GREEN LEADER HOLDINGS GROUP LIMITED
綠領控股集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 61)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2017

The board (the "Board") of directors (the "Directors") of Green Leader Holdings Group Limited (the "Company", together with its subsidiaries as the "Group") is pleased to announce the audited results of the Group for the year ended 31 December 2017 together with the comparative figures for the corresponding year in 2016 as follows:

HIGHLIGHTS

Financial Highlights

	For the year ended 31 December		
	2017	2016	Change
Revenue *(HK$'000)*	**514,909**	197,765	+160%
Gross profit/(loss) *(HK$'000)*	**140,897**	(27,947)	–
Profit for the year *(HK$'000)*	**512,564**	191,198	+168%
Profit attributable to owners of the Company *(HK$'000)*	**94,108**	107,605	-13%

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2017

	Notes	2017 HK$'000	2016 HK$'000
Revenue	4	**514,909**	197,765
Cost of sales and services rendered		**(374,012)**	(225,712)
Gross profit/(loss)		**140,897**	(27,947)
Other operating income	4	**50,624**	11,741
Selling and distribution expenses		**(5,485)**	(3,349)
Administrative and other operating expenses		**(348,926)**	(174,064)
Change in fair value of derivative component of convertible loan notes		**(52,429)**	126,851
Loss on redemption of convertible loan notes		**–**	(4,181)
Loss on redemption of promissory notes		**–**	(126)
Reversal of impairment loss in respect of mining rights, net		**1,111,806**	561,984
Reversal of impairment loss in respect of property, plant and equipment, net		**180,034**	91,813
Finance costs	5	**(323,441)**	(272,652)
Profit before taxation	6	**753,080**	310,070
Income tax expense	7	**(240,516)**	(118,872)
Profit for the year		**512,564**	191,198
Attributable to:			
Owners of the Company		**94,108**	107,605
Non-controlling interests		**418,456**	83,593
		512,564	191,198
			(Restated)
Earnings per share			
Basic *(HK cents)*	9	**1.29**	3.14
Diluted *(HK cents)*	9	**1.13**	1.75

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2017

	2017	2016
	HK$'000	*HK$'000*
Profit for the year	**512,564**	191,198
Other comprehensive income/(expense) for the year		
Items that may be subsequently reclassified to profit or loss:		
Exchange difference on translation of foreign operations:		
– Exchange difference arising during the year	**208,110**	(148,950)
– Reclassification adjustments relating to foreign operations disposed of in the year	**(7,863)**	–
Other comprehensive income/(expense) for the year	**200,247**	(148,950)
Total comprehensive income for the year	**712,811**	42,248
Total comprehensive income/(expense) attributable to:		
Owners of the Company	**165,144**	51,867
Non-controlling interests	**547,667**	(9,619)
	712,811	42,248

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2017

	Notes	**2017** **HK$'000**	2016 *HK$'000*
Non-current assets			
Property, plant and equipment		**1,829,128**	1,437,291
Mining rights		**9,492,873**	7,944,075
Intangible assets		**14,569**	–
Goodwill		**–**	–
Deposits paid for acquisition of land use right		**38,522**	–
Deposits paid for acquisition of property, plant and equipment		**38,289**	22,440
		11,413,381	9,403,806
Current assets			
Inventories		**4,277**	4,676
Trade receivables	*10*	**7,685**	33,438
Prepayments, deposits and other receivables		**206,265**	162,317
Amount due from a related company		**9**	9
Amount due from a director		**–**	66
Bank balances and cash		**118,218**	36,943
		336,454	237,449
Current liabilities			
Trade payables	*11*	**6,411**	14,978
Other payables		**889,659**	860,661
Amounts due to related companies		**212,508**	344,157
Amount due to a non-controlling interest holder		**4,615,030**	3,902,503
Other borrowings		**–**	40,007
Obligation under finance leases		**8,307**	10,199
Liabilities component of convertible loan notes		**408,292**	–
Derivative component of convertible loan notes		**223,857**	67,594
Promissory notes		**–**	–
Income tax liabilities		**1,946**	8,376
		6,366,010	5,248,475
Net current liabilities		**(6,029,556)**	(5,011,026)
Total assets less current liabilities		**5,383,825**	4,392,780

	2017	2016
	HK$'000	*HK$'000*
Capital and reserves		
Share capital	**729,675**	729,675
Reserves	**(1,410,673)**	(1,583,747)
Equity attributable to owners of the Company	**(680,998)**	(854,072)
Non-controlling interests	**3,483,554**	2,935,887
Total equity	**2,802,556**	2,081,815
Non-current liabilities		
Amount due to a non-controlling interest holder	**–**	25,712
Provision for restoration, rehabilitation and environmental costs	**74,927**	66,682
Liabilities component of convertible bonds	**294,231**	370,998
Obligation under finance leases	**45,252**	52,147
Deferred tax liability	**2,166,859**	1,795,426
	2,581,269	2,310,965
	5,383,825	4,392,780

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2017

1. GENERAL

Green Leader Holdings Group Limited (formly known as North Asia Resources Holdings Limited) (the "Company", together with its subsidiaries as the "Group") is incorporated in Bermuda as an exempted company with limited liability. The shares of the Company are listed on the main broad of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The addresses of the registered office of the Company is Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda and the principal place of business of the Company in Hong Kong is Units 2001-2, 20/F., Li Po Chun Chambers, 189 Des Voeux Road Central, Hong Kong.

