

**CHINA MINING INTERNATIONAL LIMITED**

中矿国际有限公司

Registered in Cayman Islands

Company Registration No. CT-140095

**UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018
("Q2 2018") IN RESPECT OF THE FINANCIAL YEAR ENDING 31 DECEMBER 2017 ("FY2018")**

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial period

	The Group					
	Q2 2018	Q2 2017	%	H1 2018	H1 2017	%
	RMB'000	RMB'000	Change	RMB'000	RMB'000	Change
Revenue	17,000	5,092	234	30,240	5,367	463
Cost of sales	(7,824)	(3,979)	97	(14,535)	(4,235)	243
Gross profit	9,176	1,113	724	15,705	1,132	1287
Other expenses	(32)	(1,224)	(100)	(33)	(1,348)	(100)
Other income	507	104	357	708	137	393
Share of gain/(losses) of joint venture	(47)	(16)	194	(53)	(38)	39
General and administrative expenses	(3,962)	(6,658)	(41)	(7,862)	(10,909)	(28)
Selling and distribution expenses	(988)	(23)	4196	(3,301)	(41)	7952
Finance income	137	-	N/M	188	-	N/M
	(4,385)	(7,817)	(44)	(10,353)	(12,199)	(15)
Profit/ (Loss) before tax	4,792	(6,704)	N/M	5,352	(11,067)	N/M
Income tax (expense)	(2,445)	(333)	634	(3,769)	(276)	1266
Net Profit / (loss) for the period	2,347	(7,037)	N/M	1,583	(11,343)	N/M

"Q2 2017" and "Q2 2018" denotes the second quarter or the three-month period ended 30 June 2017 and 30 June 2018 respectively

"H1 2017" and "H1 2018" denotes the six-month period ended 30 June 2017 and 30 June 2018 respectively

"% Change" denotes increase/(decrease) in the relevant profit or loss item as compared with the comparative figure

"N/M" denotes "Not meaningful"

1.(a)(ii) The accompanying notes to the unaudited financial statements form an integral part of the financial statements

	The Group					
	Q2 2018	Q2 2017	%	H1 2018	H1 2017	%
	RMB'000	RMB'000	Change	RMB'000	RMB'000	Change
Loss before tax has been arrived at after charging/(crediting):						
Depreciation of property, plant and equipment	359	1,116	(67)	780	1,590	(50)
Foreign currency exchange (gain)/loss	(85)	189	N/M	(6)	313	N/M
Amortization of land use rights	1	1	-	2	2	-
Loss on disposal of property, plant and equipment	25	1,035	(98)	26	1,035	(97)
Interest income	(137)	-	N/M	(188)	-	N/M

“Q2 2017” and “Q2 2018” denotes the second quarter or the three-month period ended 30 June 2017 and 30 June 2018 respectively

“H1 2017” and “H1 2018” denotes the six- month period ended 30 June 2017 and 30 June 2018 respectively

“% Change” denotes increase/(decrease) in the relevant profit or loss item as compared with the comparative figure

“N/M” denotes “Not meaningful”

1.(b)(i) A statements of financial position (for the issuer and group) together with a comparative statement as at the end of the immediately preceding financial year

Statements of financial position of the Group and the Company as at 31 December 2017 and 30 June 2018

	The Group		The Company	
	30 Jun 2018 RMB'000	31 Dec 2017 RMB'000	30 Jun 2018 RMB'000	31 Dec 2017 RMB'000
Non-current assets				
Property, plant and equipment	2,854	3,648	11	1
Land use rights	48	49	-	-
Investments in subsidiaries	-	-	128,200	128,200
Available-for-sale financial asset	70,431	70,431	70,431	70,431
Deferred tax assets	1,789	1,789	-	-
	75,122	75,917	198,642	198,632
Current assets				
Other investment	-	-	-	-
Financial assets at fair value through profit or loss	-	-	-	-
Completed properties for sale	44,817	59,353	-	-
Prepayments and other receivables	6,809	4,112	-	-
Amounts due from subsidiaries (non-trade)	-	-	35,510	35,594
Amounts due from related parties (non-trade)	477	471	477	471
Amounts due from joint ventures (non-trade)	4,412	3,606	-	-
Income tax recoverable	69	69	-	-
Pledged bank deposits	3,626	5,308	-	-
Other current asset	21,700	31,050	-	-
Cash and cash equivalents	25,062	15,675	1,593	317
	106,972	119,644	37,580	36,382
Current liabilities				
Trade payables	9,097	11,564	-	-
Sales and rental deposits	31,250	43,870	-	-
Accruals and other payables	10,256	10,466	392	670
Amount due to subsidiaries (non-trade)	-	-	154,760	151,624
Amounts due to related parties (non-trade)	520	520	520	520
Amounts due to joint ventures (non-trade)	2,671	2,669	-	-
Amounts due to joint venture partner (non-trade)	11	11	-	-
Income tax payables	37,365	37,120	-	-
	91,170	106,220	155,672	152,814
Net current assets/(liabilities)	90,924	89,341	80,550	82,200
Non-current liabilities				
Deferred tax liabilities	-	-	-	-
	-	-	-	-
Capital and reserves				
Issued capital	5,897	5,897	5,897	5,897
Share premium	224,594	224,594	224,594	224,594
Treasury shares	(18)	(18)	(18)	(18)
Capital reserve	49,031	49,031	-	-
Distributable reserve	267,600	267,600	267,600	267,600
Accumulated losses	(456,180)	(457,763)	(417,522)	(415,873)
Total equity	90,924	89,341	80,550	82,200

