



CHINA HAIDA LTD.

(Incorporated in Singapore on 18 August 2004)

Company Registration No. 200410428C

24 Raffles Place #20-03 Clifford Centre Singapore 048621

UPDATE ON THE SUBSIDIARY'S OPERATION

China Haida Ltd. (the "**Company**") wishes to announce that the Company was informed on 12 August 2020 by Chen Wei, a director of the Company's wholly-owned subsidiary, Jiangyin Litai Ornamental Materials Co., Ltd (the "**Subsidiary**") and Zhang Qinyu, the General Manager of the Subsidiary that the Xu Youcai, the Chief Executive Officer of the Company ("**CEO**") has instructed the Subsidiary to suspend its operation in China, and for the employees of the Subsidiary to not go back to the office of the Subsidiary until further notice (the "**CEO Instructions**").

The Company tried to contact the Company's Non-Executive Chairman, the CEO and the Independent Director, Wang Liangfa to verify the same but was unable to reach them. It was only until today, 13 August 2020, the Company's Independent Director, Wang Liangfa has contacted the Company and confirmed that as of 31 July 2020, the Subsidiary has suspended its operation in China and that the employees of the Subsidiary have not commenced work as well. The Company is still unable to contact Company's Non-Executive Chairman and the CEO at this point of time.

As the Company is unable to verify the accuracy and authenticity of the CEO Instructions at this point in time, the Company will explore all avenues including engaging professionals in China to verify the same as well as to obtain more information including the rationale for the CEO Instructions.

The Company shall update the shareholders on this matter in due course.

Tang Chun Meng
Independent Director
13 August 2020