The consolidated financial statements are presented in Hong Kong dollars ("HK$"), which is also the functional currency of the Company. The directors of the Company (the "Directors") consider HK$ is the appropriate presentation currency for the users of the Group's financial statements. The functional currency of the Company's major subsidiaries in the People's Republic of China ("PRC") are in Renminbi ("RMB").

The principal activity of the Company is investment holding and provision of finance and treasury services to the Group. During the year, the Group was principally engaged in (i) the development of cassava cultivation and deep processing business for the related ecological cycle industry chain; (ii) coal exploration and development (mining operation), sales of coking coal and the provision of coal trading logistics services; and (iii) the provision of system integration services and software solutions.

As at 31 December 2017, the Group had net current liabilities of approximately HK$6,029,556,000. The directors are of the opinion that the Group will have sufficient working capital to meet its financial obligations as and when they fall due for the next twelve months from 31 December 2017 after taking into consideration the following:

i) as at 31 December 2017, included in the current liabilities of the Group was derivative component of convertible loan notes of approximately HK$223,857,000 which represented the fair value of options entitling the holders to convert the convertible loan notes into ordinary shares of the Company before the maturity dates of the convertible loan notes and the early redemption option. Such derivative component of convertible loan notes shall not in itself result in any cash outflow for the Group;

ii) subsequent to 31 December 2017, approximately HK$211,315,000 of other payables had already confirmed that they shall not demand immediate settlement due by the Group before 1 July 2019;

iii) subsequent to 31 December 2017, the Group's non-controlling interest holder had confirmed that the certain amount due by the Group of approximately HK$4,533,733,000 are extended for not less than one year from the original dates on which they are falling due; and

iv) further financing can be obtained by the Group when necessary and internal funds shall be generated from the Group's operations.

Accordingly, the Directors are of the opinion that it is appropriate to prepare the consolidated financial statements on a going concern basis. If adequate finance is not available, the Group may be unable to meet its obligations as and when they fall due in the foreseeable future. Should the Group be unable to continue to operate as a going concern, adjustments would have to be made to write down the value of assets to their recoverable amounts, to provide for further liabilities which might arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively. The effects of these adjustments have not been reflected in the consolidated financial statements.

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

The Group has applied the following amendments to Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA") for the first time in the current year.

Amendments to HKAS 7	Disclosure Initiative
Amendments to HKAS 12	Recognition of Deferred Tax Assets for Unrealised Losses
Amendments to HKFRS 12	As part of the Annual Improvements to HKFRSs 2014-2016 Cycle

The application of the amendments to HKFRSs in the current year has had no material impact on the Group's financial performance and positions for the current and prior years and/or on the disclosures set out in these consolidated financial statements. However, additional disclosures has been included to satisfy the new disclosure requirements introduced by the amendments to HKAS 7 Disclosure Initiative, which requires entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities, including both changes arising from cash flows and non-cash changes. The Group has not applied any new standard or interpretation that is not yet effective to the current accounting period.

3. SEGMENT INFORMATION

The Group's operating segments, based on information reported to the Board (being the chief operating decision maker ("CODM")) for the purpose of resources allocation and performance assessment are as follows:

Cassava starch operation	–	Provision of cultivation and processing of cassava starch for sale
Mining operation	–	Geological survey, exploration and development of coal deposits (mining operation), and selling of coking coal
Coal operation	–	Provision of coal trading and logistics services
Systems integration services and software solutions	–	Provision of information technology products, systems integration, technology service, software development and solution

The management of the Group monitors the operating results of its business units separately for the purposes of making decisions on resource allocation and performance assessment. Segment performance is evaluated based on the operating profit or loss which in certain respects, as explained in the table below, is measured differently from the operating profit or loss in the consolidated statement of profit or loss. The Company's financing and income taxes are managed on a group basis and are not allocated to the operating segments.

For the purposes of monitoring segment performance and allocating resources between segments, the CODM also reviews the segment assets and segment liabilities.

Segments revenues and results

The following is an analysis of the Group's revenues and results by reportable and operating segments.

	Systems integration services and software solutions		Mining operation		Coal operation		Cassava starch operation		Total	
	2017	2016	**2017**	2016	**2017**	2016	**2017**	2016	**2017**	2016
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
For the year ended 31 December										
REVENUE										
Sales to external customers	**63,063**	94,912	**381,766**	93,225	**–**	–	**70,080**	9,628	**514,909**	197,765
RESULTS										
Segment profit/(loss)	**5,452**	357	**1,137,642**	489,273	**(156)**	(156)	**(14,137)**	3,163	**1,128,801**	492,637
Unallocated income									**42,514**	128,761
Unallocated expenses									**(94,794)**	(38,676)
Finance costs									**(323,441)**	(272,652)
Profit before taxation									**753,080**	310,070

The accounting policies of the reportable and operating segments are the same as the Group's accounting policies. Segment profit/(loss) represents the profit/(loss) from each segment without allocation of central administrative expenses, directors' and chief executive's emoluments, change in fair value of derivative component of convertible loan notes, loss on redemption of convertible loan notes, loss on redemption of promissory notes, certain other income and finance costs. This is the measure reported to CODM for the purposes of resource allocation and performance assessment.

