

SUBSTANTIAL SHAREHOLDERS

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So far as our Directors are aware, immediately following completion of the [●] and [●] (not taking into account of options which have been or may be granted under the Share Option Scheme), the following persons will have an interest or a short position in the Shares or underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or, who will, directly or indirectly, be interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of our Group:

Name	Capacity/Nature of interest	Number of Shares	Approximate percentage of shareholding
Kingever ⁽¹⁾	Beneficial owner	[90,294,662]	[23.27]%
Mr. Cui ⁽¹⁾	Interest in controlled corporation	[90,294,662]	[23.27]%
Wellahead ⁽²⁾	Beneficial owner	[28,082,525]	[7.24]%
Ms. Zhang ⁽²⁾	Interest in controlled corporation	[28,082,525]	[7.24]%

Notes:

1. Kingever is a company incorporated in the British Virgin Islands, and the entire issued share capital of which is beneficially owned by Mr. Cui.
2. Wellahead is a company incorporated in the British Virgin Islands, and the entire issued share capital of which is beneficially owned by Ms. Zhang.

Save as disclosed herein, our Directors are not aware of any person who will, immediately following completion of the [●] (taking no account of the Shares which may be taken up under the [●]), have an interest or a short position in Shares or underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, who will, directly or indirectly, be interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of our Group and are therefore regarded as substantial shareholders under the [●].

Save for the personal investments made by Mr. Cui set forth below, none of our [●] have business interest other than their interest in our business.

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Personal investments in businesses held by Mr. Cui

The following table sets out the entities held by Mr. Cui during the [●] and/or as at the [●] and their respective principal businesses:

Name of entity	Principal business	Interest held by Mr. Cui
Wujiang Zhouji Penzhi Co., Ltd. (吳江市洲際噴織有限公司)	Processing and weaving of chemical fibre fabrics and silk	100%
Suzhou Nongkai Bio-products Co., Ltd. (蘇州農凱生物製品有限公司)	Research and development and manufacture of biological products	87%
Huzhou Nanxun South Hotel (湖州南潯南方大酒店)	Hotel operation	5%

Such investments do not and will not compete with the business currently conducted by us. Our [●] (including Mr. Cui) have undertaken to us that they will not be engaged in any competing business, and particulars of these undertakings are set forth in the paragraphs under "Deed of Non-Competition" in this section of the document.

None of our [●] or Directors is interested in any business apart from the business operated by us which competes or is likely to compete, directly or indirectly, with our Group's business under Rule 8.10 of the [●].

DEED OF NON-COMPETITION

Mr. Cui has entered into a deed of non-competition (the "Non-competition Deed") in favor of the Company, pursuant to which Mr. Cui has undertaken to the Company (for itself and for the benefit of its subsidiaries) that he would not, and would procure that his associates (except any members of the Group) would not, during the restricted period set out below, directly or indirectly, either on his own account or in conjunction with or on behalf of any person, firm or company, among other things, carry on, participate or be interested or engaged in or acquire or hold (in each case whether as a shareholder, partner, agent, employee or otherwise) any business which is or may be in competition with the business of any member of our Group from time to time (the "Restricted Business"). Such non-competition undertaking does not apply where Mr. Cui has interests in the shares of a company whose shares are listed on a recognised stock exchange, provided that the total number of the shares held by any one of Mr. Cui and his associates does not exceed [10%] of the total issued shares of that class of the company in question and Mr. Cui and/or his associates are not entitled to appoint a majority of the directors of that company and at any time there should exist at least another shareholder of that company whose shareholdings in that company is more than the total number of shares held by Mr. Cui and his associates in aggregate.

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Under the Non-competition Deed, Mr. Cui further undertakes to the Company that:

- (a) Mr. Cui shall allow, and shall procure that the relevant associates (excluding us) allow, the independent non-executive Directors to review, at least on an annual basis, the compliance with the terms of the Non-competition Deed;
- (b) Mr. Cui shall provide all information necessary for the annual review by the independent non-executive Directors to determine whether the terms of the Non-competition Deed are complied with and enforced;
- (c) the Company shall disclose decisions on matters reviewed by the independent non-executive Directors relating to the compliance and enforcement the terms of the Non-competition Deed either through the [●], or by way of announcement to the public; and
- (d) Mr. Cui shall provide to the Company with a confirmation annually for inclusion by the Company in its [●], in respect of their compliance with the terms of the Non-competition Deed.

The "restricted period" stated in the Non-competition Deed refers to the period during which (i) the Shares of the Company remain listed on the [●]; (ii) in relation to Mr. Cui or his associate holds an equity interest in the Company; and (iii) Mr. Cui or his associates jointly or severally are entitled to exercise or control the exercise of not less than [10%] in aggregate of the voting rights at general meetings of the Company.

CONTROLLING SHAREHOLDERS

According to the [●], as at the [●], our Company had no [●].