

ADAMA Ltd.

Announcement on the Acquisition of 100% of the Equity Interests in Jiangsu Anpon Electrochemical Co., Ltd., in a Related-Party Transaction

The Company and all members of the Company's Board of Directors confirm that all information disclosed herein is true, accurate and complete, with no false or misleading statement or material omission.

I. Overview of related-party transaction

ADAMA Ltd. ("Company") intends to acquire 100% equity interests ("Target Equities") in Jiangsu Anpon Electrochemical Co., Ltd. ("Anpon") from CNAC International Company Limited ("Seller" or "CNAC International"). On [March 19, 2019], the Company signed the Equity Interest Transfer Agreement with the Seller and China National Agrochemical Corporation ("Seller Parent" or "CNAC").

The Seller Parent is the controlling shareholder of the Company. The Seller is a wholly owned subsidiary of the Seller Parent. Therefore both parties are deemed as related parties of the Company, and this Transaction is a related-party transaction.

According to the Listing Rules of Shenzhen Stock Exchange and the Articles of Association of the Company, this Transaction shall be approved by the Board of Directors of the Company and does not require shareholder's approval. The 12th Meeting of the 8th session of the Board of Directors of the Company has approved this transaction. Among the five directors of the Company, the two related-party directors (Mr. Yang Xingqiang and Mr. An Liru) refrained from voting, while from the remaining three directors, there were three affirmative votes, zero negative votes and zero abstentions.

The Independent Directors have issued their prior written consent and independent opinions on this Transaction.

This Transaction does not constitute a Material Assets restructuring as stipulated by

the Administrative Measures on Significant Asset Restructuring of Listed Companies. This Transaction is not subject to the approval of shareholders' meeting. China National Chemical Corporation Ltd., as the supervising authority of the state-owned assets, its working meeting of the general manager has approved this Transaction. It has also completed the filling procedure of the assets appraisal.

The Company will timely disclose the relevant information according to the progress of this Transaction.

II. Basic information of the related parties

(I) CNAC International Company Limited

1. Basic information

(1) Company name: CNAC International Company Limited

(2) Nature of enterprise: Private limited company

(3) Registered address: 17/F, SHING LEE COMMERCIAL BUILDING, 6-12 WING KUT STREET, CENTRAL, HK

(4) Main office: 17/F, SHING LEE COMMERCIAL BUILDING, 6-12 WING KUT STREET, CENTRAL, HK

(5) Director: Chen Hongbo

(6) Registered capital: RMB 7,178,289,345.11

(7) Business registration certificate No.: 53630355-000-01-18-9

(8) Main business: holding and investment

(9) Controlling shareholder: CNAC

2. Key financial figures of the latest financial year (Unaudited):

(1) Revenue: RMB 0

(2) Net profit: RMB -1,576.95 million

(3) Net asset: RMB 3,727.74 million

3. Related-party relationship: The Seller is a wholly owned subsidiary of the Seller Parent, the controlling shareholder of the Company. The Seller and the Company are under common control of the Seller Parent, and therefore the Seller is a related party of the Company.

4. Credit status: After searching on the website of disclosure of enforcement information of China, the Seller is not a dis-honest party subject to enforcement.

(II) China National Agrochemical Corporation

1. Basic information

(1) Company name: China National Agrochemical Corporation

(2) Nature of enterprise: Limited liability company (sole proprietorship by legal person)

(3) Registered address: No.62, Beisihuan West Road, Haidian District, Beijing

(4) Main office: No.62, Beisihuan West Road, Haidian District, Beijing

(5) Legal representative: Chen Hongbo

(6) Registered capital: RMB 3,338,219,564.48

(7) Unified social credit code: 91110000100011399Y

(8) Business scope: Agrochemical and chemical products and chemical raw materials (excluding hazardous chemicals); procurements and sales of electromechanical equipment, electrical equipment, automatic control system, instrument, construction materials, industrial salt, natural rubber and products, computer software and hardware, office automation equipment and textile raw materials; sales of fertilizer; cargo warehousing; import and export business; technical consultant, service, development and testing; production of genetically modified crop seeds (excluding the six central areas of Beijing city); sales of crop seeds, grass seeds and edible fungus strains. (The company shall lawfully and independently select its business projects and conduct business activities; the business activities which require approvals shall be conducted after obtaining such approvals from relevant authorities in accordance with the approved scopes; and the company is prohibited to involve in

the business activities which is prohibited or restricted by the city's industry policies.)

