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YAMADA GREEN RESOURCES LIMITED

REPORT ON FINDINGS

STRICTLY PRIVATE AND CONFIDENTIAL

29 March 2018

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Abbreviations

Abbreviations	Full
22 Bank Accounts	China Subsidiaries bank accounts maintained with BOC, RCUC, PSBC and CEB
AC	Audit Committee of the Company
Announcement	Company's announcement of 5th September 2017
AUP	Agreed Upon Procedures
BOC	[redacted]
BOC Jiangle Officer	
BOC Minhou Officer	
BOC Zhangping Officer 1	
BOC Zhangping Officer 2	
CEB	China Everbright Bank
China Subsidiaries	Fujian Wangsheng, Nanping Yuanwang, Fuzhou Kangzhimei, Zhangping Fengwang, Zhangping Senwang, Nanping Lijiashan,Sanming Shansheng, Fujian Tianwang, and Sanming Sennong
China Subsidiaries' Record	Available historical bank statements of the China Subsidiaries
Company	Yamada Green Resources Limited
DTFAS	Deloitte & Touche Financial Advisory Services Pte Ltd
Excluded Accounts	Singapore bank accounts maintained by the Company, and five bank accounts maintained by Feng Zhi Qiu International Holding Company Limited
Fujian Tianwang Dormant Accounts	Fujian Tianwang 4 dormant foreign currency bank accounts with BOC
Group	Yamada Green Resources Limited, Fujian Wangsheng, Nanping Yuanwang, Fuzhou Kangzhimei, Zhangping Fengwang, Zhangping Senwang, Nanping Lijiashan,Sanming Shansheng, Fujian Tianwang, and Sanming Sennong
HK Accounts	Feng Zhi Qiu bank accounts maintained with Hong Kong branch of China Citic
HKD	Hong Kong Dollar
JPY	Japanese Yen
Material Transactions	Transactions amounting to RMB100,000 and above
Online Statements	Detailed monthly bank statements from the China Subsidiaries' internet banking platform
PBOC	People's Bank of China
PBOC System	People's Bank of China's Management System
Physical Statements	Detailed monthly bank statements from the banks where the China Subsidiaries have bank accounts
PRC	People's Republic of China
PSBC	Postal Saving Bank of China
PSBC Officer	[redacted]
RCUC	Rural Credit Union of China
RCUC Jiangle Officer	[redacted]
RCUC Jiangle Sub-branch Officer	
RCUC Pucheng Officer 1	
RCUC Pucheng Officer 2	
Report	Deloitte & Touche Financial Advisory Services Pte Ltd report dated 29 March 2018
RMB	Renminbi
SGD	Singapore Dollar
SLB	Shook Lin & Bok LLP
TOR	Terms of Reference
USD	United States Dollar
Work Scope	Work scope of the AUP to be performed by DTFAS

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1. Introduction

Appointment

1.1 Deloitte & Touche Financial Advisory Services Pte Ltd ("**DTFAS**") was appointed to perform Agreed Upon Procedures ("**AUP**") in relation to the "**Phase 1 Works**" of the "Additional Audit Works" which were defined in Yamada Green Resources Limited's (the "**Company**") announcement on 5th September 2017.

1.2 This report ("**Report**") sets out the procedural steps involved in the AUP as well as findings of DTFAS arising from the performance of the AUP.

Structure of This Report

1.3 This Report is structured as follows:

- In the remainder of Section 1, we have set out the background of our work, scope of work, and important notices and limitations;
- In Section 2, we set out the Executive Summary;
- In Section 3, we set out an overview of the extraction of documents and information;
- In Section 4, we set out the extraction process by Team 1;
- In Section 5, we set out the extraction process by Team 2;
- In Section 6, we set out a comparison of material transactions across different sources of records; and
- In Section 7, we set out the conclusion.

Background

1.4 The background leading to the proposed AUP was included in the Company's announcement of 5th September 2017 (the "**Announcement**"). DTFAS understands that the AUP is a component of the Phase 1 Works, details of which had been set out in the Announcement.

Scope of Work

1.5 The work scope of the AUP to be performed by DTFAS (the "**Work Scope**") is set out below:

1. To extract from the People's Bank of China's Management System (**"PBOC System"**) a list of bank accounts of 8 subsidiaries and 2 associates of the Group which are based in

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the People's Republic of China ("**China Subsidiaries**") (with the Company's management facilitating and where necessary authorizing this process);

2. To obtain detailed monthly bank statements (for the period from 1 July 2016 to 30 June 2017) ("**Physical Statements**") directly from all the banks where the China Subsidiaries have bank accounts;

3. To extract the China Subsidiaries' detailed monthly bank statements (for the period from 1 July 2016 to 30 June 2017) ("**Online Statements**") from the China Subsidiaries' internet banking platform; and

4. Based on the following source documents, to review and perform comparison of all transactions amounting to RMB100,000 and above ("**Material Transactions**") for the China Subsidiaries for the financial year ended 30 June 2017 and to review and perform comparison of the month end balances as at 30 June 2017:

   i. Physical Statements;

   ii. Online Statements; and

   iii. Historical bank statements of the China Subsidiaries provided by the Company (**"China Subsidiaries' Record"**)

For the avoidance of doubt, the AUP does not cover the non-PRC bank accounts (the "**Excluded Accounts**") of the Company and its subsidiaries and associates (collectively, the "**Group**"), such as Singapore bank accounts maintained by the Company, and five bank accounts maintained by Feng Zhi Qiu International Holding Company Limited (a Hong Kong subsidiary of the Company) with the Hong Kong branch of China Citic Bank.

Important Notice and Limitations

1.6 This Report has been prepared by DTFAS pursuant to our Terms of Reference dated 12 January 2018 and the emails dated 14 February 2018 and 27 March 2018 ("**TOR**") with the Company.

1.7 DTFAS shall report the findings from the above Work Scope directly to the Audit Committee of the Company ("**AC**") and is not intended to, nor may be it relied upon, by any other party. Our work was not planned in contemplation of use by third parties.

1.8 By reading this Report, you acknowledge that you enjoy receipt of the Report for information only and accept the following terms:

a) You accept that by reading a copy of this Report, DTFAS, its Directors, employees and agents neither owe, nor accept, any duty or responsibility or liability to you, whether in contract, tort (including without limitation, negligence and breach of statutory duty) or howsoever otherwise arising, and shall not be liable in respect of any loss, damage or expenses of whatsoever nature which is caused by any use you may choose to make of this Report, or which is otherwise consequent upon the provision of this Report to you;

b) We are not authorized to give explanations or further information in relation to this Report;

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c) This Report does not incorporate the effects, if any, of events and circumstances which may have occurred or information which may have come to light subsequent to 29 March 2018 as identified in this Report. We make no representation as to whether, had we carried out such work or made such enquiries, there would have been a material effect on this Report. Further, we have no obligation to notify you if any matters come to our attention which might affect the continuing validity of the comments or conclusions in this Report;

d) The terms of this notice are governed by Singapore law and each party is to submit to the exclusive jurisdiction of the Singapore courts in connection with any matter relating to this agreement; and

e) By proceeding to read this Report, you are confirming that you agree to, and accept, the terms on which we are providing this Report to you as set out above.

