



CHINA HAIDA LTD.

(Incorporated in Singapore on 18 August 2004)

Company Registration No. 200410428C

24 Raffles Place #20-03 Clifford Centre Singapore 048621

**FURTHER UPDATE OF LEGAL AND ENFORCEMENT PROCEEDINGS AGAINST
JIANGYIN LITAI**

The board of directors (the “**Board**”) of China Haida Ltd. (the “**Company**”) refers to the announcements made by the Company on 8 April 2020, 15 April 2020, 22 April 2020, 20 May 2020, 17 June 2020, 24 June 2020, 30 June 2020, 3 July 2020, 20 July 2020, 24 July 2020, 13 August 2020, 14 August 2020, 7 September 2020, 30 September 2020, 4 November 2020, 23 November 2020, 7 December 2020, 10 December 2020, 16 December 2020, 21 January 2021 and 26 January 2021 (collectively, “**Previous Announcements**”) with respect to the captioned matter. For convenience, unless otherwise stated, the same terminology used in the Previous Announcements has been adopted in this announcement.

The Singapore based directors (“**Singapore Directors**”) have on numerous occasions (12 August 2020, 19 August 2020, 4 September 2020, 6 October 2020, 16 October 2020, 16 October 2020, 3 November 2020, 12 November 2020, 1 December 2020 and 21 January 2021) called for board meetings (“**Board Meetings**”) to approve the Previous Announcements and to discuss related matters (including obtaining updates of legal cases surrounding Jiangyin Litai). However, the Company’s CEO (suspended on 21 January 2021), Mr Xu Youcai, Company’s Chairman (suspended on 21 January 2021), Ms Zhao Guiying, did not attend all the Board Meetings called for by the Singapore Directors. Except for a board meeting held on 21 January 2021 to discuss on the appointment of new director and the suspension of duties of Mr Xu Youcai, Ms Zhao Guiying and the Company’s independent director, Mr Wang Liangfa, where the Singapore Directors managed to call and speak to Mr Wang Liangfa briefly, Mr Wang Liangfa did not attend all other Board Meetings. Accordingly, the Singapore Directors have not been able to obtain updates of the legal cases surrounding Jiangyin Litai.

As disclosed in the Company’s announcement on 10 December 2020, the Company has appointed Shanghai Veritas Law Corporation (“**SVLC**”) to assist the Company in reviewing the status of Jiangyin Litai. SVLC has conducted a site visit to Jiangyin Litai where they have spoken to the local management of Jiangyin Litai. The Singapore Directors have also separately established contacts with the managers of Jiangyin Litai to gain a more comprehensive understanding of the situation. With a better understanding on the affairs of Jiangyin Litai, the Company then, proceeded to on 29 Jan 2021, engaged GFE Law Office (“**GFE**”), a law firm registered by the Guangdong Provincial Department of Justice in the People’s Republic of China (“**China**”), to perform a search on legal proceedings that Jiangyin Litai may be a defendant to in China (excluding Hong Kong special administrative region, Macau special administrative region and Taiwan). GFE is founded in 1984, and was nominated by the Ministry of Justice of China as one of the principal law firms in China dealing with foreign-related matters.

With reference to the report from GFE dated 25 February 2021 and a separate search conducted by the Company from domain www.tianyancha.com (“**天眼查**”), the Company has provided in tables below summaries of legal cases surrounding Jiangyin Litai.

The Company also wish to inform shareholders that GFE has stated in their report that there is no unified system for inquiring about the court litigation cases in China. GFE searched the official website of the Supreme People's Court of China, namely the "China Judgment Documents Network" (URL: <https://wenshu.court.gov.cn/>) ("**Judgement Documents**") and the "China Enforcement Information Disclosure Net" (website: <http://zxgk.court.gov.cn/>), for inquiries. It must be noted that the information provided on these websites is only for the inquirer's reference. If there are discrepancies, the relevant legal documents of the enforcement court shall prevail. Therefore, the information provided in the draft report from GFE dated February 25, 2021 cannot ensure that all court enforcement cases that Jiangyin Litai is involved in in China is fully disclosed. In addition, except for the aforementioned inquiries, GFE has not conducted any on-site verification of the litigation information which provides more detail and accurate information about each legal cases.

Summary of Findings

The Company noted the following legal proceedings against several parties (of which Jiangyin Litai and Mr Xu Youcai are among them) before the various courts in the PRC.

Enforcement Proceedings

(a) Proceedings before the Sichuan Chengdu Longquanyi District People's Court.

Each of the following cases below set out in Table A below was filed against nine parties (of which Jiangyin Litai and Mr Xu Youcai are among them) before the Sichuan Chengdu Longquanyi District People's Court.

