
FORWARD-LOOKING STATEMENTS

We have included in this Prospectus forward-looking statements. Statements that are not historical facts, including statements about our intentions, beliefs, expectations or predictions for the future, are forward-looking statements.

These forward-looking statements include, without limitation, statements relating to:

- our operations and business prospects;
- general economic conditions of the domestic and global economy;
- any changes in the regulatory policies of the PRC Government and other relevant government authorities relating to the coal mining equipment manufacturing industry and our business;
- the effects of competition on the coal mining equipment manufacturing industry and our business;
- changes in pricing for our products;
- changes in the availability of, or new requirements for, financing;
- changes in regulations and restrictions;
- our ability to expand and manage our business and to introduce new products and services;
- changes in political, economic, legal and social conditions in China, including the PRC Government's specific policies with respect to economic growth, inflation and foreign exchange;
- changes in restrictions on foreign currency convertibility and remittance abroad;
- fluctuations in exchange rates and interest rates;
- our ability to implement our business strategy, plans, objectives and goals;
- our dividend policy;
- certain statements in the section headed "Financial Information" in this Prospectus with respect to trends in prices, volumes, operations, margins, overall market trends, risk management and exchange rates; and
- other statements in this Prospectus that are not historical fact.

In some cases, we use the words "aim", "anticipate", "believe", "continue", "could", "expect", "going forward", "intend", "ought to", "may", "plan", "potential", "predict", "project", "seek", "should", "will", "would" and similar expressions to identify forward-looking statements.

These forward-looking statements are based on current plans and speak only as of the date they are made. We undertake no obligation to update or revise any forward-looking statement in light of new information, future events or otherwise. Forward-looking statements involve inherent risks and uncertainties and are subject to assumptions, some of which are beyond our control. Additional

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factors that could cause actual results, performance or achievements to differ materially include, but are not limited to, those discussed under the section headed “Risk Factors” in this Prospectus and elsewhere in this Prospectus.

Due to these risks, uncertainties and assumptions, the forward-looking events and circumstances discussed in this Prospectus might not occur in the way we expect, or at all. Accordingly, you should not place undue reliance on any forward-looking information. All forward-looking statements contained in this Prospectus are qualified by reference to this cautionary statement.