1.9 Our work was limited by the time available within which to complete the tasks, the agreed scope of the engagement and nature of the information available to us during the engagement. We are unable to verify the authenticity, correctness and integrity of any information provided to us save to the extent that such verification is within the AUP.

1.10 Our work may be limited by access to information sources. In such circumstances our ability to report adequately may be materially prejudiced and you should not rely on our work and Report as being comprehensive, as we may not become aware of all facts or information that may be regarded as relevant.

1.11 We accept no responsibility for matters not covered by this Report or omitted due to the limited nature of our review.

1.12 The performance of the services does not constitute an audit, review or compilation of the Company's financial statements or specified elements, accounts or items thereof, in accordance with generally accepted accounting standards or applicable audit or attestation professional standards, nor an examination or compilation of, or any application of, agreed upon procedures to, any prospective financial statements.

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2. Executive Summary

2.1 Section 1 of this Report sets out an introduction to the circumstances of this Report, and the basis on which this Report has been prepared. This Executive Summary sets out the key findings from Sections 4 to 7 in a concise manner, but readers should consider this Executive Summary in conjunction with the other sections.

2.2 The Company has 8 subsidiaries and 2 associates, collectively referred to as the China Subsidiaries, based in PRC.

2.3 We were instructed that the China Subsidiaries had 27 bank accounts as at 30 June 2017.

2.4 Out of the 27 bank accounts, 5 bank accounts (belonging to Feng Zhi Qiu International Holding Company Limited) were maintained with Hong Kong branch of China Citic Bank (2 USD accounts, 2 HKD accounts and 1 RMB account) (**"HK Accounts"**). The balance 22 bank accounts were maintained with BOC, RCUC, PSBC and CEB (the **"22 Bank Accounts"**).

2.5 We were instructed that the HK Accounts were excluded from the Work Scope as described at paragraph 1.5 above.

2.6 Taking into account the number of bank branch locations involved, our field work was conducted by 2 teams over 3 days, from 17 January 2018 to 19 January 2018. During the course of our field work, each of our teams was accompanied by:

i. 1 Member of the Audit Committee of the board of directors;
ii. 1 Singapore solicitor of the Company;
iii. 1 PRC solicitor of the Company; and
iv. 1 finance executive representative from the relevant China Subsidiaries.

2.7 We completed Work Scope 1 to 4 and we set out below our observations and findings:

Observation 1 – PBOC Zhangping and PBOC Minhou

2.8 Work Scope 1 requires the extraction of the list of bank accounts of each of the China Subsidiaries from the PBOC System. In order to do so, we approached the PBOC local branches for assistance. However, PBOC Minhou Branch (relevant to Fujian Wangsheng and Fuzhou Kangzhimei) and PBOC Zhangping Branch (relevant to Zhangping Fengwang and Zhangping Senwang) both explained that as a central bank they no longer provide such services and instead referred us to the commercial banks who they advised have access to the PBOC System.

2.9 Accordingly, we approached the respective commercial banks involving the relevant China Subsidiaries to perform Work Scope 1. Eventually we obtained the respective commercial banks' assistance to extract the bank account listings of the relevant China Subsidiaries through the PBOC System.

2.10 Thus, Work Scope 1 was completed, although there were differing levels of cooperation from different branches of the PBOC.

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Observation 2 – Dormant bank accounts with no online banking

2.11 Based on the agreed Work Scope 1 to 3, we note that of the 22 Bank Accounts, Fujian Tianwang had 4 dormant foreign currency bank accounts with the Bank of China (**"BOC"**), collectively defined as "**Fujian Tianwang Dormant Accounts**". We were informed by Executive Director of the Company, Lin Weibin that these were dormant accounts, with no activities for a number of years. We were also informed by Fujian Tianwang that because these were old dormant accounts, Fujian Tianwang had no online banking for these accounts.

2.12 In order to review the representation above, we reviewed the Physical Statements (extracted from BOC under Work Scope 2) of these Fujian Tianwang Dormant Accounts and noted that there were no transactions in the period from 1 July 2016 to 30 June 2017. It appears that these Fujian Tianwang Dormant Accounts were dormant during that period, as the only bank account that had a balance as at 30 June 2017 held an amount of USD0.32.

Finding 1: Bank balance as at 30 June 2017 matches across the Physical Statements, the Online Statements and the China Subsidiaries' Record

2.13 Based on the 3 sources of information described above, the bank balances of the China Subsidiaries' 22 Bank Accounts as at 30 June 2017 can be summarised as follows:

Currency	Physical Statements	Online Statements	China Subsidiaries' Record
RMB	4,709,012.57	4,709,012.57	4,709,012.57
USD	67.26	66.94	66.94
SGD	0.01	0.01	0.01

Source: Physical Statements, Online Statements and China Subsidiaries' Record

We must highlight that the bank balances above as at 30 June 2017 were before unpresented cheques (i.e. cheques dated before 30 June 2017 but not posted until after 30 June 2017) and thus the bank account balance does not capture such items in transit as at 30 June 2017.

Finding 2: No exception from the comparison of all transactions amounting to RMB100,000 and above across the Physical Statements, the Online Statements and the China Subsidiaries' Record

2.14 Using the Physical Statements we obtained from the respective commercial banks, the Online Statements extracted by the China Subsidiaries in our presence pursuant to Work Scope 3, and the China Subsidiaries' Record of bank statements, we reviewed and performed a comparison of all Material Transactions, pursuant to Work Scope 4.