Table A 龙泉驿人民法院 - 利泰 - 被执行人

S/N	Enforcement Case Number 案号	Date of filing 立案日	End date 终本日期	Amount (RMB) 未履行金额
1	(2020)川0112执751号	6 March 2020 2020年3月6日	14 August 2020 2020年8月14日	2,053,700
2	(2020)川0112执862号	3 April 2020 2020年4月3日	21 August 2020 2020年8月21日	1,000,000 and interest
3	(2020)川0112执1101号 ¹	22 April 2020 2020年4月22日	21 August 2020 2020年8月21日	1,000,000 and interest
4	(2020)川0112执1248号 ²	11 May 2020 2020年5月11日	28 August 2020 2020年8月28日	1,000,000 and interest
5	(2020)川0112执1249号	11 May 2020 2020年5月11日	28 August 2020 2020年8月28日	2,053,700 and interest
6	(2020)川0112执1635号	3 June 2020 2020年6月3日	28 August 2020 2020年8月28日	1,000,000 and interest
7	(2021)川0112执1636号 (maybe same case as S/N 5)	3 June 2020 2020年6月3日	28 August 2020 2020年8月28日	1,000,000
8	(2020)川0112执2181号	14 July 2020	28 August 2020	1,000,000

¹ This case may be related to (2020)川0112执1248号

² This case may be related to (2020)川0112执862号

		2020年7月14日	2020年8月28日	
9	(2020)川0112执2468号	7 August 2020 2020年8月7日	16 December 2020 2020年12月16日	735,938
10	(2020)川0112执2469号	7 August 2020 2020年8月7日	16 December 2020 2020年12月16日	1,000,000
11	(2020)川0112执2179号	14 July 2020 2020年7月14日	28 August 2020 2020年8月28日	1,000,000

Apparently, these nine parties (including Jiangyin Litai and Mr Xu Youcai) were also among the twelve respondents being name in the ICO (see our Announcement dated 8 April 2020 for detail).

(b) Proceedings before the various District People's Court :

Table B 其他人民法院 - 利泰 - 被执行人

S/N	Case Number 案号	Date of filing 立案日	Plaintiffs 原告	Defendants/ Enforced party 被告/被执行人	Competent Court 执行法院	Amount (RMB) 未履行金额
1	(2020)苏0213 执3925号 (Judgement Document:(2020) 苏0213民初864 号)	18 August 2020 2020年8 月18日	Bank of China, Wuxi Branch 中国股份 有限公司无锡 分行	a) Jiangyin Litai (江阴利 泰装饰材料 有限公司); b) Jiangyin Shengtong Aluminium Co., Ltd (江 阴盛通铝业 有限公司); c) Xu Youcai (徐友才); and d) Hu Xiuzhen (胡秀珍)	Jiangsu Wuxi Liangxi District People's Court. 江苏省无锡 市梁溪区人 民法院	12,292,283
2	(2020)津0116 执8412号 (Judgement Document:(2020) 津0116民初 11915号)	26 August 2020 2020年8 月26日	PPG Paint(Tianjin) Co., Ltd ⁷ PPG涂料(天 津)有限公司	a) Jiangyin Litai (江阴利泰 装饰材料有 限公司); and b) Xu Youcai (徐友才)	Tianjin Haibin New District People's Court 天津市海 滨新区人 民法院	1,238,358
3	(2020)苏0213 执4846号 (Judgement Document:(2020) 苏0213民初 1308号)	3 November 2020 2020年11 月3日	Bank of China, Wuxi Branch 中国股份 有限公司无锡 分行	a) Jiangsu Haida Technology ² (江 苏海达科技集 团有限公司); b) Jiangyin East-China ⁴ (江	Jiangsu Wuxi Liangxi District People's Court 江苏省无锡 市梁溪区人 民法院	27,000,000

				阴东华铝材科技有限公司); c) Jiangyin Haida Caitu ³ (江阴海达彩图有限公司); d) Jiangyin Litai (江阴利泰装饰材料有限公司); e) Jiangyin Haida Te Zhong Ren Pi Co., Ltd (江阴海达特种人革有限公司); f) Jiangyin hong dao tou zi he huo qi ye (Co., Ltd) (江阴弘道投资合伙企业 (有限合伙)); and g) Jiangyin yong li xin bao zhuang cai liao Co., Ltd (江阴永利新型包装材料有限公司)		
4	(2020) 苏 0213 执 4847 号 (Judgement Document:(2020) 苏 0213 民初 875 号)	3 November 2020 2020 年 11 月 3 日	Bank of China, Wuxi Branch 中国银行股份有限公司无锡分行	a) Jiangsu Haida Technology ² (江苏海达科技集团有限公司); b) Jiangyin East-China ⁴ (江阴东华铝材科技有限公司); c) Jiangyin Haida Caitu ³ (江阴海达彩图有限公司); d) Jiangyin Litai (江阴利泰装饰材料有限公司); and e) Jiangyin Haida te zhong ren pi ge Co., Ltd (江阴海达特	Jiangsu Wuxi Liangxi District People's Court. 江苏省无锡市梁溪区人民法院	75,500,000