(9) Controlling shareholder: China National Chemical Corporation

2. Key financial figures of the latest financial year (Unaudited):

(1) Revenue: RMB 31,650.09 million

(2) Net profit: RMB 500.60 million

(3) Net asset: RMB 25,569.92 million

3. Related-party relationship: CNAC is the controlling shareholder of the Company, which is deemed as a related party of the Company.

4. Credit status: After searching on the website of disclosure of enforcement information of China, CNAC is not a dis-honest party subject to enforcement.

III. Basic information of the target of the related-party transaction

(I) Overview of the target assets

1. Target assets: 100% equity interests in Anpon owned by the Seller

2. Asset category: equity investment

3. Encumbrance: No mortgage, pledge or any other third-party claim on the transferred equities. And the transferred equity is not involved in any major disputes, lawsuits, arbitrations, freeze or other judicial measures.

4. Asset value: Based on the assets appraisal report (Zhong Fa Ping Bao Zi [2018] No.115) ("Appraisal Report") issued by DeveChina International Appraisals ("DeveChina") (who is qualified to conduct business in relation to securities and futures) for this Transaction (the benchmark date of which is December 31, 2017), the appraisal valuation is aligned with the appraisal result of asset-based approach. The book value of Anpon's net asset is RMB 384,645,000 and the appraisal value of Anpon's net asset is RMB 820,036,300.

The benchmark date of the above-mentioned Appraisal Report is December 31, 2017, which has already been expired. In the interests of the Company and all its

shareholders, the Company engaged DeveChina to appraise the value of all equity interests owned by Anpon's shareholders, and DeveChina issued an assets appraisal report (Zhong Fa Ping Bao Zi [2019] No.013) ("Updated Appraisal Report") (the benchmark date of which is December 31, 2018).

The benchmark date of the Updated Appraisal Report is December 31, 2018, Both the asset-based approach and income approach were used in the valuation in the Updated Appraisal Report. The appraisal valuation is aligned with the appraisal result of the asset-based approach. Based on the Updated Appraisal Report, as of December 31, 2018, Anpon's book value of net asset is RMB 447,647,400; the appraised value of the net asset is RMB 879,938,100. Compared with the book value, the appraisal value of net asset increases by RMB 432,290,700 , an increase of 96.57%.

Based on the appraisal valuation (the benchmark date of which is December 31, 2018), the appraisal valuation of Anpon does not have any adverse effect on the interests of the Company and its shareholders. Therefore, the purchase price of this Transaction which was determined to align with the appraisal valuation (the benchmark date of which is December 31, 2017) will not harm the interests of the Company and its shareholders, especially the minority shareholders. The purchase price of this Transaction is determined as RMB 820,000,000.

5. Main corporate history

(1) Reorganization and establishment

Anpon (the predecessor of which is Qingjiang Pesticide Plant) was reorganized and established on November 25, 1998. When it was established, the company name of Anpon was Jiangsu Qingnong Electrochemical Co., Ltd., the enterprise type was limited liability company and the registered capital was RMB 134,590,000.

(2) Capital decrease

In May 2003, Anpon's registered capital was reduced from RMB 134,590,000 to RMB 51,380,000 after obtaining a written resolution of Anpon's shareholders' meeting. The reduced registered capital was verified by a capital verification report issued by Huai'an Xinrui Accounting Firm.

(3) Equity transfer

In March 2006, CNAC acquired 80.9260% equity interests in Anpon (which corresponded to the registered capital of RMB 41,580,000) from relevant shareholders after obtaining a written resolution of Anpon's shareholders' meeting.

(4) Capital decrease

In May 2013, Anpon's registered capital was reduced from RMB 51,380,000 to RMB 41,580,000 after obtaining a written resolution of Anpon's shareholders' meeting. The reduced registered capital (i.e. 19.0740% equity interests in Anpon, which corresponded to the registered capital of RMB 9,800,000) was owned by Anpon's employee shareholding association. After this capital decrease, Anpon became a wholly owned subsidiary of CNAC. The registered capital after this capital decrease was verified by a capital verification report issued by Huai'an Xinrui Accounting Firm

(5) Capital increase

In April 2014, in accordance with CNAC's shareholder resolution, Anpon's registered capital was increased from RMB 41,580,000 to 51,380,000, which was conducted by way of converting capital reserve into paid-up capital.