Segments assets and liabilities

The following is an analysis of the Group's assets and liabilities by reportable and operating segments.

Segment assets

	2017	2016
	HK$'000	*HK$'000*
Systems integration services and software solutions	**10,413**	40,554
Mining operation	**11,438,235**	9,535,331
Coal operation	**17**	41
Cassava starch operation	**171,662**	27,618
Total segment assets	**11,620,327**	9,603,544
Unallocated	**129,508**	37,711
Consolidated total assets	**11,749,835**	9,641,255

Segment liabilities

	2017 *HK$'000*	2016 *HK$'000*
Systems integration services and software solutions	**5,800**	45,440
Mining operation	**5,821,683**	5,121,446
Coal operation	**57,549**	54,301
Cassava starch operation	**3,059**	7,309
Total segment liabilities	**5,888,091**	5,228,496
Unallocated	**3,059,188**	2,330,944
Consolidated total liabilities	**8,947,279**	7,559,440

For the purposes of monitoring segment performances and allocating resources between segments:

– all assets are allocated to reportable segments other than certain property, plant and equipment, certain prepayments, deposits and other receivables, amount due from a director, bank balances and cash, and assets jointly used by reportable segments.

– all liabilities are allocated to reportable segments other than certain other payables, certain amounts due to related companies, other borrowings, derivative component of convertible loan notes, liabilities component of convertible loan notes, income tax liabilities, deferred tax liability and liabilities jointly liable by reportable segments.

Geographical information

The Group's operations are located in Hong Kong, elsewhere in PRC and Kingdom of Cambodia ("Cambodia").

The Group's revenue from external customers is presented based on the location of the operation. Information about the Group's non-current assets is presented based on the geographical locations of the assets.

	Hong Kong		Elsewhere in the PRC		Cambodia		Consolidated	
	2017	2016	**2017**	2016	**2017**	2016	**2017**	2016
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Segment revenue								
Revenue from external customers	**–**	–	**444,829**	188,137	**70,080**	9,628	**514,909**	197,765
Non-current assets	**822**	349	**11,353,646**	9,403,457	**58,913**	–	**11,413,381**	9,403,806

Revenue from major products and services

The following is an analysis of the Group's revenue from its major products and services:

	2017	2016
	HK$'000	*HK$'000*
Sale of automatic teller machines and computer products	**63,063**	20,271
Sale of mining products	**381,766**	93,225
Sale of cassava starch	**70,080**	9,628
Rendering of computer technology services	**–**	74,641
	514,909	197,765

Information about major customers

Revenue from customers of the corresponding years contributing over 10% of the total sales of the Group is as follows:

	2017	2016
	HK$'000	*HK$'000*
Customer A[1]	**N/A[4]**	50,058
Customer B[2]	**N/A[4]**	23,370
Customer C[2]	**N/A[4]**	22,176
Customer D[2]	**191,797**	N/A[4]
Customer E[2]	**63,944**	N/A[4]
Customer F[3]	**66,506**	N/A[4]

1 *Revenue from systems integration services and software solutions products.*

2 *Revenue from mining operation.*

3 *Revenue from cassava starch.*

4 *The corresponding revenue did not contribute over 10% of the total revenue of the Group in the respective year.*

4. REVENUE AND OTHER OPERATING INCOME

Revenue represents invoiced value of goods sold and services rendered, net of discounts allowed and sales taxes where applicable. Revenues recognised during the year are as follows:

	2017	2016
	HK$'000	*HK$'000*
Revenue		
Sale of goods	**514,909**	123,124
Rendering of services	**–**	74,641
	514,909	197,765
Other operating income		
Gain on disposal of property, plant and equipment	**–**	452
Gain on disposal of subsidiaries	**41,874**	–
Interest income	**640**	169
Net foreign exchange gains	**–**	1,740
Impairment loss reversed in respect of trade receivable	**–**	8,733
Sundry income	**7**	83
Government grant *(note)*	**–**	564
Waiver of other payables	**8,103**	–
	50,624	11,741

Notes:

Pursuant to the notices issued by the relevant government authorities, certain PRC subsidiaries of the Company were entitled to enjoy subsidies for provision of specialised information technology services. There is no further condition that the Group is required to fulfill.

