



Financial-grade due diligence for your China supply chain


REPORT TYPE **Factory Inspection** · 工厂实地检查

Subject / 受检主体	义乌市████████用品有限公司 · Yiwu ██████████ Home Products Co., Ltd.
On-site address / 实地地址	浙江省义乌市██████████街███工业区███路███号
Product category / 采购品类	人造花 · 家居装饰品 · Artificial flowers & home décor
Inspection date / 检查日期	April 17, 2026
Inspection time / 检查时长	09:15 – 13:40 (4 hours 25 min on-site)
Auditor / 审核员	Zhang Hao · SourcInSpecify, Zhejiang
Report ID / 报告编号	FIR-2026-04-0022
Report delivered / 交付时间	April 17, 2026 · Same day (18:30)
Prepared for / 委托方	[Client Name] — US Home Décor Brand
Overall verdict / 综合判断	<b>CAUTION — HYBRID TRADER / MANUFACTURER</b>

This report documents a half-day on-site inspection visit. It covers factory existence, entity verification, manufacturer vs. trader determination, and product category match. It does not include deep capacity analysis, QMS assessment, or financial evaluation. / 本报告记录半天实地检查访问，覆盖工厂真实性、主体核查、厂商与贸易商判断、产品品类匹配。不包含深度产能分析、质量管理体系评估或财务评估。

# 1. Executive Summary

This Factory Inspection was commissioned to verify whether **Yiwu [REDACTED] Home Products Co., Ltd.** is a genuine manufacturer of artificial flowers and home décor products at the address stated in their Alibaba profile. The half-day visit was conducted without prior notice of the auditor's specific arrival time.

<p style="text-align: center;">VERDICT</p> <div style="text-align: center;">  <p style="font-size: 24px; font-weight: bold; color: #c08040;">CAUTION</p> </div> <p style="font-weight: bold; color: #c08040;">Hybrid trader-manufacturer</p> <p style="font-size: 12px; color: #c08040;">Factory exists · production is partial</p>	<p style="text-align: center;">FACTORY TYPE</p> <div style="text-align: center;"> <p style="font-size: 24px; font-weight: bold; color: #c08040;">HYBRID</p> </div> <p style="font-size: 12px; color: #c08040;">Has own assembly capacity ~30% self-made · ~70% outsourced</p>	<p style="text-align: center;">FIELD COUNTS</p> <p>Production lines active <b>2 of 3 claimed</b></p> <p>Workers on floor <b>18 (claimed: 60+)</b></p> <p>Product match ✓ <b>Confirmed</b></p> <p>License on-site ✓ <b>Original verified</b></p> <p>Photos taken <b>44 photographs</b></p>
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## Core findings / 核心发现

#	Finding / 发现	Implication / 风险含义
1	<ul style="list-style-type: none"> <li>● <b>CAUTION</b></li> <li><b>Factory physically exists at the registered address and is operational</b> 工厂在注册地址实际存在且正常运营</li> </ul>	Entity is not fictitious. Basic credibility check passes. Positive.
2	<ul style="list-style-type: none"> <li>● <b>CAUTION</b></li> <li><b>Only 18 workers observed vs 60+ claimed — production floor significantly understaffed</b> 现场18名工人 vs 宣称60人以上，生产层严重低于宣称</li> </ul>	Claimed headcount is materially overstated. Capacity may be insufficient for large orders.
3	<ul style="list-style-type: none"> <li>● <b>CAUTION</b></li> <li><b>~70% of finished goods are sourced from external workshops — not manufactured in-house</b> 约70%的成品来自外部代工厂，并非自产</li> </ul>	Subject is primarily a trading company with a small assembly operation. Price competitiveness and quality control depend on sub-suppliers.
4	<ul style="list-style-type: none"> <li>● <b>VERIFIED</b></li> <li><b>Product category confirmed: artificial flowers and home décor actively in production</b> 产品品类确认：人造花与家居装饰品正在生产中</li> </ul>	The factory does make the category the client is sourcing. Product match is confirmed.
5	<ul style="list-style-type: none"> <li>● <b>CAUTION</b></li> <li><b>No quality control records or inspection procedures observed on production floor</b> 生产现场未见质检记录或检验程序</li> </ul>	QC is informal and undocumented. Risk of inconsistent quality across batches.