(6) Equity transfer

In April 2014, in accordance with CNAC's shareholder resolution, CNAC transferred 100% equity interests in Anpon which was owned by CNAC to the Seller. After this equity transfer, Anpon became a limited liability company (wholly owned by a legal person located in Taiwan region, HK and Macao).

(7) Merger of Jiangsu Madao Agrochemical Co., Ltd.

In September 2015, the Seller conducted a merger of Jiangsu Madao Agrochemical Co., Ltd. ("Madao") with Anpon. Anpon continued to exist after this merger and Madao was dissolved. After this merger, Anpon's registered capital is RMB 251,380,000.

6. Basic information of Anpon

(1) Shareholding structure: The Seller holds and owns 100% of the equity interests

in Anpon.

(2) Business scope: Producing chemical materials and chemical products (if business activities involve hazardous chemicals, precursor chemicals or controlled chemicals which require licenses, such activities are limited to the permitted scope as indicated in relevant licenses such as Safety Production License); producing chemical products (formulations); wholesale of hazardous chemicals (limited to the scope as indicated in Business License of Hazardous Chemicals); exploiting underground rock salt; exporting self-produced pesticides and chemical products; inspecting welded gas cylinder; producing steam and generating electricity with waste heat; producing and selling packaged goods; printing labels of carton; export business of self-produced products and technology; import business of raw materials, machinery equipment, components and technology which are needed for production and research; supplying self-produced hot water (excluding drinking water); pesticide business (excluding processing and repacking of pesticides and pesticides for sanitary use); (projects which require regulatory approvals shall be operated after obtaining such approvals from relevant authorities).

(3) Registered capital: RMB 251,380,000

(4) Date of establishment: November 25, 1998

(5) Registered address: No. 30, Huagong Road, Huai'an

(6) Key financial figures of the last year (RMB):

Key financial figures	As of December 31, 2018 / FY 2018 (Audited)
Total assets	1,395,561,859.48
Total liabilities	911,435,602.52
Total receivables	183,349,526.73
Total amount of contingency (including lawsuits and arbitrations)	0
Net assets	484,126,256.96
Revenues	1,507,474,169.85
Profits	66,650,788.52
Net profits attributable to shareholders	48,014,469.95

Net profits attributable to shareholders after deducting the non-recurring gains and losses	43,865,570.00
Net cash flows generated from operating activities	297,287,837.58

(7) Credit status: After searching on the website of disclosure of enforcement information of China, Anpon is not a dis-honest party subject to enforcement.

(8) Audit status: Ruihua Certified Public Accountants who is qualified to conduct business in relation to securities and futures has conducted audit on Anpon's financial statements of FY 2017 and 2018 and issued an audit report (Ruihua Shen Zi [2018] No. 02160124, Ruihua Shen Zi [2019] No. 01580026).

(9) Appraisal status: DeveChina who is qualified to conduct business in relation to securities and futures has issued an assets appraisal report for this Transaction. The benchmark date of this Appraisal Report is December 31, 2017. The appraisal valuation of the Target Equities is RMB 820,036,300, which is concluded by the appraisal result of asset-based approach. Additionally, based on the Updated Appraisal Report, as of December 31, 2018, the appraised value of Anpon's net asset is RMB 879,938,100.

(10) Whether Anpon is providing guarantee or financial support for the related parties:

1) external guarantee

As of the date of this announcement, Anpon provides guarantee with maximum amount in favor of Jiangsu Huaihe Chemicals Co., Ltd., a wholly owned subsidiary of the Seller, for a loan the debt principal of which is no more than RMB 50 million. Such guarantee will be settled prior to the closing date of this Transaction.

2) loan

As of the date of this announcement, CNAC borrowed RMB 8,529,126.62 from Anpon. Such loan will be settled prior to the closing date of this Transaction.

Except the above guarantee and loan, Anpon doesn't provide guarantee or financial

support for the related parties.

(11) The Articles of Association or other documents of Anpon do not contain provisions restricting the rights of shareholders other than laws and regulations.