5. FINANCE COSTS

	2017	2016
	HK$'000	*HK$'000*
Interest expenses on borrowings wholly repayable within five years:		
– effective interest expenses on convertible loan notes	**55,260**	134,144
– promissory notes	**–**	5,598
– other borrowings	**1,472**	3,027
– finance lease	**10,642**	11,885
– amount due to a related company	**–**	482
– amount due to a non-controlling interest holder	**367,703**	321,709
Total borrowing costs	**435,077**	476,845
Less: amounts capitalised in construction in progress	**(114,573)**	(207,876)
Imputed interest for provision for restoration, rehabilitation and environmental costs	**2,937**	3,683
	323,441	272,652

6. PROFIT BEFORE TAXATION

	2017	2016
	HK$'000	*HK$'000*
Profit before taxation has been arrived at after charging:		
Auditor's remuneration	**1,280**	1,510
Amortisation of mining rights included in cost of sales	**186,208**	94,882
Amortisation of intangible assets	**343**	–
Depreciation of property, plant and equipment	**45,343**	42,920
Impairment loss recognised in respect of trade receivables	**16,739**	–

7. INCOME TAX EXPENSE

	2017	2016
	HK$'000	*HK$'000*
Current tax:		
PRC Enterprise Income Tax (the "EIT")	**9,267**	1,449
Cambodia profits tax	**(1,792)**	646
Deferred tax		
Current year	**233,041**	116,777
Income tax expense	**240,516**	118,872

(i) Pursuant to the rules and regulations of Bermuda, Samoa and the British Virgin Islands (the "BVI"), the Group is not subject to any income tax in Bermuda, Samoa and the BVI.

(ii) No provisions for Hong Kong Profits Tax have been made for subsidiaries established in Hong Kong as these subsidiaries did not have any assessable profits subject to Hong Kong Profits Tax for both years.

(iii) Profits of the subsidiaries established in the PRC are subject to PRC EIT.

Under the Law of the PRC on EIT (the "EIT Law") and Implementation Regulation of EIT Law, the tax rate of the PRC subsidiaries is 25% for both years.

(iv) Under the Law of the Cambodia, the tax rate of the Cambodia Subsidiaries is 20% for both years.

8. DIVIDENDS

No dividend was paid or proposed during both years ended 31 December 2017 and 2016, nor has any dividend been proposed since the end of the reporting period.

9. EARNINGS PER SHARE

The calculation of the basic and diluted earning per share attributable to the owners of the Company for the year is based on the following data:

	2017 *HK$'000*	2016 *HK$'000* (Restated)
Earnings		
Profit for the year attributable to the owners of the Company for the purpose of basic earnings per share	**94,108**	107,605
Effect of dilutive potential ordinary shares:		
Interest on convertible loan notes	**37,294**	114,696
Change in fair value of derivative component of convertible loan notes	**(42,095)**	(126,849)
Earnings for the purpose of diluted earnings per share	**89,307**	95,452
		(Restated)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	**7,296,746,300**	3,428,561,937
Effect of dilutive potential ordinary shares:		
Convertible loan notes	**598,715,720**	2,029,125,714
Weighted average number of ordinary shares for the purpose of diluted earnings per share	**7,895,462,020**	5,457,687,651

The weighted average number of ordinary shares for the purpose of basic earnings per share has been retrospectively adjusted for the share consolidation on 28 August 2017.

For the years ended 31 December 2017 and 2016, the computation of diluted earnings per share does not assume the exercise of the Company's share options as the exercise prices of the share options are higher than the average market price of the shares.

The calculation of diluted earnings per share for the year ended 31 December 2017 does not assume the conversion of the convertible loan notes issued in 2017 since its conversion would result in an anti-dilutive effect on earnings per share.

10. TRADE RECEIVABLES

	2017 *HK$'000*	2016 *HK$'000*
Trade receivables	**26,201**	47,736
Less: Allowance for impairment of trade receivables	**(18,516)**	(14,298)
	7,685	33,438

The Group normally grants to its customers credit periods ranging from 30 days to 180 days which are subject to periodic review by management.

The ageing analysis of the trade receivables, net of impairment losses recognised, based on the invoice dates which approximated the respective revenue recognition dates at the end of the reporting period was as follows:

	2017 *HK$'000*	2016 *HK$'000*
Within 90 days	**–**	17,649
91 days to 180 days	**6,533**	10,304
181 days to 365 days	**1,025**	3,211
Over 365 days	**127**	2,274
	7,685	33,438

11. TRADE PAYABLES

	2017 *HK$'000*	2016 *HK$'000*
Trade payables:		
– third parties	**6,411**	14,653
– a non-controlling interest holder	**–**	325
	6,411	14,978

The ageing analysis of the trade payables based on the invoiced dates at the end of the reporting period was as follows:

	2017 *HK$'000*	2016 *HK$'000*
Within 90 days	**–**	8,093
91 days to 180 days	**–**	1,945
181 days to 365 days	**1,778**	707
Over 365 days	**4,633**	4,233
	6,411	14,978

The average credit period on purchases of goods is 90 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

12. COMMITMENTS

At the end of the reporting period, the Group had the following commitments:

(a) Commitments under operating leases

The Group as lessee

The Group's leases certain of its office premises and staff quarters under operating lease arrangements. Leases for properties are negotiated for a term ranging from two years to three years and rentals are fixed.

