Provision for Courts' enforcement cases

Appendix 1 (a)

SN	Enforcement Case Number	Parties invloved	Amount to be settled (RMB)	Judgement on Litai (per detail court rulings)	Allowance for impairment loss/ Provision for courts' enfocement cases(RMB)	Comments
1 2	(2020)苏0213执4846号 (Judgement Document:(2020)苏0213民初1308号） (2020)苏0213执4847号 (Judgement Document:(2020)苏0213民初875号）	Litai and 6 other related parties, namely Jiangsu Haida Technology Group Co. Ltd ("Jiangsu Haida"), Jiangyin Haida Tezhong Leather Co. Ltd ("Haida Tezhong"), Jiangyin East-China Aluminium Technology Co. Ltd ("Jiangyin East-China"), Jiangyin Haida Caitu Co. Ltd ("Haida Caitu"), Jiangyin Hongdao Investment LLP ("Jiangyin Hongdao") and Jiangyin Yongli New Packaging Materials Co. Ltd ("Jiangyin Yongli") (江阴利泰装饰材料有限公司、江苏海达科技集团有限公司、江阴海达特种人革有限公司、江阴东华铝材科技有限公司、江阴海达彩图有限公司、江阴弘道投资合伙企业（有限合伙）、江阴永利新型包装材料有限公司)	27,000,000 75,500,000	This case involves Bank of China against Jiangyin East-China and Haida Caitu relating to financial loan agreements between the parties. Litai may have provided, without the knowledge and any approval of the Board, to Bank of China certain leasehold buildings and land use rights (房屋所有权，土地使用权) as security under pledge numbers 苏（2017）江阴市不动产证明 0014712, 0014720 and 0014721. The court has also enforced judgement against the machinery and inventory (机器设备、存货) of Litai. Based on the detailed court's rulings, the board noted this financial loan agreement/s has/have not been recorded in the books of Litai. Litai may have perhaps provided guarantees (in the form of corporate guarantee and /or fixed assets pledges to Bank of China). As the Group does not have detailed information about the assets pledged under the various pledge numbers above, the Group, on grounds of prudence, provided for allowance for impairment on the various assets up to the book or net book/realisable value of property, plant and equipment of RMB 34,691,000, lease prepayments of RMB 9,911,000 and inventory of RMB 3,710,000.	3,710,000 9,911,000 34,691,000	Allownace for impairment loss based on net realisable value of inventory as at 31 December 2020. Allowance on impairment loss based on book value of prepayment as at 31 December 2020. Allowance for impairment loss based on net book value of property, plant and equipment as at 31 December 2020.
5	(2021)苏02执18号 (Judgement Document：(2020) 苏02 民初123号)	Litai, Xu Youcai and 11 other parties, namely Jiangsu Haida, Jiangyin East-China, Haida Caitu, Comat, Xu Qiang (徐强), Xu Jun徐珺, Jiangyin East-China Aluminium New Packaging Materials Co. Ltd 江阴东华铝业新型包装材料有限公司 ("East-China Packaging"), Jiangyin Mincang Storage Co. Ltd 江阴闽海仓储有限公司("Jiangyin Mincang"), Hu Xiuzhen 胡秀珍, Gu Weiming顾维明, Shao Tingzhen邵庭贞)	135,422,064	No available information. No provision is to be provided as of the date of this announcement.	-	
6	(2021)苏02执17号 (Judgement Document：(2020) 苏02 民初480号)	Litai, Xu Youcai and 11 other parties, namely Jiangsu Haida, Jiangyin East-China, Haida Caitu, Comat, Xu Qiang (徐强), Xu Jun徐珺, East-China Packaging, Jiangyin Mincang, Hu Xiuzhen 胡秀珍, Gu Weiming顾维明, Shao Tingzhen邵庭贞	232,809,664	No available information. No provision is to be provided as of the date of this announcement.	-	
7	(2021)豫1326执194号 (2020)豫1326民初2064号	Litai	262,242	This is related to trade creditor, Henan Yulong Metal Products Co., Ltd (河南裕龙金属制品有限公司), of outstanding amount of RMB 262,242. No further provision is required	-	
8	(2020)浙042执1403号 (Judgement Document: (2020) 浙0421民初1760号)	Litai	811,323	This is related to trade creditor, Akzo Nobel Paint (Jiaxing) Co., Ltd (阿克苏诺贝尔涂料(嘉兴)有限公司), with emaining outstanding amount of RMB 116,264 as at 31 December 2020. This case has been settled as creditor received RMB 767,594 and forfeited the remaining enforcement amount. Therefore, no additional provision is required.	-	
9	(2021)苏0281执1113号 (Judgement Document：(2020) 苏0281 民初4439号)	Litai, Xu Youcai and 11 other parties, namely Jiangsu Haida, Jiangyin East-China, Haida Caitu, Comat, Xu Qiang (徐强), Xu Jun徐珺, East-China Packaging, Jiangyin Mincang, Hu Xiuzhen 胡秀珍, Gu Weiming顾维明, Shao Tingzhen邵庭贞	93,571,320	No available information. No provision is to be provided as of the date of this announcement.	-	