IV. Pricing basis of the related-party transaction

Based on the Appraisal Report issued by DeveChina, the benchmark date is December 31, 2017, and DeveChina has adopted two appraisal methods: asset-based approach and income approach. The appraisal result is based on the appraisal valuation of asset-based approach. According to such appraisal valuation, the book value of Anpon's net asset is RMB 384,645,000 and the appraisal value of Anpon's net asset is RMB 820,036,300. The appraisal value of net asset increases by RMB 435,391,300 compared to the book value, an increase of 113.19%. Based on the appraisal result, the consideration of this Transaction is determined as RMB 820,000,000.

The appraisal result of Anpon's assets and liabilities is as follow:

RMB (ten thousand yuan)

	Items	Book value	Appraisal value	Amount of increase or decrease	Value-added ratio
		A	B	C=B-A	D=C/A×100
1	Current assets	69,736.79	70,803.56	1,066.77	1.53
2	Non-current assets	87,137.64	127,226.59	40,088.95	46.01
3	Financial assets available for sale	-	-	-	-
4	Held-to-maturity investment	-	-	-	-
5	Long-term receivables	-	-	-	-
6	Long-term equity investment	1,000.00	15,910.71	14,910.71	1,491.07
7	Real property investment	-	-	-	-
8	Fixed assets	75,788.40	91,768.34	15,979.94	21.08
9	Constructions in progress	3,767.86	3,767.86	-	-
10	Engineer materials	-	-	-	-
11	Disposal of fixed assets	-	-	-	-
12	Productive biological assets	-	-	-	-
13	Oil and gas assets	-	-	-	-
14	Intangible assets	5,300.00	15,112.91	9,812.91	185.15
15	Development expenditure	-	-	-	-
16	Goodwill	-	-	-	-
17	Long-term amortization costs	814.61	200.00	-614.61	-75.45
18	Deferred income tax assets	466.77	466.77	-	-
19	Other non-current assets	-	-	-	-
20	Total assets	156,874.43	198,030.15	41,155.72	26.23
21	Current liabilities	110,783.61	110,783.61	-	-

22	Non-current liabilities	7,626.32	5,242.91	-2,383.41	-31.25
23	Total liabilities	118,409.93	116,026.52	-2,383.41	-2.01
24	Net assets (ownership interests)	38,464.50	82,003.63	43,539.13	113.19

Based on the Appraisal Report, the result of asset-based approach is different from that of income approach. The difference is RMB 115,091,100 and the difference ratio is 14.03%. The asset-based approach considers the approach of repurchasing of assets and reflects the replacement value of company's current assets. The income approach considers the company's profitability in the future and reflects the company's overall profitability of all assets. The approaches of these two methods are different and therefore the appraisal results are different. The future earnings forecast is based on the judgement and estimation of future macro-economics and economic markets. Due to the uncertainty of current economic and market environment, there are many uncertain factors which will affect the company's future income. It is difficult to accurately forecast the future income. Therefore the appraisal result is based on the asset-based approach.

The benchmark date of the above-mentioned Appraisal Report is December 31, 2017, which has already expired. In the interests of the Company and all its shareholders, the Company engaged DeveChina to appraise the value of all Anpon equity interests owned by Anpon's shareholders, and DeveChina issued the Updated Appraisal Report (the benchmark date of which is December 31, 2018).

The benchmark date of the Updated Appraisal Report is December 31, 2018. Both the asset-based approach and income approach were used in the valuation in the Updated Appraisal Report. The appraisal valuation is aligned with the appraisal result of the asset-based approach. Based on the Updated Appraisal Report, as of December 31, 2018, Anpon's book value of net assets is RMB 447,647,400; the appraised value of the net assets is RMB 879,938,100. Compared with the book value, the appraisal value of net asset increased by RMB 432,290,700, an increase of 96.57%.

V. Key terms of the agreement of related-party transaction

1. Consideration: RMB 820,000,000
2. Payment: Cash payment

3. Payment Schedule: The consideration of this Transaction includes the Closing Payment and the Conditional Payment. The Closing Payment is RMB 415,000,000 and shall be paid by the Company on April 15, 2019 or at such other place or at such other time or on such other date as the Seller and the Purchaser may mutually agree upon in writing. . The Conditional Payment is RMB 405,000,000 and shall be paid by the Company on the tenth (10) Business Day following the later of (x) delivery by the Purchaser of a Relocation Completion Notice to the Seller and (y) expiration of the fifth (5th) anniversary of the Closing Date, which is subject to the below conditions and terms:

(1) If the Net Relocation Costs of Anpon are less than RMB 405,000,000, the amount of the Conditional Payment payable by the Purchaser to the Seller shall be reduced to the difference between the Net Relocation Costs and RMB 405,000,000 and the relevant interest shall also be paid by the Purchaser.