At the end of the reporting period, the Group had commitments for future minimum lease payments under non-cancellable operating leases which fall due as follows:

	2017	2016
	HK$'000	*HK$'000*
Land and buildings:		
– within one year	**6,650**	9,784
– in the second to fifth year inclusive	**2,435**	4,152
– over fifth year	**160**	–
	9,245	13,936

(b) Other capital commitments

	2017	2016
	HK$'000	*HK$'000*
Contracted but not provided for in respect of:		
– acquisition of property, plant and equipment	**331,903**	313,879

EXTRACT OF INDEPENDENT AUDITOR'S REPORT

Disclaimer of opinion

We do not express an opinion on the consolidated financial statements of the Group. Because of the significance of the matters described in the basis for disclaimer of opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements. In all other respects, in our opinion the consolidated financial statements have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

Basis for disclaimer of opinion

Scope limitation – Opening balances and corresponding figures

The predecessor auditor, who was engaged to audit the consolidated financial statements of the Group for the year ended 31 December 2016 (the "Predecessor Auditor"), had issued its report dated 30 March 2017 which expressed a disclaimer of opinion due to various limitations in evidence available to it. These limitations include:

(i) uncertainties about the Group's ability to continue as a going concern; and

(ii) the Predecessor Auditor's inability to obtain sufficient reliable evidence to satisfy itself as to certain of those assumptions and basis as adopted in the valuation reports and technical reports in relation to the mining operations of the Group (the "Valuations"). As a result, the Predecessor Auditor was unable to be satisfied about the Group's impairment losses and reversal of impairment losses in respect of mining rights and property, plant and equipment which belonged to the Group's mining operations for the year ended 31 December 2016 and the carrying amounts of the mining rights and property, plant and equipment as at 31 December 2016.

Since opening balances of assets and liabilities of the Group enter into the determination of the financial performance and cash flows of the Group for the year ended 31 December 2017, we were unable to determine whether adjustments might have been necessary in respect of the financial performance of the Group for the year ended 31 December 2017 reported in the consolidated statement of profit or loss and consolidated statement of profit or loss and other comprehensive income and the net cash flows from or used in operating activities for the year ended 31 December 2017 reported in the consolidated statement of cash flows.

In addition, as any adjustments that would be required may have consequential significant effects on the assets and liabilities of the Group as at 31 December 2016 and its results and cash flows for the year ended 31 December 2016 presented as comparative figures in the consolidated financial statements, we were unable to determine the possible effects of these matters on the comparability of the current year's figures and the comparative figures presented in the consolidated financial statements.

Scope limitation – Uncertainties relating to going concern

As set out in Note 1 to the consolidated financial statements, the Group had net current liabilities of approximately HK$6,029,556,000 as at 31 December 2017. The consolidated financial statements of the Group have been prepared by the directors of the Company on a going concern basis, the validity of which depends on the ongoing external facilities available to the Group and the internal funds generated by the Group. We are unable to verify the availability of such future financing. If these ongoing facilities and internal funds are not forthcoming, the Group would be unable to meet its financial obligations as and when they fall due, which might cast a significant doubt on the Group's ability to continue as a going concern. Accordingly, we disclaim our opinion in this respect.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Review of Results

Revenue

For the year ended 31 December 2017, the Group recorded a revenue of approximately HK$514,909,000 (2016: HK$197,765,000), representing a significant year-over-year ("YOY") growth of approximately HK$317,144,000 or 160%. This was mainly due to the significant increase in sales of coking coal from the mining operation of approximately HK$93,225,000 to approximately HK$381,766,000, mainly contributed by Fuchang Mine, one of the Group's mines, which started commerical operation from November 2017. For the year of 2017, the cassava starch operation in Kingdom of Cambodia ("Cambodia"), which was started in late 2016, contributed a revenue of approximately HK$70,080,000 (2016: HK$9,628,000)

Gross profit

For the year ended 31 December 2017, the Group recorded a gross profit of approximately HK$140,897,000 with a gross profit ratio of 27%, while a gross loss of approximately HK$27,947,000 was recorded for the corresponding year of 2016. The turnaround to a gross profit was in line with the significant increase in revenue, mainly contributed by the mining operation with a higher gross profit ratio of 31%.

Other operating income

Other operating income for the year ended 31 December 2017 was approximately HK$50,624,000 (2016: HK$11,741,000), including a gain on the disposal of the entire issued share capital of an indirect wholly-owned subsidiary of the Company (Topasia Computer Limited) in June 2017 of approximately HK$41,874,000, details of which were disclosed in the Company's announcement dated 21 June 2017.

Administrative and other operating expenses

Administrative and other operating expenses for the year ended 31 December 2017 was approximately HK$348,926,000 (2016: HK$174,064,000), which was in line with the increase in revenue, particularly for the mining operation. Moreover, more expenses were incurred for the new business in cassava starch operation in Cambodia. Out of the total administrative and other operating expenses, total staff costs (included director's emoluments) amounted to approximately HK$70,172,000 which including the share-based payment-expense of HK$8,780,000 (2016: HK$8,229,000), depreciation approximately HK$31,891,000 (2016: HK$36,675,000).