				种人革有限公司)		
5	(2020) 苏 0281 执 6172 号 (Judgement Document:(2019) 苏 0281 民初 16262 号)	22 September 2020 2020 年 9 月 22 日	Hangzhou Xiaoshan Jiangnan Iron Printing & Cans Manufacturing Co., Ltd 杭州萧山江南 印铁制罐有限 公司	a) Jiangyin Comat ¹ (江阴科 玛金属制品有限 公司); and b) Jiangyin Litai (江阴利泰装饰 材料有限公司)	Jiangyin People's Court 江阴市人民 法院	11,078,400
6	(2021) 浙 01 执 17 号 (Judgement Document:(2019) 浙 01 民初 4385 号)	5 January 2020 2020 年 1 月 5 日	Yu Hongxia 余红霞	a) Jiangyin Haida Caitu ³ (江阴海达彩图 有限公司); b) Jiangyin Litai (江阴利泰装饰 材料有限公司); c) Jiangyin East-China ⁴ (江 阴东华铝材科技 有限公司); d) Jiangyin Comat ¹ (江阴科 玛金属制品有限 公司); e) Jiangsu Haida Technology ² (江 苏海达科技集团 有限公司); f) Xu Youcai (徐 友才); and g) 8 other parties (赵红艳、江苏 徐丰投资合伙企 业、江阴艾文利 国际贸易有限公 司、徐强、江苏 和吉环保科技有限公司、吴纪 芳、江阴东华铝 业新型包装材料 有限公司、江阴 福奥特国际贸易 有限公司)	Hangzhou Intermediate People's Court 浙江省杭州 市中级人民 法院	63,770,836

7	(2021)苏 1204 执 83 号 (Judgement Document:(2020)苏 1204 民初 3627 号)	6 January 2021' 2021 年 1 月 6 日'	Taizhou Longxin Maozhan Co. Ltd ⁹ 泰州市隆鑫毛毡有限公司	Jiangyin Litai (江阴利泰装饰材料有限公司)	Taizhou Jiangyan District People's Court 泰州姜堰区人民法院	1,050,138
8	(2021) 苏 02 执 18 号 (Judgement Document : (2020) 苏 02 民初 123 号)	7 January 2021 2021 年 1 月 7 日	Industrial and Commercial Bank of China Limited (Jiangyin Sub-Branch) 中国工商银行股份有限公司 江阴支行	a) Jiangyin East-China ⁴ (江阴东华铝材科技有限公司); b) Jiangyin Comat ¹ (江阴科玛金属制品有限公司); c) Jiangyin Haida Caitu ³ (江阴海达彩图有限公司); d) Jiangsu Haida Technology ² (江苏海达科技集团有限公司); e) Jiangyin Litai (江阴利泰装饰材料有限公司); f) Xu Youcai (徐友才); and g) 7 other parties (徐强、徐珺、江阴东华铝业新型包装材料有限公司、江阴闽海仓储有限公司、胡秀珍、顾维明、邵庭贞)	Wuxi Intermediate People's Court 江苏省无锡市中级人民法院	135,422,064
9	(2021)苏 02 执 17 号	7 January 2021	Industrial and Commercial	a) Jiangyin East-China ⁴ (江	Wuxi Intermediate	232,809,664

	(Judgement Document : (2020)苏02民初480号)		Bank of China Limited (Jiangyin Sub-Branch) 中国工商银行股份有限公司 江阴支行	阴东华铝材科技有限公司); b) Jiangyin Comat ¹ (江阴科玛金属制品有限公司); c) Jiangyin Haida Caitu ³ (江阴海达彩图有限公司); d) Jiangsu Haida Technology ² (江苏海达科技集团有限公司); e) Jiangyin Litai (江阴利泰装饰材料有限公司); f) Xu Youcai (徐友才); and (g) 7 other parties (徐强、徐珺、江阴东华铝业新型包装材料有限公司、江阴闽海仓储有限公司、胡秀珍、顾维明、邵庭贞)	People's Court 江苏省无锡市中级人民法院	
10	(2021)豫1326执194号 (2020)豫1326民初2064号	11 January 2021 2021年1月11日	Henan Yulong Metal Products Co., Ltd ⁸ 河南裕龙金属制品有限公司	Jiangyin Litai (江阴利泰装饰材料有限公司)	Zhechuan County People's Court 浙川县人民法院	262,242
11	(2020)浙042执1403号 (Judgement Document: (2020)浙0421民初1760号)	26 August 2020	Akzo Nobel Paint (Jiaxing) Co., Ltd. ⁶ 阿克苏诺贝尔涂料嘉兴有限公司	Jiangyin Litai (江阴利泰装饰材料有限公司)	Jiashan People's Court 嘉善县人民法院	811,323
12	(2021)苏0281执1113号 (Judgement Document :	2 February 2021	Industrial and Commercial Bank of China Limited	a) Jiangyin East-China ⁴ (江阴东华铝材科技有限公司);	Wuxi Intermediate People's Court	93,571,320