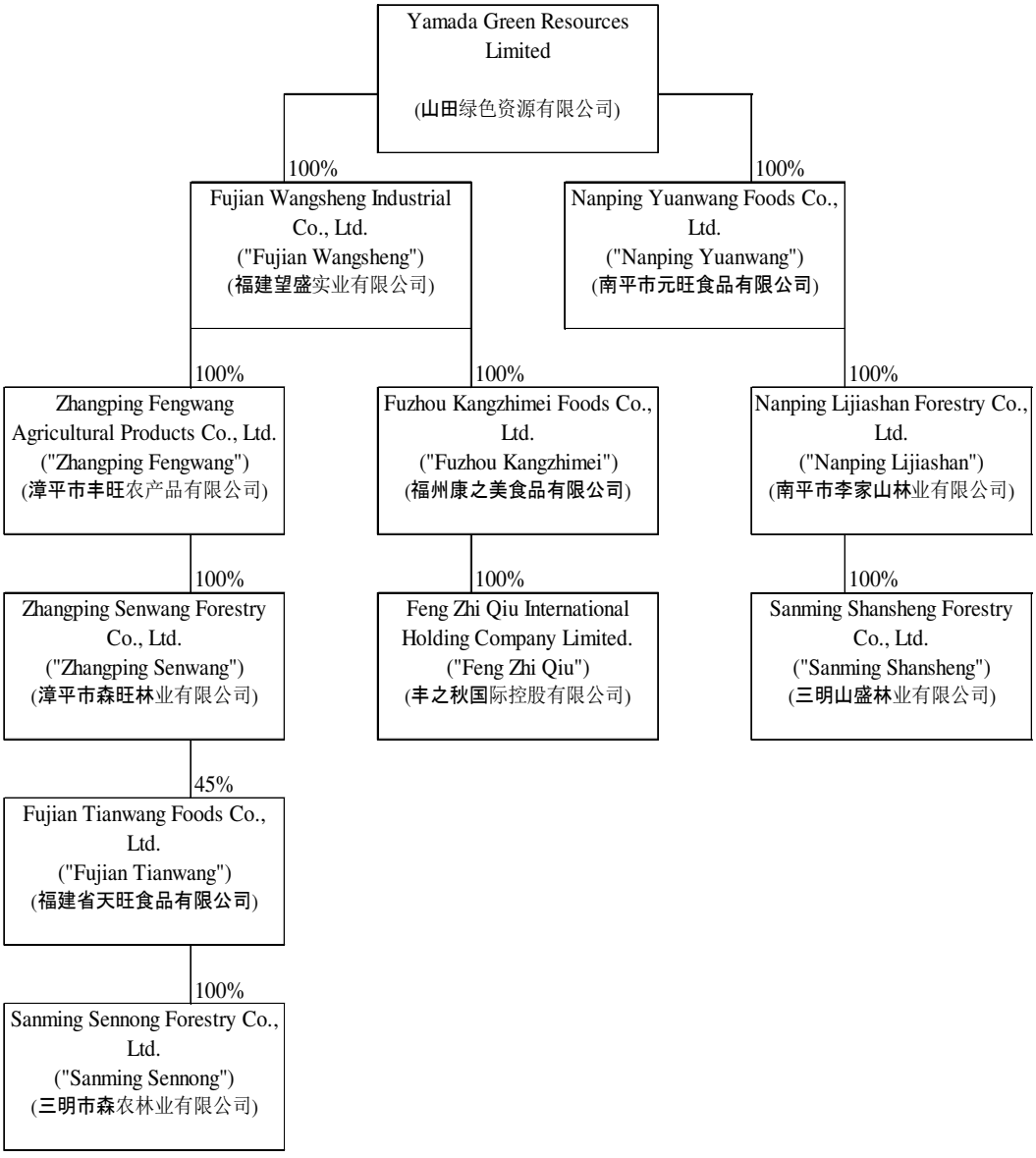
2.15 We compared the available details (i.e Date, Amount, Payor and Payee) of all Material Transactions between the Physical Statements, Online Statements and the China Subsidiaries' Record for the financial year from 1 July 2016 to 30 June 2017. We found no exception from the abovementioned comparison. There was no comparison made for the Fujian Tianwang Dormant Accounts as there were only Physical Statements available (which we extracted from BOC under Work Scope 2). As mentioned above, it appears to us after reviewing the Physical Statements for these Fujian Tianwang Dormant Accounts that these were dormant during that period, as the only bank account that had a balance as at 30 June 2017 held an amount of USD0.32.

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3. An Overview of the Extraction of Documents and Information

Overview of the Company and its Subsidiaries' Bank Accounts

3.1 We set out below a group chart of the Company and its subsidiaries/associates as extracted from the Company's Annual Report 2016 :



Source: Company's Annual Report for 2016

3.2 We were provided by the Company with a list of bank accounts maintained by the Company's subsidiaries/associates for the financial period 1 July 2016 to 30 June 2017.

3.3 Taking into account the number of locations of bank branches, the site visits to the relevant banks and subsidiaries were conducted in parallel by the 2 teams in the various cities in Fujian, China between 17 January 2018 to 19 January 2018.

3.4 We were instructed by the Company to exclude the bank accounts maintained by Feng Zhi Qiu International Holding Company Limited with China Citic Bank in Hong Kong, i.e. bank accounts numbered 23 to 27 in the table below.

S/n	Subsidiary	Bank	Currency	Site Visit by
1	Fujian Wangsheng	Bank of China	RMB	Team 1
2	Fujian Wangsheng	Bank of China	USD	Team 1
3	Fujian Wangsheng	Bank of China	USD	Team 1
4	Fujian Wangsheng	Bank of China	USD	Team 1
5	Fujian Wangsheng	Bank of China	JPY	Team 1
6	Fujian Wangsheng	Bank of China	JPY	Team 1
7	Fujian Wangsheng	Bank of China	SGD	Team 1
8	Fujian Wangsheng	Bank of China	SGD	Team 1
9	Fujian Wangsheng	China Everbright Bank	RMB	Team 1
10	Fujian Wangsheng	Postal Saving Bank of China	RMB	Team 1
11	Nanping Yuanwang	Rural Credit Union of China	RMB	Team 2
12	Fuzhou Kangzhimei	Bank of China	RMB	Team 1
13	Zhangping Fengwang	Bank of China	RMB	Team 1
14	Zhangping Senwang	Bank of China	RMB	Team 1
15	Nanping Lijiashan	Rural Credit Union of China	RMB	Team 2
16	Sanming Shansheng	Rural Credit Union of China	RMB	Team 2
17	Fujian Tianwang	Rural Credit Union of China	RMB	Team 2
18	Fujian Tianwang	Bank of China	USD	Team 2
19	Fujian Tianwang	Bank of China	HKD	Team 2
20	Fujian Tianwang	Bank of China	USD	Team 2
21	Fujian Tianwang	Bank of China	HKD	Team 2
22	Sanming Sennong	Rural Credit Union of China	RMB	Team 2
23	Feng Zhi Qiu	China Citic Bank	HKD	**Excluded from review**
24	Feng Zhi Qiu	China Citic Bank	USD	
25	Feng Zhi Qiu	China Citic Bank	RMB	
26	Feng Zhi Qiu	China Citic Bank	HKD	
27	Feng Zhi Qiu	China Citic Bank	USD	

Source: Based on email from Company's lawyers dated 18 January 2018

3.5 The DTFAS team was joined by 2 Independent directors of the Company, representatives from the Company including an Executive director, the Company's Singapore solicitors Shook Lin & Bok LLP ("**SLB**"), the Company's Chinese solicitors Allbright Law Offices and representatives from the finance team of the respective China Subsidiaries. Collectively these parties sighted the entire extraction of information/documents from the China Subsidiaries and the China Subsidiaries' banks in China.

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3.6 The aforesaid group was split into 2 teams and set out below are the members of Team 1 and Team 2 respectively:

Team 1 Members			
S/n.	**Name**	**Company**	**Designation**
1	[redacted]	Fujian Wangsheng	General Manager Assistant
2	[redacted]	Yamada Green Resources Limited	Non-Executive Director and Member of the Audit Committee
3	[redacted]	SLB	Partner
4	[redacted]	DTFAS	Director
5	[redacted]	DTFAS	Associate Director
6	[redacted]	Allbright Law Offices	Company's lawyer in China

Team 2 Members			
S/n.	**Name**	**Company**	**Designation**
1	[redacted]	Yamada Green Resources Limited	Executive Director
2	[redacted]	Yamada Green Resources Limited	Independent Director and Member of the Audit Committee
3	[redacted]	SLB	Associate
4	[redacted]	DTFAS	Senior Associate
5	[redacted]	Allbright Law Offices	Company's lawyer in China

3.7 The Company's CEO and Executive Chairman Mr. Chen Qiuhai accompanied Team 1 to Zhangping, where Zhangping Fengwang and Zhangping Senwang are based. However, he did not participate in any of the work performed by Team 1.