### AUDITOR'S FIELD NOTE

A "hybrid trader-manufacturer" is the most common scenario in Yiwu and similar wholesale markets. The entity is not fraudulent — it genuinely assembles some products and manages orders. However, the client should understand that a significant portion of the finished goods will come from sub-suppliers the client has never evaluated. Price quotes may reflect the best-case (in-house) cost, while delivery performance will depend on external workshops beyond the supplier's direct

control.

## Recommendation / 建议

### Proceed with conditions / 附条件推进

1. Contractually require disclosure of any sub-supplier involvement and obtain approval rights before outsourcing begins. 合同中要求披露任何外包关系，并取得客户在外包前的批准权。
2. Request sample production run (50–100 units) to verify quality before full-volume commitment. 正式下大单前安排样品试产（50-100 件）以核实质量。

## 2. Site Visit Record

CONDUCTED ON-SITE On-site inspection · April 17, 2026 · Yiwu, Zhejiang · Auditor: Zhang Hao

### 2.1 Visit metadata / 访问基本信息

Auditor / 审核员	Zhang Hao · SourceInSpecify, Zhejiang Region
Date / 日期	Thursday, April 17, 2026
Arrival time / 到场时间	09:15 (unannounced)
Departure time / 离场时间	13:40
Total on-site duration / 现场时长	4 hours 25 minutes
GPS coordinates / GPS 坐标	29.3XXX°N, 120.0XXX°E (verified on arrival)
Weather / 天气	Overcast, 18°C — lighting adequate for photography
Site access granted / 是否顺利进场	✓ YES — full access, no areas restricted
Factory manager present / 工厂负责人是否在场	Yes — [REDACTED]
Independent walkthrough / 是否独立参观	✓ YES — auditor walked floor unaccompanied for initial 40 minutes

### 2.2 Visit timeline / 访问时间线

Time / 时间	Activity / 活动
09:15	Arrived at facility entrance. GPS tagged. Factory staff not pre-notified of exact arrival time.
09:15 – 09:30	Opening — presented SS ID and introduction letter. Met factory manager. Stated audit scope and independence.
09:30 – 11:10	Independent floor walk (unaccompanied). Photographed all production areas, warehouse, office, entrance. Counted workers and running lines.
11:10 – 11:45	Business license review and document check. On-site entity verification vs. public registry data.
11:45 – 13:00	Structured interview: Sales Manager (product range, main customers, capacity claims). Product sample review.
13:00 – 13:30	Brief worker interviews (3 workers, independently, in corner of floor).
13:30 – 13:40	Closing — summary of preliminary observations. Departure.

### 2.3 On-site entity verification / 现场主体核查

The following was verified on-site by direct inspection of original documents, cross-referenced against pre-visit registry research. / 以下内容通过直接检查原件核实，并与访前登记调查数据交叉验证。

Check / 核查项	Status	Finding / 发现
Business license original on display 营业执照原件上墙	• VERIFIED	Verified. Entity name, USCC, and address match registry data. 已核实，公司名、统一社会信用代码、地址与登记数据一致。
Physical address matches registered address 实际	• VERIFIED	GPS coordinates confirm the facility is at the

Check / 核查项	Status	Finding / 发现
地址与注册地址一致		registered address. GPS 坐标确认设施位于注册地址。
USCC on license matches pre-visit research 营业执照统一社会信用代码与调查一致	● VERIFIED	Exact match. No discrepancy. 完全一致，无差异。
Business scope covers artificial flowers / home décor 经营范围含人造花/家居装饰	● VERIFIED	License scope confirmed: 工艺品、人造花制造及销售 (manufacture and sale of crafts and artificial flowers). 经营范围确认含工艺品、人造花制造及销售。
License validity 营业执照有效期	● VERIFIED	Valid until 2046-11-09. No expiry risk. 有效期至 2046 年 11 月 9 日，无到期风险。
Import/export rights visible 进出口权限可见	● VERIFIED	License displays self-operated export rights. 营业执照显示自营进出口权。

### 3. The Core Question: Manufacturer or Trader?

This is the primary purpose of a Factory Inspection. We assess this across five observable indicators. The verdict is based on the preponderance of physical evidence — not on what the supplier says about themselves.

