detect forced labor risks in its supply chains. Disclosing information on the results of its supplier audits, such as the percentage of suppliers audited annually or a summary of findings, provides assurance to stakeholders that the company has strong monitoring processes in place.

COMPANY PROVIDED ADDITIONAL DISCLOSURE

[Yes.](#)