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4. Extraction Process by Team 1

4.1 Team 1 covered bank accounts relating to 4 of the China Subsidiaries, namely Fujian Wangsheng, Fuzhou Kangzhimei, Zhangping Fengwang and Zhangping Senwang. Set out below is a summary of the work performed by Team 1 and further details based on chronological order of the site visits are set out in the following paragraphs:

S/n	Subsidiary	Currency	Work Scope 1	Work Scope 2	Work Scope 3	Remarks
1	Fujian Wangsheng	JPY	✓	✓	✓	
2		JPY	✓	**Note 1**	**Note 1**	Physical Statements and Online Statements obtained for August 2016 to June 2017.
3		RMB	✓	✓	✓	
4		RMB	✓	✓	✓	
5		RMB	✓	✓	✓	
6	Fuzhou Kangzhimei	RMB	✓	✓	✓	
7	Zhangping Fengwang	RMB	✓	✓	✓	
8	Zhangping Senwang	RMB	✓	✓	✓	
9	Fujian Wangsheng	SGD	✓	✓	✓	Bank account opened in August 2016, therefore no Physical Statements and Online Statements for July 2016.
10		SGD	✓	✓	✓	Bank account opened in August 2016, therefore no Physical Statements and Online Statements for July 2016.
11		USD	✓	✓	✓	
12		USD	✓	✓	✓	
13		USD	✓	✓	✓	Bank account opened in October 2016, therefore no Physical Statements and Online Statements from July 2016 to September 2016.

Legend:
✓ Work Scope performed.
Notes:
Note 1: Both BOC Officer and company representative were unable to extract and print Physical Statements and Online Statements respectively for July 2016.

4.2 Section 4 sets out the results of the extraction by Team 1 of the Physical Statements from the banks and the Online Statements from the 4 China Subsidiaries' online banking systems, under Work Scope 1 to 3.

Location: The People's Bank of China **("PBOC")** – Zhangping Branch [中国人民银行(漳平市支行) 桂林路 79 号]
Date: 17 January 2018
Subsidiaries Involved – Zhangping Fengwang and Zhangping Senwang
Purpose: Work Scope 1, extract from the PBOC System a list of the China Subsidiaries' bank accounts in the People's Republic of China.

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4.3 Team 1 visited PBOC Zhangping branch on 17 January 2018, accompanied by representatives from Zhangping Fengwang and Zhangping Senwang, namely [redacted], a member of the Finance team.

4.4 At PBOC Zhangping Branch, we approached a PBOC officer to explain our request to extract a list of all the bank accounts of Zhangping Fengwang and Zhangping Senwang from the PBOC System.

4.5 The PBOC officer informed the team that it should approach Zhangping Fengwang and Zhangping Senwang's banks directly as they have access to the PBOC System. The PBOC officer informed the team that as a central bank, they deal only with banks but not enquiries from customers.

Location: Bank of China **("BOC")** – Zhangping Branch [中国银行漳平支行 龙岩市 漳平市和平中路 62 号]
Date: 17 January 2018
Subsidiaries Involved – Zhangping Fengwang and Zhangping Senwang
Purpose: Repeat Work Scope 1 and perform Work Scope 2 which is to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

4.6 Team 1 and [redacted] representing Zhangping Fengwang and Zhangping Senwang visited BOC Zhangping Branch on 17 January 2018. The group was attended by two BOC officers, [redacted] (**"BOC Zhangping Officer 1"**) and [redacted] (**"BOC Zhangping Officer 2"**).

4.7 Team 1 requested for the following to be provided by BOC Zhangping Branch:

(i) Extraction of the list of bank accounts maintained by Zhangping Fengwang and Zhangping Senwang from the PBOC System; and

(ii) Extraction of Physical Statements of bank accounts maintained by Zhangping Fengwang and Zhangping Senwang with BOC for the period from 1 July 2016 to 30 June 2017.

4.8 Team 1 sighted BOC Zhangping Officer 1 login to the PBOC System to extract a list of Zhangping Fengwang and Zhangping Senwang's bank accounts maintained with BOC.

4.9 Team 1 requested BOC Zhangping Officer 1 to initial and affix BOC's official stamp on the list of bank accounts extracted from the PBOC System. Please refer to Appendices 1 and 2.

4.10 Thereafter Team 1 sighted BOC Zhangping Officer 2 extract the Physical Statements for Zhangping Fengwang and Zhangping Senwang's bank accounts maintained with BOC for the period from 1 July 2016 to 30 June 2017.

4.11 Team 1 sighted BOC Zhangping Officer 2 initial and affix BOC's official stamp on each page of the extracted Physical Statements. Representatives of Zhangping Fengwang and Zhangping

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Senwang also initialed and affixed the respective company's stamp on each page of the extracted Physical Statements.

4.12 Based on the Physical Statements extracted, the bank balances of Zhangping Fengwang and Zhangping Senwang accounts maintained with BOC as at 30 June 2017 were [redacted] and [redacted] respectively. Please refer to Appendices 3 and 4.

Location: Zhangping Fengwang and Zhangping Senwang's premises [漳平市溪南镇溪南村大道 8 号]
Date: 17 January 2018
Subsidiaries Involved – Zhangping Fengwang and Zhangping Senwang
Purpose: Work Scope 3, to extract the China Subsidiaries' Online Statement from the China Subsidiaries' internet banking platform

4.13 Team 1 visited the offices of Zhangping Fengwang and Zhangping Senwang on 17 January 2018 and was attended to by [redacted], a member of the Finance team of Zhangping Fengwang and Zhangping Senwang.

4.14 Team 1 requested [redacted] to extract Zhangping Fengwang and Zhangping Senwang's Online Statements of the accounts maintained with BOC for the period from 1 July 2016 to 30 June 2017.

4.15 Team 1 sighted [redacted] access BOC's online platform with the respective bank USB token and extract Zhangping Fengwang and Zhangping Senwang's Online Statements for the period from 1 July 2016 to 30 June 2017. Team 1 noted that the online bank website has an URL starting with https://.

4.16 Team 1 also sighted the printing of the Online Statements and requested [redacted] to initial and affix the respective company's stamp on each page of the extracted Online Statements.

4.17 Based on the Online Statements extracted, the bank balances for Zhangping Fengwang and Zhangping Senwang as at 30 June 2017 were [redacted] and [redacted] respectively. Please refer to Appendices 5 and 6.

Location: The People's Bank of China ("**PBOC**") – Minhou Branch [中国人民银行(闽侯县支行) 校园路 141 号]
Date: 18 January 2018
Subsidiaries Involved – Fujian Wangsheng and Fuzhou Kangzhimei
Purpose: Work Scope 1, extract from the PBOC System a list of the China Subsidiaries' bank accounts in the People's Republic of China.

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4.18 Team 1 visited PBOC Minhou branch on 18 January 2018 accompanied by [redacted], a member of the Finance team of Fujian Wangsheng and Fuzhou Kangzhimei and informed an attending PBOC Officer regarding the Company's request.

4.19 Team 1 was informed by the PBOC Officer that the only list that could be extracted from their system was a list of foreign currency bank accounts of the subsidiaries. Team 1 sighted the aforesaid list being extracted from the PBOC System. Please refer to Appendix 7.

4.20 At Team 1's request, the PBOC Officer affixed a stamp on the aforesaid listing which was printed. The PBOC Officer then asked Team 1 to proceed to another department for information regarding the RMB accounts.

