

Indicative Announcement on the Internal Transfer of Certain Stock

*Indicative Announcement on the Internal Transfer of Certain Stocks by Agreement
between the Actual Controller and his Party Acting in Concert and the Change in Equity*

ID No.	330425*****
Domicile	*****Tongxiang City, Jiaxing, Zhejiang Province
Whether having the right of permanent residence in other countries/regions	None

(II) Basic information on the transferee

Enterprise Name	Huayou Holding Group Co., Ltd.
Enterprise Type	Limited liability company
Legal Representative	Chen Xuehua
Registered Capital	RMB 70,092,039.94
Unified Social Credit Code	913304837964928985
Establishment Date	December 19, 2006
Registered Address	Room 103, Building 6, 288 Development Avenue, Tongxiang Economic Development Zone, Tongxiang City, Jiaxing, Zhejiang Province
Business Scope	General items: holding company services; equity investment; investment activities utilizing its own funds; sale of electronic special materials; sale of metal ores; sale of non-ferrous metal alloys; sale of metal materials (With the business license, business activities can be carried out independently according to the law, except for items subject to approval by law). Licensing items: import and export of goods; import and export of technology (For items subject to approval by law, business activities can be carried out only after such approval)

to all rights and interests in respect of the bonus stocks, dividends, and conversion of the capital reserve into capital stock arising during the transition period. The aforesaid bonus stocks, dividends and conversion of capital reserve into capital stock shall be subject to the relevant resolutions of the Board of Directors of the subject listed company as well as its general meeting of shareholders.

(II) Price for this transfer

The Parties have agreed on a transfer price of RMB 37.50 per stock, resulting in a total price of RMB 1,031,306,812.50 for this transfer.

(III) Transaction process

The Parties have agreed that following the execution of the Agreement, the Transferor or his designated party shall apply to the Shanghai Stock Exchange in a timely manner to complete the formalities relating to the confirmation of compliance concerning this transfer of stocks.

The Parties have agreed that, upon obtaining the confirmation of compliance from the Shanghai Stock Exchange, the Transferor or his designated party shall, in a timely manner, apply with China Securities Depository and Clearing Corporation Limited Shanghai Branch and other authorities for the registration of the transfer of stocks under the Agreement, so as to enable the Transferee to be legally registered as the owner of the subject stocks, along with all rights and interests thereunder.

The Transferor and the Transferee shall perform their respective tax obligations in accordance with the law. Each Party shall bear and pay the taxes and charges imposed by relevant agencies that arise from the execution and performance of the Agreement in accordance with the law.

(IV) Amendments and termination of the Agreement

Any amendments or termination of the Agreement shall be made in writing. Furthermore, any amendment or modification of the Agreement forms an integral part of the Agreement.

In the event that either Party's performance of obligations under the Agreement

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