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## FUTURE PLANS

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### NO MATERIAL ADVERSE CHANGE

Our Directors confirm that there has been no material adverse change in our financial or trading position since June 30, 2009, the date of our latest audited consolidated statements of financial position.

### DISCLOSURE REQUIRED UNDER THE LISTING RULES

Our Directors confirm that, as at the latest practicable date, there were no circumstances that would give rise to a disclosure requirement under Listing Rules 13.13 to 13.19.

### Future Plans and Prospects

#### Future Plans

In order to meet the fast growing demand for our product products, we plan to further expand our production capacity through the construction of new production facilities. We are currently constructing eight cement production lines with a total annual production capacity of 7.5 million tons in Fengkai, Shangsi, Fuchuan and Shantou, four additional clinker production lines with a total annual production capacity of 6.2 million tons in Fengkai, Shangsi and Fuchuan; and 6 concrete batching plants with a total annual production capacity of 3.6 million cubic meters in various towns of Guangdong and Guangxi. For these existing construction projects, our Company expects: (i) four cement production lines in Fengkai and Fuchuan will be completed in March 2010; (ii) four cement production lines in Shangsi and Shantou will be completed in September 2009; and (iii) three clinker production lines in Fengkai and Fuchuan will be completed in March 2010 and one other clinker production line will be completed in Shangsi in September 2009. We are currently constructing six concrete batching plants with a total annual production capacity of 3.6 million cubic meters. Our Company intends to construct six additional cement production lines with a total annual production capacity of 5.7 million tons and four additional clinker production lines with a total annual production capacity of 6.1 million tons in Fengkai, Tianyang and Wuxuan, and four additional concrete batching lines with a total annual production capacity of 2.4 million cubic meters in different areas of Guangdong, Guangxi and Hainan. It normally takes 12-18 months to construct a cement/clinker production line and 6-12 months to construct a concrete batching plant. In addition, it normally takes 1-3 months for cement and clinker production lines and 1-2 months for concrete batching plants to ramp up to full operation. Trial run of our production lines normally commence as soon as construction is completed and usually takes 1-3 months.