4.21 We note from the list of foreign currency bank accounts extracted from the PBOC System that there are several foreign currency bank accounts listed which were not in the list provided by the Company.

4.22 Team 1 clarified directly with the PBOC officer that the list of foreign currency bank accounts extracted from their system sets out a full list of foreign currency bank accounts opened by the respective subsidiaries since the incorporation date and the foreign currency bank accounts referred to in the above paragraph have already been closed.

4.23 With regard to bank accounts denominated in RMB, another PBOC officer informed Team 1 to request for these directly from the BOC branch where the dominant RMB account was set up.

Location: BOC Minhou Branch [闽侯县甘蔗街道学院路 15 号闽侯世茂滨江新城 A1 地块商务、办公 3#楼整座]
Date: 18 January 2018
Subsidiaries Involved – Fujian Wangsheng and Fuzhou Kangzhimei
Purpose: Repeat Work Scope 1 and perform Work Scope 2 which is to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

4.24 Team 1 visited BOC Minhou Branch on 18 January 2018, accompanied by [redacted]. The group was attended to by BOC officer, [redacted] ("**BOC Minhou Officer**").

4.25 Team 1 requested for the following to be provided by BOC Minhou Branch:

(i) Extraction of the list of bank accounts maintained by Fujian Wangsheng and Fuzhou Kangzhimei from the PBOC System; and

(ii) Extraction of Physical Statements of bank accounts maintained by Fujian Wangsheng and Fuzhou Kangzhimei with BOC for the period from 1 July 2016 to 30 June 2017.

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4.26 Team 1 sighted BOC Minhou Officer login to the PBOC System to extract a list of Fujian Wangsheng and Fuzhou Kangzhimei's bank accounts maintained with BOC.

4.27 Team 1 requested BOC Minhou Officer to initial and affix BOC's official stamp on the list of bank accounts extracted from the PBOC System. Please refer to Appendices 8 and 9.

4.28 Thereafter Team 1 sighted BOC Minhou Officer extract Physical Statements of Fujian Wangsheng and Fuzhou Kangzhimei's bank accounts maintained with BOC for the period from 1 July 2016 to 30 June 2017.

4.29 Team 1 sighted BOC Minhou Officer 2 initial and affix BOC's official stamp on each page of the extracted Physical Statements. Representatives of Fujian Wangsheng and Fuzhou Kangzhimei also initialed and affixed the respective company's stamp on each page of the extracted Physical Statements.

4.30 Based on the Physical Statements extracted, the bank balances for Fujian Wangsheng and Fuzhou Kangzhimei maintained with BOC as at 30 June 2017 are set out in the table below. Please refer to Appendices 10 to 18.

S/n	Subsidiary	Currency	Physical Statements
1	Fujian Wangsheng	JPY	[redacted]
2		JPY	
3		RMB	
4	Fuzhou Kangzhimei	RMB	
5	Fujian Wangsheng	SGD	
6		SGD	
7		USD	
8		USD	
9		USD	

Source: Physical Statements

Location: Postal Saving Bank of China ("**PSBC**") [中国邮政储蓄银行(福古公路) 闽侯县昙石山西大道 98 号新城丽景 B 区 16 号 1 楼]
Date: 18 January 2018
Subsidiaries Involved – Fujian Wangsheng
Purpose: Perform Work Scope 2 which is to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

4.31 Team 1 visited PSBC on 18 January 2018, accompanied by [redacted] and was attended by PSBC officer, [redacted] (**"PSBC Officer"**).

4.32 Team 1 sighted PSBC Officer extract Physical Statements of Fujian Wangsheng's bank account maintained with PSBC for the period from 1 July 2016 to 30 June 2017.

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4.33 Team 1 also sighted PSBC Officer initial and affix PSBC's official stamp on each page of extracted Physical Statements. The representative of Fujian Wangsheng also initialed and affixed the respective company's stamp on each page of the extracted Physical Statements.

4.34 Based on the Physical Statement extracted, the bank balance for Fujian Wangsheng as at 30 June 2017 was [redacted]. Please refer to Appendix 19.

Location: China Everbright Bank ("**CEB**") [中国光大银行(铜盘支行) 鼓楼区梅峰支路嘉诚大厦底商]
Date: 18 January 2018
Subsidiaries Involved – Fujian Wangsheng
Purpose: Perform Work Scope 2 which is to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

4.35 Team 1 visited CEB on 18 January 2018 accompanied by [redacted] and was attended to by a CEB officer.

4.36 Team 1 sighted the CEB officer extract a consolidated Physical Statement of Fujian Wangsheng's bank account maintained with CEB for the period from 1 July 2016 to 30 June 2017.

4.37 Team 1 sighted CEB officer affix CEB's official stamp on the aforesaid consolidated Physical Statement. The representative of Fujian Wangsheng also initialed and affixed the company's stamp on the consolidated bank statement.

4.38 Based on the Physical Statement extracted, the bank balance for Fujian Wangsheng as at 30 June 2017 was [redacted]. Please refer to Appendix 20.

Location: Fujian Wangsheng and Fuzhou Kangzhimei premises [闽侯县甘蔗街道闽侯经济技术开发区东岭路 2 号]
Date: 18 January 2018
Subsidiaries Involved – Fujian Wangsheng and Fuzhou Kangzhimei
Purpose: Perform Work Scope 3, to extract the China Subsidiaries' Online Statements from the China Subsidiaries' internet banking platform

4.39 Team 1 visited the offices of Fujian Wangsheng and Fuzhou Kangzhimei on 18 January 2018 and was attended to by [redacted].

4.40 Team 1 requested [redacted] to extract Fujian Wangsheng and Fuzhou Kangzhimei's Online Statements of the accounts maintained with BOC, PSBC and CEB for the period from 1 July 2016 to 30 June 2017.

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4.41 Team 1 sighted [redacted] access the respective online platforms maintained by BOC, PSBC and CEB using the respective bank USB token. Team 1 noted that the online bank websites have URLs starting with https://

4.42 Team 1 also sighted the printing of the Online Statements and requested [redacted] to initial and affix the respective company's stamp on every page of the extracted statements.

4.43 Based on the Online Statements extracted, the bank balances for Fujian Wangsheng and Fuzhou Kangzhimei as at 30 June 2017 are set out in the table below. Please refer to Appendices 21 to 31.

S/n	Subsidiary	Currency	Online Statements
1	Fujian Wangsheng	JPY	[redacted]
2		JPY	
3		RMB	
4		RMB	
5		RMB	
6	Fuzhou Kangzhimei	RMB	
7	Fujian Wangsheng	SGD	
8		SGD	
9		USD	
10		USD	
11		USD	

Source: Online Statements

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5. Extraction Process by Team 2

5.1 Team 2 covered banks accounts relating to 5 of the China Subsidiaries, namely Nanping Yuanwang, Nanping Lijiashan, Sanming Shansheng, Fujian Tianwang and Sanming Sennong. Set out below is a summary of the work performed by Team 2 and further details based on chronological order of the site visits are set out in the following paragraphs:

S/n	Subsidiary	Currency	Work Scope 1	Work Scope 2	Work Scope 3
1	Fujian Tianwang	HKD	✓	✓	✓
2		HKD	✓	✓	✓
3	Nanping Yuanwang	RMB	✓	✓	**Note 1**
4	Nanping Lijiashan	RMB	✓	✓	
5	Sanming Shansheng	RMB	✓	✓	
6	Fujian Tianwang	RMB	✓	✓	
7	Sanming Sennong	RMB	✓	✓	
8	Fujian Tianwang	USD	✓	✓	✓
9		USD	✓	✓	✓

Legend:

✓ Work Scope performed.