	(2020) 苏 0281 民初 4439 号)		(Jiangyin Sub-Branch) 中国工商银行 股份有限公司 江阴支行	b) Jiangyin Comat ¹ (江阴科玛金属制品有限公司); c) Jiangyin Haida Caitu ³ (江阴海达彩图有限公司); d) Jiangsu Haida Technology ² (江苏海达科技集团有限公司); e) Jiangyin Litai (江阴利泰装饰材料有限公司); f) Xu Youcai (徐友才); and g) 6 other parties (徐强、徐珺、江阴东华铝业新型包装材料有限公司、江阴闽海仓储有限公司、顾维明、邵庭贞)	江苏省无锡市中级人民法院	
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Note:

- (1) Jiangyin Comat Metal Products Co., Ltd (“**Jiangyin Comat**”) is owned by Jiangsu Haida Technology (55%), Xu Qiang (20%) and Chen Huayong (25%).
- (2) Jiangyin Haida Technology Group Co., Ltd (“**Jiangyin Haida Technology**”) is owned by Mr Xu Youcai (58.7%) and Jiangyin Fu Aute International Co., Ltd (“**Fu Aute**”) (41.3%). Fu Aute is wholly owned by Mdm Hu Xiuzhen.
- (3) Jiangyin Haida Caitu Co., Ltd (“**Jiangyin Haida Caitu**”) is owned by Jiangsu Haida Technology (60%) and Mdm Hu Xiuzhen (40%).
- (4) Jiangyin East-China Co., Ltd (“**Jiangyin East-China**”) is owned by Jiangsu Haida Technology (70%), China Delta Limited (22%) and Forbury Investment Limited (8%).
- (5) China Delta Limited (substantially owned and controlled by Mr Xu Youcai) and Forbury Investment Limited (owned and controlled by former ED, Mr Guo Yun) owns 29.2% and 5.7% respectively of the shares of the Company.
- (6) Based on the accounting records of Jiangyin Litai, Akzo Nobel Paint (Jiaxin) Co., Ltd was a trade creditor of Jiangyin Litai as at 31 December 2020.
- (7) Based on accounting records of Jiangyin Litai, PPG Paint(Tianjin) Co., Ltd was a trade creditor of Jiangyin Litai as at 31 December 2020.
- (8) Based on accounting records of Jiangyin Litai, Henan Yulong Metal Products Co., Ltd was a trade creditor of Jiangyin Litai as at 31 December 2020.
- (9) Based on accounting records of Jiangyin Litai, Taizhou Longxin Maozhan Co., Ltd was a trade creditor of Jiangyin Litai as at 31 December 2020.

Course of Action

The Singapore Directors were not aware that Jiangyin Litai were embroiled in these legal matters prior to the search carried out by GFE, the Company is currently seeking legal advice in China to determine how the Company can best deal with the situation. In this regard, we have

been informed by GFE that there may be legal impediment for the Company to challenge the enforcement awards and that the course of action to take will depend on the facts of each case. Further, GFE also informed the Company that they will require substantial time and necessary authorisation from Jiangyin Litai to look into this.

The Board also wish to highlight that it is in the midst of changing legal representative of Jiangyin Litai. The Company will update its shareholders once this process has been completed. However, as the relationship between the Board and Mr Xu Youcai is getting increasingly strained, there is no guarantee that Mr Xu Youcai will be willing to relinquish his authority as a legal representative of Jiangyin Litai. Without Mr Xu Youcai being a willing participant to this exercise, the Company has been advised by GFE that the change of legal representative of Jiangyin Litai may be a protracted affair.

In light of the legal and enforcement actions against Jiangyin Litai, the Board will write in to SGX in due course to request for an extension of time to release its unaudited financial results for financial year ended 31 December 2020 and to hold its Annual General Meeting at a later date.

By order of the Board of
CHINA HAIDA LTD.

Lim Kok Meng
Company Secretary

26 February 2021