

OTHER INFORMATION

PLEDGE OF SHARES BY THE CONTROLLING SHAREHOLDER

Share pledge agreement

The Company has been advised that on 31 January 2007, Aswell Group Limited ("Aswell"), a controlling shareholder (as defined under the Listing Rules) of the Company and a limited liability company wholly-owned by Mr. LIM Wa, an executive director of the Company, entered into a share pledge agreement (the "Share Pledge Agreement") with The Bank of Communications Co., Ltd., Tianjin Branch (the "Bank of Communications").

Pursuant to the Share Pledge Agreement, Aswell has agreed to pledge 192,000,000 Shares (representing approximately 24 per cent. of the issued Shares) out of 468,200,000 Shares held by it in favour of the Bank of Communications. The Share Pledge Agreement has been entered into as part of the security to secure a bank loan in the maximum amount of RMB80,000,000 granted by Bank of Communications to China Force Oils & Grains (Tianjin) Industry Co., Ltd., a wholly-owned subsidiary of the Company, for the period commencing from 28 March 2006 to 30 April 2007.

Deed of Share Charge

The Company has been advised that on 29 March 2007, Aswell Group Limited ("Aswell"), a controlling shareholder (as defined under the Listing Rules) of the Company and a limited liability company wholly-owned by Mr. LIM Wa, an executive director of the Company, entered into a deed of share charge (the "Deed of Share Charge") with The Agricultural Bank of China Tianjin Port Free Trade Zone Branch (the "Agricultural Bank of China").

Pursuant to the Deed of Share Charge, Aswell has agreed to charge to the Agricultural Bank of China, by way of first fixed charge, 238,000,000 Shares (representing approximately 29.8 per cent. of the issued shares of the Company) out of the 468,200,000 Shares held by it. The Deed of Share Charge has been entered into as a continuing security for the general banking facilities of up to RMB74,000,000 granted by the Agricultural Bank of China to China Force Oils & Grains (Tianjin) Industry Co., Ltd., a wholly-owned subsidiary of the Company, under three separate loan agreements dated 28 April 2006, 19 May 2006 and 28 June 2006, respectively, each for a term of one year.