

#### **DISCLOSURE MATERIALS**

Certified B Corporations must complete a Disclosure Questionnaire to identify potentially sensitive issues related to the company (e.g. historical fines, sanctions, material litigation, or sensitive industry practices).

This component does not affect the company's score on the B Impact Assessment. If the company answers affirmatively to any items in the Disclosure Questionnaire and B Lab deems them to be material, the company must:

- 1) Be transparent about the disclosure issues identified on the company's public B Impact Report
- 2) Describe how the company has addressed this issue.
- 3) Demonstrate that management systems are in place to avoid similar issues from arising in the future.

In all cases, the Standards Advisory council reserves the right to refuse certification if the company is ultimately deemed not to uphold the spirit of the community.

In addition to the voluntary indication of sensitive issues in the Disclosure Questionnaire, companies pursuing Certification also are subject to background checks by B Lab staff. Background checks include a review of public records, news sources, and search engines for company names, brands, executives/founders, and other relevant topics.

Sensitive issues identified through background checks may or may not be within the scope of questions in the Disclosure Questionnaire, but undergo the same review process and are subject to the same possible review by the Standards Advisory Council, including ineligibility for B Corp Certification, required remediation, or disclosure.

This document contains a copy of the company's completed Disclosure Questionnaire and related disclosure documentation provided by the company.



#### DISCLOSURE QUESTIONNAIRE

Company Name: Yuan Workshop Company Ltd. Date Submitted: 04/13/2023

Industries & Products	Yes	No
Please indicate if the company is involved in following. Select Yes for all options that apply		ide in any the
Animal Products or Services		√
Biodiversity Impacts	İ	√
Chemicals	i	√
Company Explanation Of Disclosure Item Flags		√
Disclosure Alcohol		V
Disclosure Firearms Weapons		V
Disclosure Mining		√
Disclosure Pornography		√
Disclosure Tobacco		√
Energy and Emissions Intensive Industries	V	
Fossil fuels		√
Gambling		√
Genetically Modified Organisms		√
Illegal Products or Subject to Phase Out		√
Industries at Risk of Human Rights Violations	l	√
Monoculture Agriculture		√
Nuclear Power or Hazardous Materials		√
Payday, Short Term, or High Interest Lending		<b>V</b>
Water Intensive Industries	V	
Tax Advisory Services		V

Supply Chain Disclosures		Yes	No	
	Please indicate if any of the following statements are company's significant suppliers.	e true regardin	g your	
	Business in Conflict Zones		$\sqrt{}$	
	Child or Forced Labor		V	
	Negative Environmental Impact		V	
	Negative Social Impact		V	
	Other		V	

Outcomes & Penalties	True	False
Please indicate if the company has had any formal complaint to a regulatory agency or been assessed any fine or sanction in the past five years for any of the following practices or policies. Check all that apply.		
Anti-Competitive Behavior		√
Breaches of Confidential Information		√
Bribery, Fraud, or Corruption		√
Company Explanation Of Disclosure Item Flags		√
Company has filed for bankruptcy		V
Consumer Protection		√
Financial Reporting, Taxes, Investments, or Loans		V
Hazardous Discharges Into Air/Land/Water (Past 5 Yrs)		V
Labor Issues		V
Large Scale Land Conversion, Acquisition, or Relocation		V
Litigation or Arbitration		V
On-Site Fatality		V
Penalties Assessed For Environmental Issues		√
Political Contributions or International Affairs		V
Recalls		√
Significant Layoffs		√
Violation of Indigenous Peoples Rights		√
Other		√

Practices	True	False
Please indicate if the following statements are true regarding whether or not the company engages in the following practices. Check all that apply. If the statement is true, select "Yes." If false, select "No."		
Animal Testing		$\sqrt{}$
Company/Suppliers Employ Under Age 15 (Or Other ILO Minimum Age)  Company Explanation Of Disclosure Item Flags		<b>V</b>
Company prohibits freedom of association/collective		N I
bargaining  Company workers are prisoners		N
Conduct Business in Conflict Zones		V
Confirmation of Right to Work		V
Does not transparently report corporate financials to government		V
government Employs Individuals on Zero-Hour Contracts		V
Facilities located in sensitive ecosystems	1	
ID Cards Withheld or Penalties for Resignation		V
No formal Registration Under Domestic Regulations		$\sqrt{}$
No signed employment contracts for all workers		V
Overtime For Hourly Workers Is Compulsory		<b>V</b>
Payslips not provided to show wage calculation and deductions		V
Sale of Data		
Tax Reduction Through Corporate Shells		V
Workers cannot leave site during non-working hours		V
Workers not Provided Clean Drinking Water or Toilets		V
Workers paid below minimum wage		V
Workers Under Bond		V
Other		√