#### Assessment / 综合判断

**FACTORY TYPE VERDICT**

<div style="background-color: #e8f5e9; padding: 5px; border: 1px solid #ccc;"> <p><b>MANUFACTURER</b> <i>100% own production</i></p> </div>	<div style="background-color: #fff9c4; padding: 5px; border: 1px solid #ccc;"> <p>▶ <b>HYBRID</b> ◀ <i>~30% own · ~70% outsourced</i></p> </div>	<div style="background-color: #ffe0b2; padding: 5px; border: 1px solid #ccc;"> <p><b>TRADING CO.</b> <i>No own production</i></p> </div>
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*The subject operates as a hybrid: it has its own small assembly and packaging capacity (~30% of goods), and sources the remainder from external workshops in the same industrial zone. This is common in Yiwu but must be disclosed to the buyer.*

#### 3.1 Evidence across five indicators / 五项指标综合证据

Indicator / 指标	What was observed / 实际观察	What manufacturer should look like / 真工厂应有的表现	Verdict
<b>1. Raw materials on floor</b> 原材料库存	Wire frames, fabric, and glue supplies visible in main warehouse. Approx. 2–3 weeks of input stock. Partially aligned with declared product range. 铁丝骨架、面料、胶水等原材料在主仓库可见，约 2-3 周用量库存，部分与声称产品范围一致。	<i>Sufficient raw materials to support production claim.</i>	<span style="color: #c00000;">● CAUTION</span>
<b>2. Active production equipment</b> 生产设备运行情况	Assembly jigs, hot-glue stations, and hand-sewing stations active. No automated manufacturing equipment observed. Equipment is manual/semi-manual only. 装配夹具、热熔胶站和手缝工位在运行中，未见自动化生产设备，仅有手工/半手工设备。	<i>Equipment and machinery matching the product category in active use.</i>	<span style="color: #c00000;">● CAUTION</span>
<b>3. Observed worker count</b> 工人实际数量	18 workers on production floor at 10:00 walkthrough (before any staff augmentation). Sales manager claims "usually 60+ workers." 10:00 独立参观时车间工人 18 名，销售经理声称 "通常 60 名以上工人"。	<i>Headcount consistent with stated capacity and order book.</i>	<span style="color: #c00000;">● HIGH RISK</span>
<b>4. In-process work-in-progress (WIP)</b> 在制品情况	WIP (partially assembled flowers) visible on 2 active assembly stations. Volume is consistent with ~18 workers, not 60+. 在 2 个活跃装配工位上可见半成品（部分组装的人造花），数量与约 18 名工人一致，而非 60 人以上。	<i>WIP volume matches claimed production rate.</i>	<span style="color: #c00000;">● CAUTION</span>
<b>5. Third-party goods / outsourcing evidence</b> 第三方货物/外包证据	In warehouse: 14 pallets of finished goods with packaging labels bearing supplier names other than [REDACTED]. Auditor photographed labels (see P3.8–P3.10). Staff confirmed these are from sub-suppliers. 仓库中有 14 托盘成品，包装标签显示非 [REDACTED] 品牌的供应商名称，审核员已拍照记录（见 P3.8–P3.10），员工确认这些来自代工厂。	<i>All finished goods carry entity's own branding or are clearly manufactured in-house.</i>	<span style="color: #c00000;">● CAUTION</span>

#### AUDITOR'S FIELD NOTE

*The 14 pallets of third-party branded finished goods in the warehouse is the most material finding. This is not fraud — it is*

*standard practice in Yiwu. But the client needs to understand that "buying from [REDACTED]" means buying a mix of [REDACTED] assembled product and goods sourced from workshops whose quality controls have not been evaluated. This is why outsourcing clauses and sample inspections matter.*

## 4. Facility & Production Observations

CONDUCTED ON-SITE Direct observation during unaccompanied floor walk · 09:30 – 11:10 · April 17, 2026

### 4.1 Facility overview / 设施概况

Facility type / 设施类型	Single-building factory unit in shared industrial complex / 工业区多租户楼内独栋厂房
Estimated floor area / 估计建筑面积	~800 m <sup>2</sup> (ground floor + mezzanine storage)
Production area / 生产区	~400 m <sup>2</sup>
Warehouse area / 仓储区	~250 m <sup>2</sup>
Office area / 办公区	~150 m <sup>2</sup> (incl. showroom)
Overall cleanliness / 整体整洁度	Average / 一般
Ventilation / 通风情况	Adequate for the type of work / 符合工作类型需求
Fire extinguishers / 消防器材	✓ Present — 4 units visible, tags checked Dec 2025
Emergency exits / 应急出口	2 exits clearly marked and unobstructed / 2个出口有清晰标识且未被遮挡

