

### Different Thinking Makes your Life Better

**CHUNGHO GROUP** 



A beautiful promise to protect our land, nature and a healthy way of living - ChungHo

Advanced technologies for enhancing the value of life, convenience and happiness— This is the beautiful future created by ChungHo.

CHUNGHO

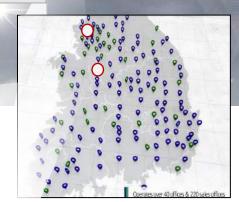
Headquarter in Seoul, Korea

### Introduction

- Established in 1993
- Exported to 60 Countries, 130+ customers
- Operates over 40 offices & 220 sales offices
- **7,500** specialized representatives for after services and sales
- **2,000** administration and factory workers
- The First Korean Company acquired UL Mark
- Sales revenue: USD 500 Millions in 2016

















2 hours from Headquarter office in Seoul

### Introduction

**Global Network** 







#### Established JV in 2006

- Micro Midea
- Midea Chungho











**Established Business Operation Subsidiary in 2017 Established Production Plant in 2017** 









Business Operation Subsidiary on May 1st, 2018







# 01 Introduction

# CHUNGHO

- Global Network
  - Production Plant in Vietnam









- Business operation in Vietnam & Malaysia









# **01** Introduction





Total Solution for Air, Water, and other Environment issues
 We provide Technology-Breakthrough Products for Customers



Top-of-the-Line Customer Service
 Customer Satisfaction by Specialized Call-center



Technology-Breakthrough World First Products
 Water Purifier with ICE, Coffee, and Carbonated, Air Purifier with ULPA, Waterfall air purification, and Systems with humidification
 Bidet with Specialized Filter, Softener, Dehumidifier, Cosmetics, etc.



Components and Parts (In-House Manufacturing)
 Various Filters, Valves, Tubes, Fittings, and many others

Custome Service

CHUNGHO

### **Q** Certification & Awards























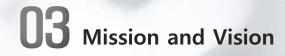








CHUNGHO



Healthy Lifestyle and Quality of Life

New Idea

Technology

**Customer Satisfaction** 

# **03** Mission and Vision

# CHUNGHO



William Joung Chairman

William Joung

### **Corporate Philosophy**



Healthier Life begins with ChungHo

#### **VISION**



We do Business for the Global Environments

### **Business Policy**



Something Different Something Better for the customers



Insightful Thinking Core competency

# **04** History

· 2017

Established Subsidiary in Vietnam

• 1993	Established ChungHo Nais Co., Ltd. Joined W.Q.A(Water Quality Association) membership
• 1994	Established R&D center
• 1995	The First company acquired the Water mark from Korea Water Purifier Industry Cooperative
• 1996	Construction of water treatment facilities in Dok-do Island Began Cosmetic Business
• 1998	The Frist Korean company acquired UL Mark
• 2005	Began to supply Filters to Samsung and LG
• 1999	Cool water purifier (CH-600) selected in the sector of machinery. 'Korea's top 100 technologies of the 20th century hosted by Ministry of Science and Technology
• 2002	Established Global filter specialized company, Microfilter Co., Ltd.
• 2003	Established Human Resource Development Institute
• 2006	Established joint venture corporation with Midea Group in China < Midea Chungho Corporation> < Micro Midea Corporation
• 2009	Established MCM: Development and production of fitting and tubing parts for water purifier and refrigerator.
• 2010	Establishment of Chung Ho Group Scholarship Foundation
• 2011	Began to supply Filters to Culligan in USA
• 2014	Customer Centered Management (CCM) certification
• 2016	Awarded on 'Korea's New Technology Innovation Award' for 16 consecutive years Awarded on Korean Customer Satisfaction Index (KCSI) for 7 consecutive years. Began Mattress Care Business