Net reversal of impairment loss in respect of mining rights, and property, plant and equipment ("PPE")

For the year ended 31 December 2017, net reversal of impairment loss in respect of mining rights, PPE was approximately HK$1,111,806,000 (2016: HK$561,984,000) and HK$180,034,000 (2016: HK$91,813,000) respectively. This was the result of increase in estimated value in use amount of the Group's five coal mines located in Shanxi, the People's Republic of China ("PRC"), mainly due to increase in the expected coal price adopted for an independent valuation report as at 31 December 2017. For more details regarding the valuation of coal mines, please refer to the section headed "Valuation of coal mines" stated later.

Finance costs

Finance costs mainly consists of interest expenses on borrowings from a non-controlling interest holder, convertible borrowings and finance lease. Interest expenses on borrowings relating to construction in progress for coal mines are capitalized to the extent that they are directly attributable and used to finance the project. Finance costs were calculated from total borrowing costs less interest expenses capitalized.

For the year ended 31 December 2017, finance costs amounted to approximately HK$323,441,000 (2016: HK$272,652,000), increasing by approximately HK$50,789,000 resulting from the decrease in interest expenses capitalized and partially offset by the decrease in total borrowing costs. Interest expenses capitalized over the years decreased by HK$93,303,000 to HK$114,573,000 as Fuchang Mine started its commercial operation from November 2017 and the whole year interest expenses incurred to finance this coal mine were not capitalised. Total borrowing costs over the years decreased by HK$41,768,000 to HK$435,077,000, mainly due to conversion of convertible borrowings of approximately HK$1 billion into capital in December 2016.

Profit for the year

Profit for the year ended 31 December 2017 was approximately HK$512,564,000 (2016: HK$191,198,000), representing a significant YOY growth of approximately HK$321,366,000 or 168%. This was mainly attributable to the combined effects of the factors as stated above.

Profit attributable to owners of the Company

For the year ended 31 December 2017, profit attributable to owners of the Company was approximately HK$94,108,000 (2016: HK$107,605,000), mainly due to that a decrease in the change in fair value of derivative component of convertible borrowings of approximately HK$52,429,000 was recorded for year 2017 while a gain of approximately HK$126,851,000 was generated for year 2016.

Valuation of coal mines

The significant increase in fair value of coal mines as at 31 December 2017 was mainly due to the expected increase in coal price. Greater China Appraisal Limited ("Greater China"), an independent qualified professional valuer, estimated the fair value of the coal mining business based on income approach using a discount rate of 15.78% (31 December 2016: 14.98%) and expected coal price of RMB780 per tonne (31 December 2016: RMB700 per tonne) based on information obtained from Shanxi. The major reason for the increase in the coal price was due to the volatility of business cycle on coal market in the PRC.

The operation of the Group's mines with exception of Fuchang Mine were further delayed due to the notice request of rectification measures issued by the related authorities in May 2017. Please refer to Business Review section for details.

Greater China has consistently applied the income approach for the valuation of coal mines as at 31 December 2015, 31 December 2016 and 31 December 2017 (the "Reporting Periods"). The key assumptions and parameters in the valuation of coal mines as at the Reporting Periods are set out as below:

	Reporting Periods		
	31 December 2017	31 December 2016	31 December 2015
Methodology	**Income Approach**	Income Approach	Income Approach
Key Assumptions			
1. Production Schedule			
– Operation Starting Date			
Bolong Mine	**Second quarter of 2018**	Fourth quarter of 2017	Second quarter of 2017
Fuchang Mine	**Operating**	Second quarter of 2017	Second quarter of 2017
Jinxin Mine	**Second quarter of 2018**	Fourth quarter of 2017	Second quarter of 2017
Liaoyuan Mine	**Second quarter of 2018**	Fourth quarter of 2017	Second quarter of 2017
Xinfeng Mine	**First quarter of 2019**	First quarter of 2018	Third quarter of 2017

	Reporting Periods		
	31 December 2017	31 December 2016	31 December 2015
Methodology	**Income Approach**	Income Approach	Income Approach
2. Coal Price (per tonne)	**RMB780**	RMB700	RMB680
3. Discount Rate (Post-tax)	**15.78%**	14.98%	15.84%
4. Mine Operating Costs, Capital Expenditures and Production schedule (Annual Production)	**Based on technical report issued by John T. Boyd ("JT Boyd") in 2017**	**Based on technical report issued by JT Boyd in 2017**	Based on technical report issued by JY Boyd in 2012
5. Allowable annual working days	**276 days**	276 days	330 days

Note: As shown in the above table, the primary change in valuation assumption would be the rise in prevailing coal price (which is dominant factor for the rise in valuation) and delay in mines' commercial operation schedule. There was no change in valuation methodology in those valuations. For discount rate, calculation of weighted average cost of capital is based on market participant's data which are varied daily due to new information and changing market expectation every day.

FINAL DIVIDEND

Directors do not recommend the payment of a final dividend for the year ended 31 December 2017 (2016: nil).

BUSINESS REVIEW

Overview

Since 2016, the Group has been focusing on (i) developing sustainable and easier marketed industries and products; (ii) improving the business of the Group through investing in entity enterprises and financial investment service business; and (iii) producing its own brand products, establishing its food and bio-ecological industry chain based in Cambodia via the cassava operation, which including production and sale of edible starch, industrial starch. In addition, the Group will continue to extend its products to alcohol and fuel ethanol, gradually shift its development direction and strategy into building a global enterprise featuring green, environmental friendly, recycling, and sustainability.