Notes:

Note 1: According to the subsidiaries' representatives, the online banking platform only allows extraction of information dating 13 months from the date of extraction, i.e. January 2018. Thus we only managed to obtain online statements from November 2016 onwards.

5.2 Based on the table above, there are 4 bank accounts relating to Fujian Tianwang that Team 2 was unable to verify to the PBOC System and the entity's online banking system as they are dormant bank accounts.

5.3 However, based on Work Scope 2, we sighted and noted from the bank statements extracted from Fujian Tianwang's Bank of China accounts that these accounts are dormant for the entire period under review as advised by [redacted] of Fujian Tianwang.

5.4 Section 5 sets out the results of the extraction by Team 2 of the Physical Statements from the banks and the Online Statements from the 5 China Subsidiaries' online banking systems, under Work Scope 1 to 3.

Location: PBOC Pucheng Branch [中国人民银行(浦城支行) 兴浦路 137 号]
Date: 17 January 2018
Subsidiaries Involved – Nanping Yuanwang and Nanping Lijiashan
Purpose: Work Scope 1, extract from the PBOC System a list of the China Subsidiaries' bank accounts in the People's Republic of China.

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5.5 Team 2 visited PBOC Pucheng Branch on 17 January 2018, accompanied by representatives from Nanping Yuanwang and Nanping Lijiashan, and met with a PBOC officer to discuss the request. The PBOC officer advised that they do not assist with extraction requests from companies because as a central bank, they deal only directly with the commercial banks.

5.6 The PBOC officer advised that we could obtain the requested list through any bank with whom the Company's Pucheng subsidiaries had an account. He also advised us that as an alternative, we could try requesting for the list of bank accounts at their Fuzhou branch, though he was not able to confirm whether the bank's Fuzhou branch would be able to assist.

Location: Rural Credit Union of China ("**RCUC**") – Pucheng Branch [浦城县兴浦路 235 号]
Date: 17 January 2018
Subsidiaries Involved – Nanping Yuanwang and Nanping Lijiashan
Purpose: Repeat Work Scope 1 and perform Work Scope 2, which is to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

5.7 Team 2 and representatives from Nanping Yuanwang and Nanping Lijiashan visited RCUC Pucheng Branch on 17 January 2018. The group was attended by two RCUC officers, [redacted] ("**RCUC Pucheng Officer 1**") and [redacted] ("**RCUC Pucheng Officer 2**").

5.8 Team 2 requested for the following to be provided by RCUC Pucheng Branch:

(i) Extraction of the list of bank accounts maintained by Nanping Yuanwang and Nanping Lijiashan from the PBOC System; and

(ii) Extraction of Physical Statements of bank accounts maintained by Nanping Yuanwang and Nanping Lijiashan with RCUC for the period from 1 July 2016 to 30 June 2017.

5.9 Team 2 sighted RCUC Pucheng Officer 1 login to the PBOC System to extract a list of Nanping Yuanwang and Nanping Lijiashan's bank accounts.

5.10 Team 2 requested RCUC Pucheng Officer 1 to initial and affix RCUC's official stamp on the list of bank accounts extracted from the PBOC System. Please refer to Appendices 32 and 33.

5.11 Thereafter Team 2 sighted RCUC Pucheng Officer 2 extract Physical Statements of Nanping Yuanwang and Nanping Lijiashan's bank accounts maintained with RCUC for the period from 1 July 2016 to 30 June 2017.

5.12 Team 2 sighted RCUC Pucheng Officer 2 initial and affix RCUC's official stamp on each page of the extracted Physical Statements. Representatives of Nanping Yuanwang and Nanping Lijiashan also initialed and affixed the respective company's stamp on each page of the extracted Physical Statements.

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5.13 Based on the Physical Statements extracted, the bank balances for Nanping Yuanwang and Nanping Lijiashan as at 30 June 2017 were [redacted] and [redacted] respectively. Please refer to Appendices 34 and 35.

Location: Nanping Yuanwang and Nanping Lijiashan's premises [莲塘镇盛丰路 2 号]
Date: 17 January 2018
Subsidiaries Involved – Nanping Yuanwang and Nanping Lijiashan
Purpose: Work Scope 3, to extract the China Subsidiaries' Online Statements from the China Subsidiaries' internet banking platform

5.14 Team 2 visited the offices of Nanping Yuanwang and Nanping Lijiashan on 17 January 2018 and was attended to by [redacted], a member of the Finance team of Nanping Yuanwang and Nanping Lijiashan.

5.15 Team 2 requested [redacted] to extract Nanping Yuanwang and Nanping Lijiashan's Online Statements of the accounts maintained with RCUC for the period from 1 July 2016 to 30 June 2017. [redacted] informed Team 2 that the online banking platform only allows extraction of the last 13 months from the date of extraction request, i.e. January 2018.

5.16 Based on what [redacted] said, Team 2 requested [redacted] to extract Nanping Yuanwang's Online Statements for the entire month of December 2016, which was possible. Team 2 then requested [redacted] to attempt extracting earlier months, i.e. November 2016 and earlier, to ascertain the period limit of Online Statements extraction.

5.17 [redacted] proceeded to attempt extracting the Online Statements for the entire month of November 2016, however it appeared that the extraction was partial, i.e. earliest date extract was 14 November 2016.

5.18 Team 2 checked against the Physical Statements extracted earlier from RCUC and noted that there were earlier transactions in the month of November 2016. Team 2 also noted that the transaction on 14 November 2016 that appeared on the Online Statements matched the 14 November 2016 transaction on the Physical Statements. The ending balances as at 14 November 2016 on both Physical Statements and Online Statements are also the same.

5.19 Team 2 then requested [redacted] to extract Nanping Yuanwang's Online Statements for the month of October 2016. Team 2 sighted from the computer screen that the online banking system was unable to generate the statement.

5.20 Due to the time period limitation for extracting Online Statements, the Online Statements extracted for Nanping Yuanwang were limited to the period from 14 November 2016 to 30 June 2017. As for Nanping Lijiashan, the Online Statements extracted were from 28 November 2016 to 30 June 2017.

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5.21 Team 2 sighted [redacted] access RCUC's online platform with the respective bank USB token and extract Nanping Yuanwang and Nanping Lijiashan's Online Statements. Team 2 noted that the online bank website has an URL address starting with https://.

5.22 Team 2 sighted the printing of the Online Statements and requested [redacted] to initial and affix the respective company's stamp on each page of the extracted Online Statements.

5.23 Based on the Online Statements of Nanping Yuanwang and Nanping Lijiashan, the bank balances for Nanping Yuanwang and Nanping Lijiashan as at 30 June 2017 were [redacted] and [redacted] respectively. Please refer to Appendices 36 and 37.