# History of World 1st product





HI-TEC

Semi-conductive cooling Water Purifier

1995



**Nais Call** 

Hot & Cold water purifier with Call Function

1996



**Ice Combo** 

Ice making Water Purifier

2003



Ice, hot and cold Water Purifier

2006

Carbonated Water unit for refrigerator

2009



**Air Purification System** 

2009



Mini

Water Purifier with ICE

2011



**IGUASSU** Wine cellar

**Bidet** 

Water purifier with Wine Cellar 2012

1999



**TINY** 

World Slimmest Countertop

2013



Whi Caffe

Water Purifier with Coffee Function

2014 / 2015



Sparkling RO

Water Purifier with Sparkling

2016



**ULPA Air Purification System** Wall-Mounted

2016



Baby's **Water Tiny** Ultrapure water for Baby

2016



RO-MI

Provide Essential Minerals

2016



Solar Energy **Water Purification System** 

2017

# Products Guide (Home & Office Use)

### Water Purification Systems

#### **Counter-top**

- Ambient
- Cold
- Ice
- Hot
- Sparkling
- Coffee
- Ultra pure
- Mineral



**Ambient S** 



**Ambient** 



Iguassu Edge



Iguassu II 



Whi Caffe IV-Edge



Whi Caffe Tiny



Tiny / Mini



**Sparking RO** 



**Baby's Water-Tiny** 



RO-MI

### **Stand Type**

- Ambient
- Cold
- Ice
- Hot
- Coffee



**ETREBIEN V** 



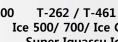
**Iguassu Digital** 



S-Line 



Hot & Cold 500



Ice 500/ 700/ Ice Cold Super Iguassu Ice



Whi Caffe Whi Caffe II 

# Products Guide (Home & Office Use)

# CHUNGHO

### Air purifier









Bidet



Softener



# Products Guide (Commercials & Plants)

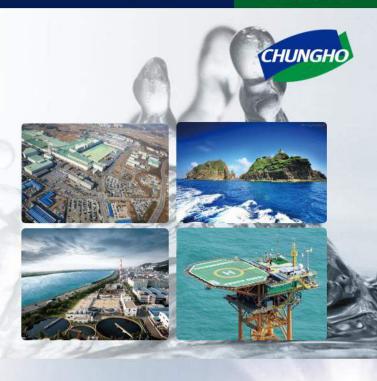
#### Water Treatment



Large Volume Purification System (8,000L~48,000L/day)



Massive Volume Purification System (Over 72,000L/day)



### Solar Energy







# **07** R&D Center



R&D VISION

We pursue the Customers and Environment Values through Innovative Products

CORE COMPETENCIES

### Productization Technologies Design, Circuit, S/W, Reliability etc.



Drinking Water Purification



Drinking Water
Application
(Ice, Coffee, Sparkling)



Indoor Air Purification



Bath (Bidet/Water Softener)



Refrigeration & thermodynamics



Solar Energy Water Purification System

### **07** R&D Center



#### STATUS

- Location : Incheon, Korea (2,840m²)
- 10 teams, More than 100 R&D personnel
- 30+ Masters and Ph.Ds
- Investing 7% of Annual Revenue into R&D
- 258+ Industrial Property Rights
- Developed 40+ models in recent 3 years

#### DESIGN AWARDS











#### CERTIFICATIONS





















\* ChungHo's original Ice-making technology is patented in listed countries below; Korea, Japan, US, China and other countries.



# **08** Manufacturing

### Manufacturing

- Quality, for the Customer Satisfaction
- Production system, for the Quick Response to the Customer Needs
- Fully Automated manufacturing and Inspection System
- Customization to meet the Market and Customer Needs
- Site scale: 22,322m<sup>2</sup>

### Fully Automated Manufacturing System

















### **19** HRD institute

CHUNGHO

- Educational facility
  - Optimal learning environment capable of providing HRD solutions
  - Strong Intensive 5-level training course for service representatives

On-site S&S IV S&S I S&S II S&S III S&S IV Branch trainings **Training Training Training Training Training** at branches OJT Course Course Course Course Course nationwide

- Daily educational services for the development of competency
- Site scale: 66,115m<sup>2</sup>
- Continuous investments and corporate training services to nurturing core human resources







### 10 Global Business



- Starting in 1994, we have exported environmental home appliances to more than 60 countries all over the world.
- In 2014, we have developed world's first coffee extracting R/O water purifier with Ice and expanded our presence into major countries.