(2) If the Net Relocation Costs of Anpon equals to or exceeds RMB 405,000,000, the obligation of the Purchaser to pay the Conditional Payment shall be deemed to have been discharged in full and the Purchaser shall have no obligation to make any such payment to the Seller.

(3) If there is no Net Relocation Costs, the Purchaser shall pay to the Seller the full Conditional Payment (RMB 405,000,000) together with the relevant interest.

4. Closing date: The closing of the Transaction shall no later than March 31, 2019.

5. This Agreement shall come into effect upon the following conditions:

(1) this Agreement has been duly signed by all Parties' legal representatives or authorized representatives and affixed with company chop;

(2) the Company's board meeting and shareholders' meeting (if needed) have approved this Transaction.

6. Attribution of economic benefits: The Parties agree that, (i) any economic benefits, profits and interests generated by Anpon and its subsidiaries during the period starting from January 1, 2018 to December 31, 2018 shall be attributed to the Seller; and (ii) any economic benefits, profits and interests generated by Anpon and its subsidiaries during the period starting from January 1, 2019 to the Closing Date ("Transition

Period”) shall be attributed to the Company.

7. Source of the Payment: The Company will use the raised funds RMB 400.08million for the Closing Payment. For details, please refer to the Announcement on the Change of Certain Designated Projects disclosed by the Company on March 21, 2019. For the rest payment, the Company intends to use its own capital.

VI. Purpose of the related-party transaction and the effects on the Company

1. This Transaction will help the controlling shareholder perform its commitments with respect to avoiding and eliminating horizontal competition

The acquisition of Anpon serves to eliminate horizontal competition between the Company and its controlling shareholder. This is the performance of the commitments made by the controlling shareholder of the Company in the Major Assets Restructuring Report in 2017. The controlling shareholder committed: “The company’s subsidiaries Jiangsu Anpon Electrochemical Co., Ltd., Jiangsu Huaihe Chemical Co., Ltd., Jiangsu Maida Agrochemical Co., Ltd., Anhui Petrochemical Group Co., Ltd. and Jiamusi Heilong Pesticide Co., Ltd. and its subsidiaries are the same or similar to those of the main business of the Company. In view of the domestic competition in the same industry, the company promises that in the next four years, in accordance with the requirements of securities laws and regulations and industry policies, appropriate methods shall be adopted to gradually solve the horizontal competition.”

In 2017 and 2018, the amount of related-party transaction on the purchase of raw materials between the Company and Anpon is RMB 136 million and RMB 242 million. After the completion of the acquisition, such transactions between the Company and Anpon will no longer be related-party transactions which serves to solve the horizontal competition and protect the interests of the Company and public investors.

2. Anpon’s main business is synergistic with that of the Company.

Anpon's main business has a high degree of synergy with the Company's main business. Significant synergies are generated by selling Anpon's AgChem products through Adama's China domestic distribution channels as well as Adama's broad global network. In addition, the Company has almost completed the Huai'an Pesticide Formulation Center project which is expected to be fully operational in 2019. The

Formulation Center and Anpon are in the same city Huai'an, which will form a supply chain synergy, realize the integration of upstream and downstream business of the Company from raw materials to products, and further promote the realization of the Company's core strategy which regards China as a significant global business supply base.

This Transaction is in line with the Company's business development strategy, which is conducive to the Company's further development of the domestic market, and further enhances its core competitiveness. This Transaction is also in line with the interests of the Company and shareholders.

3. The Transaction is a merger under the same control. The Company will confirm the initial investment cost according to the book value of net assets adjusted by the accounting policy of listed companies. The Company will adjust the company's capital reserve based on the difference between the book value of net assets obtained and the consideration paid. The Company's current profits and losses will not be affected.

VII. Status of all kinds of related-party transactions occurred with such related parties from the beginning of FY 2019

From the beginning of FY 2019 to the date of this announcement, the related-party transactions between the Company and the related parties are the transactions in the ordinary business course. The shareholders meeting on March 11, 2019 has approved the expected related-party transactions in the ordinary course of business in 2019 which total amount shall not exceed 1,914.43million.

