Our Partners and Suppliers

At a Glance - Our Partners and Suppliers Highlights



2,881 Suppliers 77% of which are local suppliers

524 suppliers were screened using environmental and/or social criteria

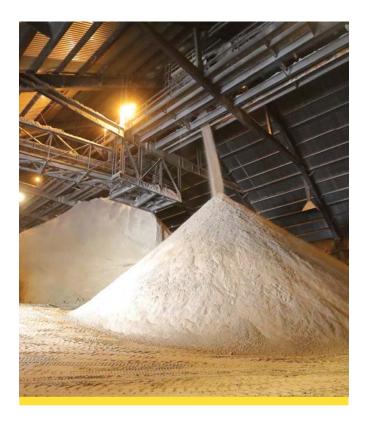
14.43 years the average number of years our suppliers worked with us



We encourage our suppliers, contractors and other partners to explore and implement sustainable business practices as best they can. We regularly assess supplier performance in areas such as packing and product quality, while procurement contractor performance is measured against environmental, safety and quality benchmarks. We safeguard the integrity of our supply chain through our Code of Conduct, which guides our procurement and tendering procedures for the highest ethical standards.

Our Purchasing Procedure for Indirect Materials and Works provides a general guideline for our purchasing practices regarding the selection of environmentally friendly materials and minimizing packing materials for import shipments. The procedure, in accordance with legal requirements, offers clear directions on how to minimize the use of hazardous commodities. We also control the purchase of certain items that have a significant impact on the environment (significant environmental control items) such as ozone depleting agents.

Additionally, although options are sometimes limited, we try our best to support the local economy by purchasing locally products and services as much as possible.



Supplier Environmental Assessment

It is important for us to make improvements throughout our supply chain to reduce our environmental impact and we do this as best as we can. We select suppliers who demonstrate sound sustainable practices that are aligned with our core values. We also give priority to suppliers who actively participate in environmental protection, save energy, and obtain ISO14001 environmental system certification (particularly within our China business units). Suppliers are requested to provide a copy of their ISO14001 certificate and environmental control plan where applicable. We also assess their performance when an order/service has been completed and communicate regularly with them in case improvements are needed

Expanding Synergies in Guangdong

Exploring integrated industrial waste treatment

Partnering with one of China's leading comprehensive waste treatment solution providers, GICYF is keen to explore integrated waste treatment technologies and solutions to alleviate the waste burden of our operations as well as the local community. Through research and repetitive trials, GICYF obtained an official approval from the Guangdong Environmental Bureau in June 2018 to treat various types of solid industrial waste delivered to the Yunfu City Industrial Waste Recycling Centre. We aim to treat a maximum of 83,000 metric tonnes of waste per year within the next five years.



Increasing production opportunities

The demand for cement has been rising steadily in Guangdong and throughout the country in recent years, leading to a stable increase in the average selling price. As a response to this, in April 2018, the Group acquired a cement grinding plant, Yunfu Xiangli Cement Company Limited (YFXL) and three pier berths in Yunfu city. The plant's annual production capacity is 1 million tonnes of cement grinding, which is widely applied in highways, bridges, metro railways, water amenities, housing properties and civil construction.

The RMB180 million (approximately HK\$224 million) acquisition facilitates the expansion of GIC's portfolio and presence in Mainland China. The acquisition is yet another robust investment with stable returns for CKI.