# **B Corp Certification - Disclosure Questionnaire Documentation**

PROVIDED BY: Yuan Workshop Company Ltd. UPDATED AS OF: 04/13/2023

DISCLOSURE QUESTIONNAIRE CATEGORY	Environmentally Intensive Industries
TOPIC	Water Intensive Industries
SUMMARY OF ISSUE	The Company is a cosmetics manufacturer, and produces handmade soaps as their main business. They have an office and a factory in New Taipei City, a farm in Yangmingshan National Park. The main water consumption is at the factory and the farm. The farm has no tap water supply
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	100% of the company's revenue is generated from the sale of manufactured products
IMPACT ON STAKEHOLDERS	As a water intensive industry, the factory and the farm pose risks such as water stress if the water use is not appropriately managed. The factory is located in Tamsui District, New Taipei City. According to the Taiwan Water Supply Corporation - District 1 Management Office, Tamsui district is a water source, not a "water-stress area".  The factory uses spring water of "Qingshui Stream in Yangmingshan National Park" for production. Tap water is used for the cleaning and sanitation of production equipment.  At the farms, the irrigation spring water is from the "Qingshui Stream in Yangmingshan National Park". The farms also set up "ecological pool" to harvest rainwater as a supplementary water supply.
IMPLEMENTED MGT PRACTICES	Since the spring water is the excipient of products, the production ratio is fixed. Limited conservation of water can be implemented.  The Company has water rights at the Yangmingshan National Park. Monthly water usage has to be recorded and monitored
REPORT	The factory is located in Tamsui District, New Taipei City. According to the Taiwan Water Supply Corporation - District 1 Management Office, Tamsui district is a water source, not a "water-stress area". Please refer to <a href="https://www.water.gov.tw/dist1/Contents?nodeld=6057">https://www.water.gov.tw/dist1/Contents?nodeld=6057</a>



# **B Corp Certification - Disclosure Questionnaire Documentation**

PROVIDED BY: Yuan Workshop Company Ltd. UPDATED AS OF: 04/13/2023

DISCLOSURE QUESTIONNAIRE CATEGORY	Environmentally Intensive Industries
TOPIC	Energy and Emissions Intensive Industries
SUMMARY OF ISSUE	The Company is a cosmetics manufacturer, and producing handmade soaps is the main business. They have an office and a factory in New Taipei City, a farm in Yangmingshan National Park. The main energy resource consumption is at the office and factory. The farm has no water and power supply infrastructure  The main contributors to its carbon footprint are the Mixer (380V), electric furnace (380V) required in the production of handmade soap production process. The soap curing process takes 45 days, which uses air conditioner (220V) during the day time and dehumidifier (110V) at night.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	100% of the company's revenue is generated from the sale of manufactured products.  Annual total power consumption of 33,857 kWh (121.8852 Gigajoules)
IMPACT ON STAKEHOLDERS	As an energy and emission intensive industry, the factory poses environmental risks such as energy waste and greenhouse gas emissions and/or overuse if resources are not appropriately managed.
	The office and factory use electricity generated from the local power company.
IMPLEMENTED MGT PRACTICES	The Company has implemented a number of energy conservation practices, such as lights out for an hour during lunch break, setting personal computers to sleeping mode after idling for 5 minutes, and replacing traditional lighting equipment with LED equipment. Yuan Workshop has set the following goals:  • 3% in 2023; 5% in 2024; 10% in 2025.
	April 2022 is the base month to reduce electricity consumption, per capita and per unit floor area year by year:
REPORT	422世界地球日阿原YU AN關燈1小時,響應節電護地球 Yuan Care: https://www.yuancare.com/Article/Detail/68034 經濟日報: https://money.udn.com/money/story/5722/6255312 中時新聞網: https://www.chinatimes.com/realtimenews/20220421001690-260405?chdtv cosme: https://www.cosme.net.tw/beautynews/22514
MANAGEMENT COMMENTS	The core value of Yuan is not only the business expansion, but also to take up the responsibility as one of a global citizens for the environment and all beings. They strive to practice "the original is being preserved and the destroyed must be restored".  Taking care of disadvantaged groups, protecting animals and care about social issues, they believe the world will be a better place.



### **B Corp Certification - Disclosure Questionnaire Documentation**

PROVIDED BY: Yuan Workshop Company Ltd. UPDATED AS OF: 04/13/2023

DISCLOSURE QUESTIONNAIRE CATEGORY	Environmentally Intensive Industries
TOPIC	Facilities located in sensitive ecosystems
SUMMARY OF ISSUE	Yuan Workshop farms green herbs for use in the production of hand made soaps. The company's farm is located in an area suitable for recreational activities, within the Yangmingshan National Park; an area considered as ecologically sensitive.
SIZE/SCOPE OF ISSUE (e.g. \$ financial implication, # of individuals affected)	The Company's farm occupies 3.20 公頃/hectare within the Yangmingshan National Park
IMPACT ON STAKEHOLDERS	Having facilities near protected/sensitive ecosystems can potentially impact the flora, fauna and quality of the ecosystem (e.g. noise & light pollution from the facilities, spills, air / soil / water pollution owing to company's operations).
IMPLEMENTED MGT PRACTICES	The company abides by the National Park Law. The farm has not been cultivated on a large scale, and the original landforms has not been changed. The farm only uses natural farming methods, KKF farming methods, and artificial organic compost for small-scale farming.  Yuan Workshop does not have any buildings nor water or electricity infrastructures in addition to the farm within the National Park. Irrigation is carried out by using the height difference of the terrain to draw water from the stream.  KKF farming methods: KKF(Khao Kwan Foundation) Natural Farming, the techniques of propagation of microorganisms and making liquid fertilizer. KKF microorganisms liquid, soybean dregs liquid fertilizer and fish liquid fertilizer can be used in vegetable and fruit gardens.
REPORT	Yuan Care: https://www.yuancare.com/Article/Detail/74116
REPORT	<ul> <li>YUAN grows herbs from its own farm located in the mountain, close to the Yangming National Preservation Park. By adopting unpolluted mountain spring water, Yuan grows herbs in YUAN Farm using organic methods.</li> <li>In 2020, Yuan Farm won the "Green Conservation Product Certificate" by Mercy Organic Agriculture Development Foundation;</li> <li>In April 2022, the herbal plants planted in Yuan Farm also won the "Organic Agricultural Product Verification Certificate". The most precious Chinese medicine herbs are planted and grown on ecologically pure farms.</li> </ul>