### 1 Plant Business

#### CHUNGHO

#### Water treatment

- Desalination & Purification Facilities installed in Dokdo, Ieodo island
- The Leading Water Treatment Company
- Provides Filtered, Purified, and Ultra-pure water in a large volume (Commercials and Plants)

### Solar energy business since 2010

- Produce electricity by solar energy for homes and buildings
- Solar-powered water purification system for the areas with lack of electricity
- Expanding business to the world market (China, Nepal, etc) beyond domestic

# 12 Beauty Cosmetics & Health Foods



- Experience our products made from ChungHo Pure Water since 1996
- Life is Beauty, Nais Beauty



# 13 Micro care





### **Micro Mattress Care Business and Service**

- Best Quality Mattress provided Only for Customers
- Professional Care & Cleaning (PCC)
- Home care service for bed mattress, air conditioner etc.
- Hygienic residential environment with an 11-step method
- Everlasting initial condition by regular elaborate service
- New Concept of Service for Pleasant and Safe Residential Spaces









# 14 Affiliates & Joint Ventures







### MICROFILTER

**Commercial Filters** 

**Residential Filters** 

**Special Customer-made** filters for Electrolux, Culligan, H2O, Samsung, etc



**UF and R/O Membrane** Elements

**Various Fittings & Valves** 

Various Tubings and others

**Special Customer-made** parts and Components for Toray, Entekhab, LG, etc

Midea-Chungho





**Water Purification Products** for home, office use

**Domestic & International** Trade

Mini Commercial & **Commercial Systems**  Micro Midea Filter





Various Filters, Fittings, and other parts and Components

**Domestic & International Trade** 

### 15 Micro Filter Co.



2002

2005

2006

2010

2012

2015

Supply ref. filters to BOSCH

2015

Microfilter Established

Supplied ref. filter (S company in Korea)

Established full Automatic production line Acquired NSF58 for RO membrane, fittings

U\$ 10 Mil in Export

Acquired NSF58 for M9 system

### **MICROFILTER** Next Generation Water Filtration

R&D Capability Research & Development

#### **Customer Value Creation**

- Applying APQP system
- Functionally Dedicated R&D Labs
  - Material, Application Engineering, Designated R&D
- NSF 42, 5., 58, 401 Certified



Automatic Production Line

High

Quality

Checking

System

Top-Tier Production System

#### Vertical-Integrated Manufacturing Structure



E Electrolux





Culligan.

B/S/H/



Semi Automatic Line



Full Automatic Line



Carbon Block Extrusion Line



Injection Line

Quality Management System

#### **Targeting Zero Defect**

- Process Quality Control
- Double-check Quality Control system
- Incoming & Outgoing Quality Inspection













Commercial Filter

Residential Filter



Refrigerator Filter



**UV Sterilizer** 

16 MCM Co.

### CHUNGHO



### Key component provider

- UF and R/O Membrane Elements
- Various Fittings and Valves
- Various Tubings and others





#### **Products**



#### **RO Membrane Elements**

- Fully Automated Production Dry type Membrane sheet for Longer Shelf Life Membrane sheet from Top-tier Manufacturer NSF58 and FDA certified Thin Film Composite Membranes





- Zero Defect in the Market
- 100% Leak/Performance Test
- 17 Key Inspection System



#### **Fittings**

- 100% Visual Inspection System
- Fully Automated Production
- Easy Installation
- FDÁ Compliant, NSF58 Standard
- 100% Leak Test



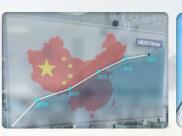
#### **Tubeings**

- No Pin Hole
- No Scratch
- In/Out Diameter Controlled ±0.1mm
- 100% Outside Diameter & Surface Inspection

### **17** Joint Ventures

- Chungho established TWO JOINT VENTURES in 2006 with Midea,
   the No.1 Appliance company in China (Midea-Chungho & Micro Midea Filter)
- With Chungho's Technologies and Midea's Distribution Channels combined, they're currently the No.1 Market leader in China









### 18 csr





### Chungho is fulfilling its Corporate Social Responsibility

(Scholarship, Sponsorship, Love-sharing Volunteer Activities, Children's Dreaming and Composition Competition. etc. )

# 19 Epilogue



Advanced technologies and services for the environment, health and lifestyle!

The leading environment, home appliance company of the 21st Century!

We will create the beautiful and happy future we all dream of!

Developing unprecedented products that humanity needs,

Our spirit of creativity for developing new technologies will continue!

**ChungHo Nais!** 