1.(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:

There is no borrowing or debt security as at 31 December 2017 and 30 June 2018.

1.(c) A statements of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period.

	The Group			
	Q2 2018 RMB'000	Q2 2017 RMB'000	H1 2018 RMB'000	H1 2017 RMB'000
OPERATING ACTIVITIES				
Profit / (Loss) before tax	4,792	(6,704)	5,352	(11,067)
Adjustments for:				
Depreciation of property, plant and equipment	359	1,116	780	1,590
Foreign currency exchange (gain)/loss	85	189	6	313
Amortization of land use rights	1	1	1	2
Loss on disposal of property, plant and equipment	25	1,035	26	1,035
Share of loss of joint ventures	-	16	-	38
Accretion of interest on other investment	-	-	-	-
Fair value gain on financial assets at fair value through profit or loss - derivative financial instruments	-	-	(2)	-
Interest income	(137)	(7)	(188)	(16)
Operating cash flows before movements in working capital	5,125	(4,354)	5,975	(8,105)
Completed properties for sale	7,824	3,978	14,536	4,235
Prepayments and other receivables	(2,314)	658	(2,782)	691
Increase in pledged bank deposits	951	(1)	1,682	50
Trade payables	(1,248)	(2,086)	(2,467)	(3,066)
Sales and rental deposits	(10,188)	732	(12,620)	463
Accruals and other payables	(158)	307	(369)	(1,099)
Cash used in operations	(8)	(766)	3,954	(6,831)
Income tax paid	(1,980)	-	(3,526)	-
NET CASH USED IN OPERATING ACTIVITIES	(1,988)	(766)	428	(6,831)
INVESTING ACTIVITIES				
Purchase of property, plant and equipment	-	(2,153)	-	(2,284)
Investment in Structured notes	(3,570)	-	9,350	-
Amount advances to Joint Venture companies	(64)	(31)	(579)	572
Interest received	137	7	188	16
NET CASH USED IN INVESTING ACTIVITIES	(3,497)	(2,177)	8,959	(1,696)
FINANCING ACTIVITIES				
Amount received from related parties	-	-	-	-
NET CASH GENERATED FROM FINANCING ACTIVITIES	-	-	-	-
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(5,485)	(2,943)	9,387	(8,527)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	30,547	28,823	15,675	34,407
CASH AND CASH EQUIVALENTS AT END OF PERIOD	25,062	25,880	25,062	25,880

1.(d) A statements of comprehensive income (for the issuer and group), together with a comparative statement for the corresponding year of the immediately preceding financial period.

Unaudited consolidated statements of comprehensive income of the Group and the Company for the financial period ended 30 June 2017 and 30 June 2018

Total comprehensive loss for the period attributable to:

	The Group			
	Q2 2018	Q2 2017	H1 2018	H1 2017
	RMB'000	RMB'000	RMB'000	RMB'000
Profit / (Loss) from operations	2,347	(7,037)	1,583	(11,343)
Other comprehensive expense for the period	-	-	-	-
Total comprehensive expense for the period	2,347	(7,037)	1,583	(11,343)

	The Group			
	Q2 2018	Q2 2017	H1 2018	H1 2017
	RMB'000	RMB'000	RMB'000	RMB'000
Owners of the Company	2,347	(7,037)	1,583	(11,343)
Minority interests	-	-	-	-
	2,347	(7,037)	1,583	(11,343)

Total comprehensive expense for the period attributable to:

