

## **PFGHL' s success in the spotlighted organic agriculture**

Recently, in order to conduct the second round of inspections, inspectors from the second central ecological environmental protection group have stationed in cities including Beijing, Tianjin, and Zhejiang, administrations including the National Energy Administration and the National Forestry and Grassland Bureau, as well as enterprises including Aluminum Corporation of China, China National Building Materials Group Corporation. Just as inspections are crucial to the betterment ecological environment, the development of sustainable organic agriculture is of increasingly significance to improve quality of ecological environment.

Organic agriculture in China has grown fast in mere decades. A number of favorable policies regarding organic agriculture can be found in the No. 1 document of the central government released in 2020, where the government stressed the need to accelerate the integration of IoT, big data, blockchain, AI, 5G networks and other modern information technology into the field of agriculture, so as to meet the demand of constructing high-standard farmland as well as optimizing and altering agricultural structures. This May, the Ministry of Agriculture issued a document named "promoting sustainable, healthy development of three products and one standard in the new era" . It emphasized how organic agricultural products ensure ecological safety and demand that it should be developed in accordance to local conditions. At the same time, the document called on capable regions and industries to develop organic agriculture with passion.

As a result, many in the textile industry answered to the call and seized this opportunity to vigorously develop organic agriculture. PFGHL's Bombyx is a great example: while focusing on the agricultural technology development and technological related services, it also promoted sericulture, silk production and processing as well as the manufacture of its by-products and organic agricultural products.

PFGHL has invested in the construction of an organic mulberry base of 100,000 mu in Yilong to promote the development of the local organic mulberry farming industry. Together with the Group's local brand Jiafeng Fashion, PFGHL has built a whole industrial chain project that includes mulberry planting, sericulture, silk extraction, weaving, whitening, printing, and dyeing, striving to become the world's largest organic silk production suppliers and excellent organic clothing brands in China. The whole industry chain project follows the EU's organic agricultural standards EC834/2007 and



EC889/2008, the organic guidelines regarding national environmental and agricultural standards, and environmental health standards, indicating the project is in line with the national sustainable development strategies. With the application of advanced technology and strict quality control, Bombyx has achieved full utilization of agricultural resources and comprehensive sustainable conservation of air, water and soil.

Meanwhile, Bombyx fully implemented the “enterprise+ cooperative (base) + farmer” developing mode in its



ecological organic sericulture base, assisting farmers to better their breeding skills with multiple methods such as technological instructing and training. The base did not only brought more than 3000 job opportunities, but also increased the farmers’ income by 4 to 6 times of the original.

The group has implemented advanced, efficient, and green manufacturing methods to bring new momentum to the industry's sustainable development. We hope to see more organic agricultural project developing into multiple-industry structure. PFGHL has endeavored to achieve the prosperity of the enterprise and the people. We are committed to working with the local government to create a win-win situation between production and nature in Nanchong.