Location: People's Bank of China – Jiangle Branch [中国人民银行(将乐县支行) 三华南路 19]
Date: 18 January 2018
Subsidiaries Involved – Sanming Shansheng, Fujian Tianwang and Sanming Sennong
Purpose: Work Scope 1, extract from the PBOC System a list of the China Subsidiaries' bank accounts in the People's Republic of China.

5.24 Team 2 visited PBOC Jiangle branch on 18 January 2018, accompanied by Sanming Shansheng, Fujian Tianwang and Sanming Sennong's representatives. The group was attended to by a PBOC officer, [redacted].

5.25 Unlike PBOC Pucheng Branch, the Jiangle Branch was willing to accede to Team 2's request to extract the list of Sanming Shansheng, Fujian Tianwang and Sanming Sennong's bank accounts. Please refer to Appendices 38 to 40.

5.26 Team 2 noted that Fujian Tianwang Dormant Accounts were not listed in the extracted list. Executive Director Lin Weibin informed that he understands that these foreign currency bank accounts were dormant for some time as Fujian Tianwang has not transacted in foreign currency for a number of years. This was confirmed by [redacted], Fujian Tianwang's representative.

5.27 Team 2 clarified with [redacted] and was advised that dormant bank accounts would not be picked up by the PBOC System during the extraction.

Location: Rural Credit Union of China (**"RCUC"**) – Jiangle Branch [三明市将乐县三华南路 27 号]
Date: 18 January 2018
Subsidiaries Involved – Sanming Shansheng
Purpose: Repeat Work Scope 1 and perform Work Scope 2, to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

5.28 Team 2 visited RCUC Jiangle Branch on 18 January 2018, accompanied by Sanming Shansheng's representative. The group was attended to by RCUC Officer, [redacted] ("**RCUC Jiangle Officer**").

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5.29 Team 2 requested for the following to be provided by RCUC Jiangle Branch:

(i) Extraction of the list of bank accounts maintained by Sanming Shansheng from the PBOC System; and

(ii) Extraction of Physical Statements of bank accounts maintained by Sanming Shansheng with RCUC for the period from 1 July 2016 to 30 June 2017.

5.30 Team 2 sighted RCUC Jiangle Officer login to the PBOC System to extract a list of Sanming Shansheng's bank accounts maintained with RCUC.

5.31 Team 2 requested RCUC Jiangle Officer to initial and affix RCUC's official stamp on the list of bank accounts extracted from the PBOC System. Please refer to Appendix 41.

5.32 Thereafter Team 2 sighted RCUC Jiangle Officer extract Physical Statements of Sanming Shansheng's bank accounts maintained with RCUC for the period from 1 July 2016 to 30 June 2017.

5.33 Team 2 sighted RCUC Jiangle Officer initial and affix RCUC's official stamp on each page of extracted Physical Statements. Representative of Sanming Shansheng also initialed and affixed the company's stamp on each page of the extracted Physical Statements.

5.34 Based on the Physical Statements extracted, the bank balances of Sanming Shansheng's RCUC bank accounts as at 30 June 2017 was [redacted]. Please refer to Appendix 42.

Location: Bank of China ("**BOC**") – Jiangle Branch [中国银行(将乐支行)城关七星街 27 号]
Date: 18 January 2018
Subsidiary Involved – Fujian Tianwang
Purpose: Repeat Work Scope 1 and perform Work Scope 2, to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

5.35 Team 2 visited BOC Jiangle Branch on 18 January 2018, accompanied by Fujian Tianwang's representative. The group was attended to by BOC's officer, [redacted] ("**BOC Jiangle Officer**").

5.36 Team 2 sighted BOC Jiangle Officer extract a list of bank accounts, which indicated 4 of Fujian Tianwang's foreign currency accounts held with BOC were dormant, please refer to Appendices 43 to 46.

5.37 Team 2 sighted BOC Jiangle Officer affix BOC's official stamp on the extracted list of bank accounts.

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5.38 Thereafter Team 2 sighted BOC Jiangle Officer extract Physical Statements of Fujian Tianwang's bank accounts maintained with BOC for the period from 1 July 2016 to 30 June 2017, which showed that there were no transactions in the requested period. Please refer to Appendices 47 to 50.

5.39 Team 2 sighted BOC Jiangle Officer affix BOC's official stamp on each page of the extracted Physical Statements. The representative of Fujian Tianwang also initialed and affixed Fujian Tianwang's stamp on each page of the extracted Physical Statements.

5.40 Based on the Physical Statements extracted, the bank balances for Fujian Tianwang Dormant Accounts as at 30 June 2017 are set out in the table below.

S/n	Subsidiary	Currency	Physical Statements
1	Fujian Tianwang	HKD	-
2		HKD	-
3		USD	-
4		USD	[redacted]

Source: Physical Statements

Location: Rural Credit Union of China ("**RCUC**") – Jiangle Sub-Branch [福建省三明市将乐县日照东门洪图广场商业城东区一层 01-03 号店农村信用社城关信用社]
Date: 18 January 2018
Subsidiaries Involved: Fujian Tianwang and Sanming Sennong
Purpose: Repeat Work Scope 1 and perform Work Scope 2, to obtain Physical Statements directly from all the banks where the China Subsidiaries have bank accounts

5.41 Team 2 visited RCUC Jiangle Sub-Branch on 18 January 2018, accompanied by Fujian Tianwang and Sanming Sennong's representatives. The group was attended to by RCUC's officer, [redacted] (**"RCUC Jiangle Sub-branch Officer"**).

5.42 Team 2 requested for the following to be provided by RCUC Jiangle Sub-Branch:

(i) Extraction of the list of bank accounts maintained by Fujian Tianwang and Sanming Sennong from the PBOC System; and

(ii) Extraction of Physical Statements of bank accounts maintained by Fujian Tianwang and Sanming Sennong with RCUC for the period from 1 July 2016 to 30 June 2017.

5.43 Team 2 sighted RCUC Jiangle Sub-branch Officer login to the PBOC System to extract a list of Fujian Tianwang and Sanming Sennong's bank accounts maintained with RCUC.

5.44 Team 2 requested RCUC Jiangle Sub-branch Officer to initial and affix RCUC's official stamp on the list of bank accounts extracted from the PBOC System, please refer to Appendices 51 and 52.

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5.45 Thereafter Team 2 sighted RCUC Jiangle Sub-branch Officer extract Physical Statements of Fujian Tianwang and Sanming Sennong's bank accounts maintained with RCUC for the period from 1 July 2016 to 30 June 2017.

5.46 Team 2 sighted RCUC Jiangle Sub-branch Officer initial and affix RCUC's official stamp on each page of the extracted Physical Statements. Representatives of Fujian Tianwang and Sanming Sennong also initialed and affixed the respective company's stamp on each page of the extracted Physical Statements.

5.47 Based on the Physical Statements, the bank balances for Fujian Tianwang and Sanming Sennong as at 30 June 2017 were [redacted] and [redacted] respectively. Please refer to Appendices 53 and 54.

Location: Sanming Shansheng's premises [福建省三明市将乐县古镛镇七星街先进巷 9 号 501 室]
Date: 18 January 2018
Subsidiaries Involved – Sanming Shansheng
Purpose: Work Scope 3, to extract the China Subsidiaries' Online Statements from the China Subsidiaries' internet banking platform

5.48 Team 2 visited the office of Sanming Shansheng on 18 January 2018 and was attended to by [redacted], a member of the Finance team of Sanming Shansheng.