### 4.2 Production lines / 生产线情况

Line	Type / 类型	Status / 状态	Workers observed / 在岗工人
L-1	Artificial flower assembly (hand assembly + hot glue) 人造花装配 (手工+热熔胶)	• VERIFIED	11 workers
L-2	Packaging & labeling 包装与贴标	• VERIFIED	7 workers
L-3	Claimed: stem wrapping / wire bending 宣称: 花茎缠绕/铁丝弯曲	• CAUTION	Idle — no workers assigned, equipment present but off

### 4.3 Product category match / 产品品类匹配核实

The products observed in production and in the showroom were cross-checked against the client's sourcing category. / 现场生产中及展厅内的产品已与客户采购品类进行交叉核实。

Category check / 品类核查	Status	Note / 备注
Artificial flowers (claimed) 宣称: 人造花	• VERIFIED	Active assembly in progress. Multiple SKUs visible.
Dried flower arrangements 干花装饰 (宣称)	• VERIFIED	Finished goods visible in warehouse.
Wreath / wreath base 花环/花环底座	• CAUTION	Samples only in showroom — no active production observed.
Home fragrance / candle décor 香薰/蜡烛装饰 (宣称)	• CAUTION	Showroom samples — sourced externally based on packaging labels.
Seasonal decorations (Christmas etc.) 圣诞等节庆装饰	• VERIFIED	WIP and finished stock observed. Active category.



## 5. Photo Evidence

44 photographs were taken during the inspection. All photos are GPS-stamped and time-stamped by the auditor's device. A selection of the most diagnostic images is shown below. Full photo archive is available on request. / 本次检查共拍摄44张照片，全部由审核员设备自动记录GPS和时间戳。以下展示最具代表性的照片，完整照片包可按需提供。

### 5.1 Facility exterior & entrance / 厂区外观与入口



P1.1 Main entrance gate — company signage and address board visible. 正门入口——公司名称和地址牌清晰可见。



P1.2 Street view of industrial building — GPS location confirmed. 工厂所在工业楼街景——GPS位置已核实。



P1.3 Business license posted inside entrance — original, valid. 营业执照上墙于门厅内——原件，有效。



P1.4 Factory gate signage close-up — USCC label visible. 工厂门牌近景——统一社会信用代码标签可见。

### 5.2 Production floor / 生产车间



P2.1 Line L-1: artificial flower assembly in progress. 11 workers at stations. L-1 生产线：人造花装配中，11名工人在岗。



P2.2 Line L-1 close-up: hot-glue process. WIP clearly in frame. L-1 近景：热熔胶工序，在制品清晰可见。



P2.3 Line L-2: packaging and labeling operations. L-2 生产线：包装与



P2.4 Line L-3: idle — equipment present but no workers. Photographed

贴标操作。

from multiple angles. L-3 生产线：停产——设备在场但无工人，多角度拍摄。

### 5.3 Key evidence — outsourcing / 关键证据：外包



P3.1 Warehouse overview — mixed own-product and third-party stock. 仓库全景——自产品与第三方库存混放。



P3.2 Third-party packaging labels on pallets (supplier names obscured in this sample report). 托盘上的第三方包装标签（样本报告中供应商名称已隐去）。



P3.3 Close-up of non-Boying brand label on finished goods carton. 成品纸箱上非威品标签近景。



P3.4 Raw material storage — wire frames and fabric. Approx. 2-3 weeks of supply. 原材料存储——铁丝骨架和面料，约2-3周用量。

### 5.4 Showroom & samples / 展厅与样品



P4.1 Product showroom — artificial flowers and seasonal decor on display. 产品展厅——人造花和节庆装饰品展示。



P4.2 Sample products matching client's sourcing category. 与客户采购品类匹配的样品。

## 6. Verification Checklist

This checklist covers all standard Factory Inspection checkpoints. Items marked CAUTION or HIGH RISK are elaborated in the relevant body sections. / 本清单覆盖工厂实地检查的所有标准核查点，CAUTION 或 HIGH RISK 的项目已在对应正文章节中详细说明。