The Group has (i) put a great effect on the development of deep processing business on cassava as raw materials into food and bio-ecological products, thereby expanding and increasing market share of such business in worldwide; (ii) disposed part of the Group's system integration and software solution business for focusing on the new business; (iii) strived for resumption of the construction works for the Group's coal mines located in Shanxi Province, PRC which had been suspended by the relevant PRC authorities; and (iv) made fund raising for the operation of business.

COAL MINING BUSINESS

During the year 2017, Fuchang Mine has completed the rectification procedures, obtained the official approval and commenced commercial operation since November 2017. In respect of the other four coal mines of the Group, on 23 May 2017, Taiyuan Municipal Coal Industry Bureau issued《關於全市煤礦立即停產停建進行整頓的緊急通知》(the Notice on Immediate Citywide Suspension of Production and Construction of Coal Mines for Rectification*, the "Notice"), ordering a complete citywide suspension of production and construction of coal mines for rectification from 23 May 2017 to 12 June 2017. As a result, the reconstruction and improvement works of the Group's coal mines and their schedule to commence commercial operation had been delayed, the relevant authorities are conducting inspection on the rectification measures stipulated in the notices issued in January 2015 and January 2016 respectively, while the implementation of rectification measures stipulated in the Notice is underway.

Due to the uncertainty on timing of completion of rectification measures and inspection on rectification measures by relevant authorities for mines, under the best estimation of the management of the Group, the schedule of the respective mines are set out below:

	Expected date of the commencement of operation
Liaoyuen Mine	May 2018
Jinxin Mine	May 2018
Xinfeng Mine	January 2019
Bolong Mine	June 2018

The Board will continue to use its best endeavours to satisfy the conditions set forth by the relevant PRC authorities with an aim to resuming the construction and development work of the Group's mining sites located in Shanxi Province as soon as possible. We will keep Shareholders updated for the development as and when appropriate.

Resources and Reserves of Mines

The mines and projects owned by the Group have significant coal reserves and resources under the JORC Code (2012 Edition). According to the Competent Person's Report from JT Boyd dated February 2017, the total aggregate proved and probable recoverable reserves of coal in Liaoyuan mine was approximately 7.91 Mt, the total aggregate proved and probable recoverable reserves of coal in Jinxin mine was approximately 3.60 Mt, the total aggregate proved and probable recoverable reserves of coal in Xinfeng mine was approximately 7.52 Mt, the total aggregate proved and probable recoverable reserves of coal in Bolong mine was approximately 21.86 Mt and the total aggregate proved and probable recoverable reserves of coal in Fuchang mine was approximately 5.15 Mt.

The summary of JORC Mineral Resources and Reserves is as follow:

	MINING RIGHT AREAS											
	In-Place Resource (Mt)				Recoverable Reserves (Mt)				Marketable Reserves (Mt)			
Mine	Measured	Indicated	Inferred	Total	Proved	Probable	Total	Processing Yield %	Proved	Probable	Total	% of Reserves
Bolong	17.94	20.66	–	38.6	10.54	11.32	21.86	93	9.79	10.52	20.31	48
Fuchang	6.94	2.31	–	9.25	4.05	1.10	5.15	92	3.73	1.02	4.75	11
Jinxin	2.09	4.78	0.44	7.31	1.16	2.44	3.60	95	1.10	2.33	3.43	8
Liaoyuan	9.07	6.57	2.53	18.17	4.42	3.49	7.91	94	4.14	3.30	7.44	17
Xinfeng	6.59	6.53	–	13.12	4.14	3.38	7.52	93	3.84	3.12	6.96	16
Total	42.63	40.85	2.97	86.45	24.31	21.73	46.04		22.60	20.29	42.89	100

The reserves and resources table was compiled by the technical advisors from JT Boyd. Their identities and qualifications detail could be found in the Company's 2017 Annual Report which will be despatched before the end of April 2018.

CASSAVA BUSINESS

Development of cassava-based agricultural and processing business

The Group has been prudent in agro-related business development in 2017. The Group is acquiring the transfer and/or assign of the valid and enforceable contractual rights to process and to be conferred with the certificate of the economic land concession (the "ELC") over the land located at Pursat Province, Cambodia and grant the plantation rights, being exclusively to use, possess and occupy the ELC to carry out plantation and other agro-industrial activities. Meanwhile, the Group is further acquiring the freehold land located at Pursat Province, Cambodia (with permanent use right). Upon completion, the Group will be in possession of land with an aggregate area of approximately 43,000 hectares in Cambodia.

The Group has completed the cultivation of 500 hectares of cassava as of the end of 2017 and together with the newly planted cassava and that of 2016 amounting to approximately 2,000 hectares. The fresh cassava can be processed into cassava starch and other cassava by-products through cassava starch processing plants.

In consideration of the Group's strategy of constructing processing plants throughout Cambodia, the Group has completed its market research in identifying locations of approximately 600,000 hectares of farmland situated in various provinces of Cambodia to produce approximately 14 million tonnes of fresh cassava per annum.