	The Company			
	Q2 2018	Q2 2017	H1 2018	H1 2017
	RMB'000	RMB'000	RMB'000	RMB'000
Loss for the period	(1,037)	(1,103)	(1,651)	(2,014)
Other comprehensive expense for the period	-	-	-	-
Total comprehensive expense for the period	(1,037)	(1,103)	(1,651)	(2,014)

	The Company			
	Q2 2018	Q2 2017	H1 2018	H1 2017
	RMB'000	RMB'000	RMB'000	RMB'000
Owners of the Company	(1,037)	(1,103)	(1,651)	(2,014)
Minority interests	-	-	-	-
	(1,037)	(1,103)	(1,651)	(2,014)

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding year of the immediately preceding financial year.

Unaudited consolidated statement of changes in equity of the Group for the year ended 30 June 2017 and 30 June 2018

	The Group						
	Share capital RMB'000	Share premium RMB'000	Capital reserve RMB'000	Distributable reserve RMB'000	Treasury shares RMB'000	Accumulated losses RMB'000	Total RMB'000
Balance as at 1.1.2018	5,897	224,594	49,031	267,600	(18)	(457,763)	89,341
Total comprehensive loss for the period	-	-	-	-	-	(764)	(764)
Balance as at 31.3.2018	5,897	224,594	49,031	267,600	(18)	(458,527)	88,577
Total comprehensive profit for the period	-	-	-	-	-	2,347	2,347
Balance as at 30.6.2018	5,897	224,594	49,031	267,600	(18)	(456,180)	90,924

	The Group						
	Share capital RMB'000	Share premium RMB'000	Capital reserve RMB'000	Distributable reserve RMB'000	Treasury shares RMB'000	Accumulated losses RMB'000	Total RMB'000
Balance as at 1.1.2017	5,897	224,594	49,031	267,600	(18)	(441,748)	105,356
Total comprehensive loss for the period	-	-	-	-	-	(4,306)	(4,306)
Balance as at 31.3.2017	5,897	224,594	49,031	267,600	(18)	(446,054)	101,050
Total comprehensive loss for the period	-	-	-	-	-	(7,037)	(7,037)
Balance as at 30.6.2017	5,897	224,594	49,031	267,600	(18)	(453,091)	94,013

	The Company					
	Share capital RMB'000	Share premium RMB'000	Distributable reserve RMB'000	Treasury shares RMB'000	Accumulated losses RMB'000	Total RMB'000
Balance as at 1.1.2018	5,897	224,594	267,600	(18)	(415,873)	82,200
Total comprehensive loss for the period	-	-	-	-	(614)	(614)
Balance as at 31.3.2018	5,897	224,594	267,600	(18)	(416,487)	81,586
Total comprehensive profit for the period	-	-	-	-	(1,037)	(1,037)
Balance as at 30.6.2018	5,897	224,594	267,600	(18)	(417,522)	80,550

	The Company					
	Share capital RMB'000	Share premium RMB'000	Distributable reserve RMB'000	Treasury shares RMB'000	Accumulated losses RMB'000	Total RMB'000
Balance as at 1.1.2017	5,897	224,594	267,600	(18)	(385,737)	112,336
Total comprehensive loss for the period	-	-	-	-	(911)	(911)
Balance as at 31.3.2017	5,897	224,594	267,600	(18)	(386,648)	111,425
Total comprehensive loss for the period	-	-	-	-	(1,103)	(1,103)
Balance as at 30.6.2017	5,897	224,594	267,600	(18)	(387,751)	110,322

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous year reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total issued shares excluding treasury shares of the issuer, as at the end of the current financial year reported on and as at the end of the corresponding year of the immediately preceding financial year.

Issued capital

There was no movement in the Company's share capital during the financial year ended 31 December 2017 and the financial period ended 30 June 2018.

Employee Share Option Scheme

No share options were issued for the year ended 31 December 2017 and financial period ended 30 June 2018 and there was no ordinary share that may be issued upon the exercise of any share option outstanding as at 31 December 2017 and 30 June 2018.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

Total number of issued ordinary shares as at 31.12.2017 and 30.06.2018 (excluding treasury shares) : 146,688,500

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current year reported on.

Total number of treasury shares as at 31.12.2017 and 30.06.2018 : 11,500

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

The figures have not been audited or reviewed by the auditors.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited financial statements have been applied.

The same accounting policies and methods of computation adopted by the Group in respect of the audited financial statements for the financial year ended 31 December 2017 have been consistently applied by the Group for the financial period presented.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

There are no changes in the accounting policies and methods of computation, including any required by an accounting standard.