5.49 Team 2 requested [redacted] to extract Sanming Shansheng's Online Statements of the accounts maintained with RCUC for the period from 1 July 2016 to 30 June 2017. Similar to Team 2's experience with Nanping Yuanwang and Nanping Lijiashan, [redacted] informed Team 2 that the online platform only allows [redacted] to extract up to 13 months from date of extraction request, i.e. January 2018.

5.50 Due to the time period limitation, [redacted] only managed to extract Online Statements for the period from 23 November 2016 to 30 June 2017.

5.51 Team 2 sighted [redacted] access RCUC's online platform with the bank USB token and extract Sanming Shansheng's Online Statements. Team 2 noted that the online bank website has an URL address starting with https://.

5.52 Team 2 also sighted the printing of the Online Statements and requested [redacted] to initial and affix the company's stamp on each page of the extracted Online Statements.

5.53 Based on the Online Statements extracted, the bank balances for Sanming Shansheng as at 30 June 2017 was [redacted], please refer to Appendix 55.

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Location: Fujian Tianwang and Sanming Sennong's premises [204 省道附近]
Date: 18 January 2018
Subsidiaries Involved – Fujian Tianwang and Sanming Sennong
Purpose: Work Scope 3, to extract the China Subsidiaries' Online Statements from the China Subsidiaries' internet banking platform

5.54 Team 2 visited the offices of Fujian Tianwang and Sanming Sennong on 18 January 2018 and was attended to by [redacted], a member of the Finance team of Fujian Tianwang and Sanming Sennong.

5.55 Team 2 requested [redacted] to extract Fujian Tianwang and Sanming Sennong's Online Statements of the accounts maintained with RCUC and BOC for the period from 1 July 2016 to 30 June 2017. Similar to our experience at the company premises of Nanping Yuanwang and Nanping Lijiashan, [redacted] informed Team 2 that the online platform only allows [redacted] to extract up to 13 months from date of extraction request, i.e. January 2018.

5.56 Due to the time period limitation for extracting online bank statements, the Online Statements extracted for Fujian Tianwang were for the period from 14 November 2016 to 30 June 2017.

5.57 As for Sanming Sennong, the Online Statements extracted were for the period from 20 November 2016 to 30 June 2017.

5.58 Team 2 sighted [redacted] access RCUC's online platform with the respective bank USB token and extract Fujian Tianwang and Sanming Sennong's Online Statements. Team 2 noted that the online bank website has an URL address starting with https://.

5.59 Team 2 also sighted the printing of the Online Statements and requested [redacted] to initial and affix the respective company's stamp on each page of the extracted Online Statements.

5.60 Based on the Online Statements, the bank balances for Fujian Tianwang and Sanming Sennong as at 30 June 2017 were [redacted] and [redacted] respectively. Please refer to Appendices 56 and 57.

5.61 Team 2 enquired [redacted] on Fujian Tianwang Dormant Accounts and [redacted] confirmed that these accounts had no online banking as they were dormant for some time.

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6. Comparison of Material Transactions across different source of records

6.1 Besides the Physical Statements and the Online Statements, we were also provided with copies of the China Subsidiaries' Record.

6.2 We were not provided with the Online Statements nor the China Subsidiaries' Record for the Fujian Tianwang Dormant Accounts as referred to in paragraph 5.61.

6.3 In addition, [redacted] represented that the China Subsidiaries' Record for the Fujian Tianwang Dormant Accounts were unavailable.

6.4 Save for Fujian Tianwang Dormant Accounts, we compared the available details (i.e Date, Amount, Payor and Payee) of all Material Transactions, between the Physical Statements, Online Statements and the China Subsidiaries' Record for the financial year from 1 July 2016 to 30 June 2017. We found no exception from the abovementioned comparison. There was no comparison made for the Fujian Tianwang Dormant Accounts as there were only Physical Statements available (which we extracted from BOC under Work Scope 2). As mentioned above, it appears to us after reviewing the Physical Statements for these Fujian Tianwang Dormant Accounts that these were dormant during that period, as the only bank account that had a balance as at 30 June 2017 held an amount of USD0.32.

6.5 We also compared the month end balances as at 30 June 2017 and set out below is a summary of the comparison:

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S/n	China Subsidiary	Currency	Bank Balance as at 30 June 2017		
			Physical Statement	Online Statements	China Subsidiaries' Record
1	Fujian Tianwang	HKD	-	Company representative [redacted] informed us that there are no Online Statements and China Subsidiaries' Record.	
2		HKD	-		
3	Fujian Wangsheng	JPY	-	-	-
4		JPY	-	No transactions for FY2017.	-
5		RMB	[redacted]		
6		RMB			
7		RMB			
8	Nanping Yuanwang	RMB			
9	Fuzhou Kangzhimei	RMB			
10	Zhangping Fengwang	RMB			
11	Zhangping Senwang	RMB			
12	Nanping Lijiashan	RMB			
13	Sanming Shansheng	RMB			
14	Fujian Tianwang	RMB			
15	Sanming Sennong	RMB			
16	Fujian Wangsheng	SGD			
17		SGD	-	-	-
18		USD	[redacted]		
19		USD	-	-	-
20		USD	[redacted]		
21	Fujian Tianwang	USD	-	Company representative [redacted] informed us that there are no Online Statements and China Subsidiaries' Record.	
22		USD	[redacted]		

	Total		
RMB	[redacted]		
USD			
JPY	-	-	-
SGD	[redacted]		
HKD	-	-	-

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6.6 We must highlight that the bank balances as at 30 June 2017 were before unpresented cheques (i.e. cheques dated before 30 June 2017 but not posted until after 30 June 2017) and thus the bank account balance does not capture such items in transit as at 30 June 2017.

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7. Conclusion

7.1 Based on the Work Scope performed and summarised in Section 4 to 6, we set out below our findings:

Finding 1 – 30 June 2017 Bank balance

7.2 Based on the 3 sources of information described above, the bank balances of the China Subsidiaries' 22 Bank Accounts as at 30 June 2017 can be summarised as follows:

Currency	Physical Statements	Online Statements	China Subsidiaries' Record
RMB	4,709,012.57	4,709,012.57	4,709,012.57
USD	67.26	66.94	66.94
SGD	0.01	0.01	0.01

Source: Physical Statements, Online Statements and China Subsidiaries' Record

7.3 We must highlight that the bank balances above as at 30 June 2017 were before unpresented cheques (i.e. cheques dated before 30 June 2017 but not posted until after 30 June 2017) and thus the bank account balance does not capture such items in transit as at 30 June 2017.

Finding 2 – Material Transactions comparison

7.4 We compared the available details (i.e Date, Amount, Payor and Payee) of all Material Transactions, between the Physical Statements, Online Statements and the China Subsidiaries' Record for the financial year from 1 July 2016 to 30 June 2017. We found no exception from the abovementioned comparison.

7.5 There was no comparison made for the Fujian Tianwang Dormant Accounts as there were only Physical Statements available (which we extracted from BOC under Work Scope 2). As mentioned above, it appears to us after reviewing the Physical Statements for these Fujian Tianwang Dormant Accounts that these were dormant during that period, as the only bank account that had a balance as at 30 June 2017 held an amount of USD0.32.

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