



Taiwan Miaoli District Prosecutors Office

Release date : 2020.5.11

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【Famous Rice Company and Senior Management Indicted with Food Adulteration and Fraud】

Shan Shui Me Food Enterprise CO., LTD. and its president Lee, chief executive officer Tsai were indicted with food adulteration (article 15a7 and 44a of Act Governing Food Safety and Sanitation) and fraud (article 255 and 339a of Criminal Code of the Republic of China) on 22th April 2020.

The investigation was launched since February 2019. After search and interrogation, it revealed the company had fraudulently adulterated lower level rice (or rice from false origin) into higher level products without informing their customers. Victims included Sushi Express Group and Kaifun restaurant (details are as below). The company along with its president Lee and chief executive officer Tsai pleaded not guilty and claimed it's a misunderstanding with their customers.

Victim	Sales period	Fraud loss	Contract item
Sushi Express Group	March 2017 to June 2019	NTD 132,491,691	California rice (use Arkansas rice as adulteration and counterfeit)
Kaifun restaurant	June 2018 to April 2019	NTD 9,548,333	Organic Taiken 9 (use Taiken 8 and other rice as adulteration and counterfeit)