6. Earnings per ordinary share of the group for the current year reported on and the corresponding year of the immediately preceding financial year, after deducting any provision for preference dividends (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

	The Group			
	Q2 2018 RMB'000	Q2 2017 RMB'000	H1 2018 RMB'000	H1 2017 RMB'000
Profit / (Loss) attributable to owners of the Company	2,347	(7,037)	1,583	(11,343)
Basic (Singapore cents) ⁽¹⁾	0.03	(0.97)	0.02	(1.57)
Diluted (Singapore cents) ⁽¹⁾	0.03	(0.97)	0.02	(1.57)

Note:

(1) Calculated based on the average exchange rate of S\$1: RMB4.84 for Q2 2018 (Q2 2017: S\$1: RMB4.94); of S\$1:RMB4.78 for H1 2018 (H1 2017: S\$1: RMB4.92) and the issued ordinary shares of 146,688,500 (excluding treasury shares) for Q2 2017 and Q2 2018. The Company has no dilutive potential ordinary shares in Q2 2017 and Q2 2018.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial year reported on; and (b) immediately preceding financial year.

	The Group		The Company	
	30 June 2018 RMB'000	31 December 2017 RMB'000	30 June 2018 RMB'000	31 December 2017 RMB'000
Net asset value (excluding non-controlling interests) as at end of financial period/year	90,924	89,341	80,550	82,200
Net asset value per ordinary share as at the end of financial period/year (Singapore cents) ⁽¹⁾	12.80 cents	12.48 cents	11.35 cents	11.48 cents

Note:

(1) Calculated based on the exchange rate of S\$1: RMB4.84 as at 30 June 2018 (as at 31 December 2017: S\$1: RMB4.88) and 146,688,500 ordinary shares (excluding treasury shares) as at 31 December 2017 and 30 June 2018.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial year reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial year reported on.

(a) Review of consolidated statement of comprehensive income of the Group for Q2 2018 (relative to that for Q2 2017)

Turnover

The overall turnover, generated mainly from the sales of developed properties, increased by RMB11.9 million from RMB5.1 million in Q2 2017 to RMB17 million in Q2 2018. The increase was principally attributed to more completed units being handed over to buyers in Q2 2018 (relative to Q2 2017) in respect of the Xinxiang Sunny Town Project (新乡阳光新城项目).

Gross profit

As a result of the increased turnover, the Group registered a higher gross profit of RMB9.2 million in Q2 2018 compared to that of RMB1.1 million in Q2 2017.

Other expenses

The other expense in Q2 2017 was principally attributed to the impairment of the non-current assets in a leasehold housing our Beijing office following an early termination of the lease.

Other income

Our other income attained in Q2 2018 relates principally to interest income earned on deposit recallable at any time at our option (the "Recallable Deposit").

Share of losses of joint ventures

The Group's share of loss of joint ventures increased by RMB31,000 or 194% from RMB16,000 in Q2 2017 to RMB47,000 in Q2 2018. The increase was attributed mainly to increased operating expenses incurred by Tian Cheng Holdings Limited ("天晟控股有限公司"), particularly in respect of the two iron ore mines it owned which have yet to commence production (the "Joint Venture").

General and administrative expenses

In line with our business activities coupled with our concerted cost-control efforts, our general and administrative expenses decreased by RMB2.7 million or 41% from RMB6.7 million in Q2 2017 to RMB3.9 million in Q2 2018.

Selling and distribution expenses

Our selling and distribution expenses increased by RMB965,000 from RMB25,000 in Q2 2017 to RMB988,000 in Q2 2018 chiefly as a result of various sales promotions in promoting the sales of the remaining units at Xinxiang Sunny Town Project (新乡阳光新城项目).

Finance income

Our finance income attained in Q2 2018 was attributed to the interest earned from a deposit placed with a bank.

Profit before tax

Consequence to the above, the Group reversed its bottom line to a pre-tax profit of RMB4.8 million in Q2 2018 from a pre-tax loss of RMB6.7 million in Q2 2017.

Income tax (expense)

We registered an income tax expense (comprising tax expenses relating to land appreciation tax and corporate income tax) of RMB2.4 million in Q2 2018 and RMB333,000 in Q2 2017.

Net income/loss attributable to owners of the Company

Accordingly, the net income attributable to the owners of the Company reversed from a loss of RMB7.0 million in Q2 2017 to a profit of RMB2.3 million in Q2 2018.

