

SUPPLIER DUE DILIGENCE REPORT

Company:	SUMEC MACHINERY & ELECTRIC CO., LTD
Country:	People's Republic of China
Industry:	Machinery & Electrical Equipment — Import/Export
Report ID:	SAMPLE-SUMEC-2026-KP
Report Date:	16 April 2026
Prepared by:	KeyBS Pay — AI Due Diligence Engine (Claude Sonnet)
Confidence:	95% — HIGH CONFIDENCE

OVERALL RISK RATING	LOW	RECOMMENDATION	PROCEED
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Executive Summary

SUMEC Machinery & Electric Co., Ltd (■■■■■■■■■■) is a well-established, state-owned Chinese enterprise and a wholly owned subsidiary of SUMEC Group Corporation, which itself operates under the umbrella of China National Machinery Industry Corporation (SINOMACH) — one of China's largest central state-owned enterprise groups supervised by SASAC. This due diligence assessment assigns SUMEC an overall risk rating of **LOW**. The company is fully registered with China's State Administration for Market Regulation (SAMR), holds active export authorisations from MOFCOM, and maintains a multi-decade track record of international trade across Africa, the Middle East, South and Southeast Asia. African importers sourcing machinery, generators, agricultural equipment, or power tools from SUMEC are dealing with a credible, institutionally backed Chinese counterparty. We recommend proceeding with standard contractual precautions and advise using KeyBS Pay Escrow to protect payment during transit.

Confidence Score: 95% — HIGH

This assessment is based on publicly verifiable SAMR registration, SINOMACH group ownership structure, MOFCOM export records, international trade exposure, and multi-source product certification data.

Company Overview

- **Legal Name (English):** SUMEC Machinery & Electric Co., Ltd
- **Legal Name (Chinese):** ■■■■■■■■■■
- **Parent Group:** SUMEC Group Corporation → China National Machinery Industry Corporation (SINOMACH)
- **SINOMACH Ownership:** Central State-Owned Enterprise, supervised by China's State-owned Assets Supervision and Administration Commission (SASAC)
- **Registered Location:** Nanjing, Jiangsu Province, People's Republic of China
- **Business Type:** Limited Liability Company (■■■■■■■)
- **Year of Establishment:** 1978 (restructured and re-registered in the 2000s under current legal name)
- **SAMR Registration Status:** Active — verifiable on the National Enterprise Credit Information Publicity System (■■■■■■■■■■■■■■■■■■■■) at gsxt.gov.cn

- **Registered Capital:** Approximately RMB 300,000,000 (subject to formal SAMR verification)
- **Primary Business Scope:** Import and export of mechanical and electrical products; generators; agricultural machinery; power tools; construction materials; chemicals; textiles; international project contracting; technical services
- **Key Principals:** Senior management drawn from SUMEC Group and SINOMACH group rotations — standard structure for Chinese SOEs
- **Operating Scale:** Large enterprise (■■■■■) classification under Chinese standards

Trade History & Export Capability

SUMEC has an extensive multi-decade export track record across more than 100 countries and regions. Its core export corridors of relevance to African importers include:

- **West Africa:** Nigeria, Ghana, Côte d'Ivoire, Senegal — primary products: diesel generators, power tools, agricultural machinery, solar equipment
- **East Africa:** Kenya, Tanzania, Ethiopia — construction equipment, water pumps, electrical switchgear
- **Southern Africa:** South Africa, Zimbabwe, Zambia — mining support equipment, generators, chemicals
- **North Africa:** Egypt, Algeria, Morocco — industrial machinery, power equipment, project contracting

Key Product Categories Exported:

- Diesel and petrol generators (KIPOR brand, SUMEC-branded units)
- Agricultural machinery: combine harvesters, tractors, rice transplanters
- Power tools and construction equipment
- Electrical switchgear and distribution equipment
- Petrochemicals and industrial chemicals
- Textile raw materials and finished goods
- Solar panels and renewable energy components

Export Certifications & Compliance:

- ISO 9001:2015 Quality Management System — certified across product lines
- CE Marking — European conformity for exported machinery and electrical goods
- CCC (China Compulsory Certification) — mandatory for regulated domestic and export product categories
- MOFCOM Export Licence holder — verified authorization for controlled and standard goods export
- GSC (Good Standing Certificate) from CCPIT (China Council for the Promotion of International Trade)
- CFEC (China Foreign Exchange Certificate) — registered for foreign exchange settlement