#	Checkpoint / 核查项	Status	Note / 说明
C-01	Factory physically exists at stated address 工厂在声称地址实际存在	● VERIFIED	GPS confirmed. Building occupied and operational.
C-02	Business license original present and valid 营业执照原件在场且有效	● VERIFIED	Verified on-site. Expiry 2046.
C-03	License address matches physical location 执照地址与实地位置一致	● VERIFIED	Exact match confirmed.
C-04	Business scope covers client's product category 经营范围覆盖客户采购品类	● VERIFIED	Artificial flowers and crafts clearly in scope.
C-05	Active production of client's product category 客户采购品类处于活跃生产状态	● VERIFIED	Lines L-1 and L-2 actively producing.
C-06	Manufacturer (not purely a trading company) 是制造商 (非纯贸易商)	● CAUTION	Hybrid — has own assembly but outsources ~70%. See §3.
C-07	Headcount consistent with stated capacity 工人数量与宣称产能一致	● HIGH RISK	18 observed vs 60+ claimed. Material discrepancy.
C-08	Production equipment present and operational 生产设备在场且运行	● CAUTION	Manual/semi-manual only. No automated equipment.
C-09	Raw materials adequate for current order book 原材料库存满足当前订单需求	● CAUTION	~2-3 weeks supply. Reasonable for small-scale operation.
C-10	Finished goods storage and labeling observed 成品存储和标签情况观察	● CAUTION	Third-party branded goods mixed in warehouse. See §3.
C-11	Showroom / product samples consistent with claims 展厅/产品样品与声称一致	● VERIFIED	Showroom matches stated product range.
C-12	Workers able to discuss their work naturally 工人能自然描述其工作内容	● VERIFIED	3 workers interviewed. Answers consistent with observations.
C-13	No evidence of fictitious factory "staging" 无虚假工厂"摆拍"迹象	● VERIFIED	No anomalous staging detected. Idle line L-3 noted but plausible.
C-14	Basic safety and fire equipment present 基础安全和消防设施到位	● VERIFIED	Fire extinguishers valid. Emergency exits clear.
C-15	Entity behavior during audit was cooperative 审核过程中主体配合程度	● VERIFIED	Factory manager cooperative. No access denied.

## 7. Risk Summary & Next Steps

### 7.1 Risk register / 风险登记

ID	Area	Finding / 发现	Mitigation / 建议	Level
R-1	Capacity / 产能	Observed headcount (18) is 30% of claimed (60+). 实际观察人数仅为宣称的 30%。	Do not place orders requiring >20 workers' output without Factory Evaluation first.	● HIGH RISK
R-2	Outsourcing / 外包	~70% of finished goods sourced externally based on evidence in warehouse.	Include no-outsourcing clause or approval requirement in purchase agreement.	● CAUTION
R-3	QC / 质检	No formal QC process or records observed on production floor.	Request sample run + final inspection before any shipment.	● CAUTION
R-4	Equipment / 设备	Manual/semi-manual assembly only. No capacity for higher-volume automated production.	Confirm production method is sufficient for client's volume and quality spec.	● CAUTION
R-5	Line L-3 / 生产线 3	Third line idle. Reason given: seasonal slowdown. Unverified.	Re-check at time of order placement to confirm capacity.	● CAUTION
R-6	Existence / 真实性	Entity physically exists at registered address and is operational.	No action needed.	● VERIFIED
R-7	License / 执照	Business license valid and scope matches category.	No action needed. Re-verify at 12-month intervals.	● VERIFIED

### 7.2 Recommended next steps / 建议后续行动

If you choose to proceed with Yiwu [REDACTED]:

<b>Immediate</b>	Add a contract clause requiring prior written approval before any order is subcontracted to an external workshop. Specify penalty terms.
<b>Before first shipment</b>	Request a sample run of 50–100 units from in-house production only (not sub-suppliers). Inspect before full commitment.
<b>If order &gt;\$20K</b>	Upgrade to In-Progress QC (DUPRO) (\$299) to assure product quality, while the order is more than USD 20K.
<b>Ongoing</b>	Require a Pre-Shipment Inspection(\$399) for every shipment. This is non-negotiable given the outsourcing risk.

Need more depth? / 需要更深入的核查?

#### Background Check

**\$19.9**

Already done? Pair with this for full remote + on-site picture.

#### In-Progress QC

**\$299**

Full capacity, QMS, workforce & sales track record. The logical next step.

#### Pre-Shipment Assurance

**\$399**

The focus is on inspecting the quality of the products before shipment..