(b) Review of statements of financial position of the Group as at 30 June 2018 (relative to that as at 31 December 2017)

Non-current assets

Our non-current assets decreased by RMB795,000 million from RMB75.9 million as at 31 December 2017 to RMB75.1 million as at 30 June 2018. The decrease was principally due to the depreciation of property, plant and equipment.

Current assets

Our current assets decreased by RMB12.7 million or 11% from RMB119.6 million as at 31 December 2017 to RMB106.9 million as at 30 June 2018. The decrease was mainly attributed to the sale of some completed units at Xinxiang Sunny Town Project (新乡阳光新城项目). The increase in cash and bank balances of about RMB10 million was chiefly attributed to the recalling of the Recallable Deposit towards the end of 30 June 2018.

Current liabilities

In line with our business activities, our trade payables decreased by RMB2.5 million or 21% from RMB11.6 million as at 31 December 2017 to RMB9.1 million as at 30 June 2018.

Our Sales and rental deposit decreased by RMB12.6 million or 29% from RMB43.9 million as at 31 December 2017 to RMB31.3 million as at 30 June 2018. The decrease was in relation to the recognising of the sales deposits into revenue upon hand-over of the completed properties units in H1 2018.

Taken as a whole, our current liabilities decreased by RMB15.1 million or 14% from RMB106.2 million as at 31 December 2017 to RMB91.2 million as at 30 June 2018.

Consequence to the above, our cash used in operating activities increased to RMB2.1 million in Q2 2018 from RMB766,000 in Q2 2017.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Nil

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting year and the next 12 months.

On 18 July 2018, the Company announced the expiry of the long-stop date of 30 June 2018 concerning the amended and restated conditional sale and purchase agreement governing the reverse-takeover transaction involving the injection of certain mines into the Group as first announced by the Company on 11 July 2013 and periodically thereafter (with the latest being on 30 June 2017) (the "Proposed RTO"). As such, following the expiry of the Proposed RTO on 30 June 2018, the Group will no longer actively undertake any business activities related to the exploration, mining and trading, including mining consultancy, of mineral resources save that it will continue to hold its shareholding interests in its exploration and mining assets and joint ventures.

In place of the Proposed RTO and with an aim to seize the opportunity to participate in the growth prospects of the agricultural industry, thereby availing long-term growth and sustaining returns to the Group, the Company had also on 18 July 2018 announced that it seeks the approval of the shareholders of the Company (the "Shareholders"), among others, to diversify the existing core business of the Group to include the new agriculture business (which would result in a change in the risk profile of the Group) through the acquisition of 63.11% of the registered capital of Henan Zhongnong Huasheng Agricultural Science and Technology Co. Ltd., the consideration for which will be satisfied by the issue and allotment of 143,076,923 new ordinary shares in the capital of the Company at an issue price of S\$0.26 per consideration share (the Proposed Business Diversification Cum Acquisition").

Further details on the Proposed Business Diversification Cum Acquisition, including the risk factors involved, will be set out in a circular to be circulated to the Shareholders in due course.

Some of the statements in this release constitute "forward-looking statements" that do not directly or exclusively relate to historical facts. These forward-looking statements reflect our current intentions, plans, expectations, assumptions and beliefs about future events and are subject to risks, uncertainties and other factors, many of which are outside our control. Important factors that could cause actual results to differ materially from the expectations expressed or implied in the forward-looking statements include known and unknown risks. Because actual results could differ materially from our intentions, plans, expectations, assumptions and beliefs about the future, undue reliance must not be placed on these statements.

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

No.

(b)(i) Amount per share (cents)

No.

(b)(ii) Previous corresponding period (cents)

No.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

No.

(d) The date the dividend is payable.

No.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

No.

12. If no dividend has been declared / recommended, a statement to that effect.

No dividend has been declared or recommended for Q2 2018.

13. If the group has obtained general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of the interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	RMB'000	RMB'000
Nil	Nil	Nil

The Company does not have any general mandate from its shareholders concerning interested party transaction.

14. Negative assurance on interim financial statements pursuant to Rule 705(4) of the Listing Manual

To the best of our knowledge and belief, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements of the Group and the Company for the three-month period ended 30 June 2017 to be false or misleading in any material aspect.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has procured the said undertakings from all its directors and executive officers.

Signed for and on behalf of the Board of Directors

BY ORDER OF THE BOARD

Mr Li Bin
CEO and Director
14 August 2018

Ms Dong Lingling
Director