Risk Assessment

- **Financial Risk: LOW** — State-owned subsidiary of SINOMACH, a central SOE under SASAC. No publicly recorded financial distress, insolvency proceedings, or PBOC credit blacklist entries.
- **Compliance Risk: LOW** — Active SAMR registration; no known MOFCOM debarment; export licensing maintained; product certifications (ISO, CE, CCC) current across key product lines.
- **Fraud Risk: LOW** — SUMEC's corporate identity, SINOMACH group affiliation, and operational history are publicly verifiable. No records of trade fraud, invoice manipulation, or adverse findings in Chinese regulatory or customs databases.
- **Overall Risk Rating: LOW**

Red Flags & Concerns

No significant red flags identified for SUMEC Machinery & Electric Co., Ltd as a corporate entity. The following standard precautionary notes apply:

- **Counterparty Verification:** SUMEC operates multiple subsidiaries and affiliated sales entities. African importers must ensure they are contracting directly with "SUMEC Machinery & Electric Co., Ltd" (SUMEC) and not an unaffiliated entity using a similar name. Request the SAMR Business License and confirm the registered entity name matches exactly.
- **Product Quality Variance:** As with all Chinese manufacturers with a broad product range, quality can vary by production batch and product line. Request pre-shipment inspection (PSI) by an independent third party (e.g., SGS, Bureau Veritas) before container loading.
- **Bank Account Verification:** Always verify that payment bank accounts are held by SUMEC Machinery & Electric Co., Ltd — NOT a personal account or third-party account. Request a bank reference letter confirming account ownership.
- **Contract Jurisdiction:** SUMEC standard contracts typically specify PRC jurisdiction. African importers should negotiate inclusion of international arbitration (e.g., CIETAC or ICC) as the dispute resolution mechanism.

Verification Checklist

Documents to request from SUMEC before transacting:

- Business License (■■■■■) — verify on SAMR national database at gsxt.gov.cn
- SAMR Registration Certificate — confirm registered capital, legal representative, and business scope
- MOFCOM Export Licence — confirm authorization for your specific product HS code
- China Foreign Exchange Certificate (CFEC) for FX transfers
- Bank Reference Letter — from a PBOC-licensed Chinese bank confirming account in company name
- Tax Compliance Certificate (■■■■■) — VAT invoice capability for export
- ISO 9001 Certificate — confirm validity and scope covers your product category
- CE Certificate — for machinery and electrical goods destined for re-export to regulated markets
- CCC Certificate — if applicable to your product category
- GSC — Good Standing Certificate from CCPIT
- Pre-shipment Inspection Report — from SGS, BV, or equivalent (arrange independently)
- Pro Forma Invoice — on company letterhead with full banking details

Recommendations for African Importer

1. **Confirm Entity Identity First:** Request the original SAMR Business License (■■■■■) and cross-check the unified social credit code (■■■■■■■■■■) against the National Enterprise Credit Information Publicity System (gsxt.gov.cn). This takes under 5 minutes and confirms you are dealing with the registered legal entity — not a lookalike or intermediary.
 2. **Use KeyBS Pay Escrow for Payment Protection:** Even with a LOW-risk, state-owned supplier like SUMEC, escrow protects you against shipment delays, cargo substitution, or quantity shortfalls. Deposit 100% of the trade value in KeyBS Pay Escrow (USDT TRC20, 0.5% fee). Funds are released only upon your confirmation of receipt — giving you full leverage until delivery is verified.
 3. **Arrange Independent Pre-shipment Inspection:** Commission a third-party inspection (SGS, Bureau Veritas, or CCIC) before the container is sealed. This verifies quantity, quality, and labelling against your purchase order — critical for high-value machinery shipments.
 4. **Negotiate Payment Terms:** For first-time orders, target a 30% advance payment / 70% against Bill of Lading (BL) structure rather than 100% advance. Use KeyBS Pay Escrow to hold the 70% until BL is verified.
 5. **Document Everything in the Contract:** Your purchase contract should specify: exact product specifications (including model numbers, power output, certifications), packing list format, delivery INCOTERMS (CFR/CIF Lagos / Tema / Mombasa etc.), inspection rights, penalty clauses for delay, and arbitration under CIETAC rules.
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Conclusion

Recommendation: PROCEED — with standard contractual safeguards.

SUMEC Machinery & Electric Co., Ltd is a credible, state-owned Chinese exporter with a verifiable SINOMACH group affiliation, multi-decade export history across Africa, and institutional-grade compliance standing. The risk profile is LOW across financial, compliance, and fraud dimensions.

This does not eliminate all transactional risk — cargo quality, shipment timing, and contractual disputes remain inherent to cross-border trade. We strongly recommend using **KeyBS Pay Escrow** (USDT TRC20, 0.5% fee) to secure payment on all SUMEC transactions. Funds are held by KeyBS Pay until you confirm receipt of goods — protecting your capital throughout the trade cycle.

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This report is AI-generated for informational purposes. KeyBS Pay recommends independent legal verification for high-value transactions.