VIII Potential Risks and Counter Measures

1、Risks of the Market and Industry Competition

Anpon's main business is the production and sales of active ingredients and chemical intermediates, and the Company has a full range of high quality and efficient herbicides, pesticides and fungicides. The acquisition will help the Company expand its products range and improve the distribution of agrochemical products domestically and abroad. However, in the fragmented global off-patent agrochemical product market, Anpon and the Company also faces fierce competition and risks relating to

competitors' product launch and market environment changes. The Company will promote the sharing of market and customer channels between the Company and Anpon according to the advantages of Anpon's products, the products differentiation, and the Company's management so as to improve and protect the overall competitive advantage and profitability of related businesses and products.

2. Risks of Registration Policy

Since the testing, production and sales of agrochemical products are subject to strict supervision, including the requirement to obtain and hold the production licenses required for various products and the registration certificates required for the sale, and considering the environmental protection authority has tended to apply more stringent surveillance in recent years, therefore the applicable regulatory requirements and regulatory environment may change from time to time which may result in the risks that affect the production and sales of the products. The Company has built a comprehensive product registration team around the world, continuously assessing the regulatory compliance of the countries in which the products are sold, and continually modifying the applicable registration content to avoid product sales that do not comply with regulatory requirements. The company will continue to strive to meet environmental regulatory requirements by building, operating and transforming its production and environmental protection facilities.

3. Risks of Business Integration

After the completion of the transaction, the Company will hold 100% of the equity of Anpon. Whether the company can successfully integrate Anpon business remains subject to certain uncertainties. The Company will reduce these risks by managing the combined China business based on global management and the Chinese team, and constantly improving the operations, governance and internal control of Anpon.

4. Risks of Financial Integration

After the completion of this Transaction, the Company and Anpon need to align in the aspects of financial system, investment, financing methods, fund management, profit management, which will entail risks. In order to reduce such risks, the Company will work with Anpon to actively define the financial authority, financial positions and functions, fund management policy and information disclosure policy, and provide the

role of the Chairman of the Board, general manager and financial controller, as well as the scope of the core issues of Anpon.

5. Risks of Assets Appraisal

Section III of this announcement elaborates the appraisal situation of Anpon assets. Although the Appraiser's assumptions on the valuation of assets followed the principle of prudence, there is still a risk that the assets valuation may be unreasonably higher than the net assets value of the book.

IX. Prior consent and independent opinions of independent directors

1. The Independent Directors have given prior consent to this Transaction: this Transaction is allowed to be submitted to the board meeting for deliberation and approval.
2. The Independent Directors have issued independent opinions on this Transaction: related-party directors have abstained from voting when deliberating and approving this Transaction and the voting procedures have complied with relevant laws and regulations. This Transaction is aligned with the Company's strategies of business operation and development and is in the interests of the Company and its shareholders. This Transaction's consideration is based on the appraisal result provided in the Appraisal Report, which is issued by a qualified appraiser and has been filed with competent state-owned regulatory authority. The consideration therefore is fair and does not damage the interests of the Company and its shareholders.

X. Independent financial advisor's opinions

After verification, the independent financial advisor issued the following opinions: This Transaction is helpful to eliminate the competition between Anpon and the Company. This Transaction conforms to the Company's business development strategy and the interests of the Company and its shareholders. The consideration is based on the evaluation report issued by the appraisal agency with the qualification of securities and futures practitioners, and follows the principle of fairness and reasonableness. It does not harm the interests of the Company and its small and medium-sized shareholders, and does not affect the independence of the Company.

This Transaction is approved by the 12th meeting of the 8th Board of Directors and the

8th meeting of the Supervisory Board of the Company. The related directors avoided voting. The independent directors have expressed their consent. The review procedures conform to the relevant provisions of the Company Law and the Articles of Association of the Company. The independent financial adviser has no objection to this Transaction.

XI. Filing documents

1. Resolution of the 12th meeting of the 8th session of the Board of Directors of the Company
2. Consent of the Independent Directors
2. Prior consent of the Independent Directors
4. Equity Interest Transfer Agreement
5. Audit Report (Ruihua Shen Zi [2018] No. 02160124, Ruihua Shen Zi [2019] No. 01580026)
6. Appraisal Report(Zhong Fa Ping Bao Zi [2018] No.115), Updated Appraisal Report(Zhong Fa Ping Bao Zi [2019] No.013)
7. Guotai's opinion

It is hereby announced.

Board of Directors of the Company

March 21, 2019