The agricultural and processing sector generated revenue of HK$70,080,000 from the sales of cassava starch in 2017.

DISPOSAL OF PART OF SYSTEM INTEGRATION AND SOFTWARE SOLUTION BUSINESS

As disclosed in the announcement dated 21 June 2017, the Group ceased to hold any interest in Topasia Computer Limited as a conditional sale and purchase agreement had been entered in relation to the disposal of the Sale Shares and the Sale Loan by the Vendor to the Purchaser in accordance with the terms of the said agreement. On 27 June 2017, the Disposal was completed.

FUND RAISING ACTIVITY – ISSUANCE OF CONVERTIBLE BONDS

As disclosed in the announcement dated 27 June 2017, the Company issued US$50,000,000 Convertible Bonds in 3 years with an interest of 6.5% per annum. Based on the initial conversion price of HK$0.327 (adjusted) per conversion share, a maximum of 1,192,660,550 conversion shares (adjusted) will be allotted and issued upon exercise of the conversion rights attached to the convertible bonds in full. The abovesaid transaction was completed on 10 July 2017.

CAPITAL REORGANISATION

Reference was made to the circular dated 28 July 2017 and the announcement dated 25 August 2017 in relation to, among others, the Capital Reorganisation. Unless the context requires otherwise, capitalised terms used herein shall bear the same meanings as defined.

The Capital Reorganisation has become effective on 28 August 2017. As at 28 August 2017, there were 7,296,746,300 New Shares in issue which are fully paid or credited as fully paid and the authorised share capital of the Company had been increased to HK$2,000,000,000 divided into 20,000,000,000 shares of HK$0.10 each.

Since the Capital Reorganisation caused adjustments to the exercise prices of the Options and the conversion price of the Convertible Bonds and the number of New Shares to be issued under the outstanding Options pursuant to the terms and conditions of the Options and under the terms and conditions of the share option scheme of the Company granting such Options and the number of conversion Shares to be issued upon conversion of the Convertible Bonds, the adjustments could be referred to the announcement dated 5 September 2017.

CHANGE OF COMPANY NAME, STOCK SHORT NAME, COMPANY WEBSITE AND LOGO

Reference was made to the announcement dated 19 October 2017, the Company's English name had been changed from "North Asia Resources Holdings Limited" to "Green Leader Holdings Group Limited" and its secondary name in Chinese has been changed from "北亞資源控股有限公司" to "綠領控股集團有限公司" with effect from 1 September 2017.

Since 24 October 2017, the stock short name for trading in the shares of the Company on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") had been changed from "NORTH ASIA RES" to "GREEN LEADER" in English and from "北亞資源" to "綠領控股" in Chinese.

With effect from 24 October 2017, the website of the Company had been changed from "www.northasiaresources.com" to "www.greenleader.hk". And pursuant to the change of the Company name, the Company had also adopted a new logo.

ENVIRONMENTAL, SOCIAL AND CORPORATE RESPONSIBILITY

As a responsible corporation, the Group is committed to maintaining a higher environmental and social standards to ensure sustainable development of its business. The Group has complied with all relevant laws and regulations in relation to its business including health and safety, workplace conditions, employment and the environment. The Group understands a better future depends on everyone's participation and contribution. It has encouraged employees, customers, suppliers and other stakeholders to participate in environmental and social activities which benefit the community as a whole. The Group maintains strong relationships with its employees, has enhanced cooperation with its suppliers and has provided high quality products and services to its customers so as to ensure sustainable development.

The Environmental, Social and Governance Report conducted by a professional third party for year 2017 will be published separately in compliance with the requirements of the Listing Rules.

OUTLOOK

Given the transformation of the Group's additional business focus and direction, the Group has changed the Company's name in 2017, "Green Leader Holdings Group Limited", to signifies the Group's vision for long-term growth and profitability in the agro-related development sector based on a socially and environmentally sustainable path.

The ongoing comprehensive strategic cooperation between China and Cambodia is robust to accelerate the effective alignment of the China-proposed Belt and Road Initiative and China's 13th Five-Year Plan with Cambodia's national development strategy and Industrial Development Policy (2015-2025). Premier Li Keqiang of China concluded his visit to Cambodia for the second Mekong-Lancang Cooperation Leaders' Meeting forum in January 2018 that China will continue to support Cambodia's efforts to develop its economy, improve people's livelihood and safeguard stability. It includes the promoting development of infrastructure, telecommunication, agriculture, biology and healthcare in Lancang-Mekong countries and contributing to their economic, social and cultural advancement. In particular, China welcomes Cambodian agricultural products that meet China's inspection and guarantee standards and consumers' demand to enter China (i.e. cassava starch products). The management of the Company is optimistic and confident of the Group's agricultural development shall align with the current and future national strategies to create mutual benefit in China and Cambodia.

The Group aims to invest cassava-based starch processing plants across various provinces in Cambodia. Fresh cassava can be purchased with local farmers within a close proximity of the sites to secure a sufficient supply of mass production for cassava starch and can also maximize production efficiency and minimize transportation cost.

To further extend the development business plan related to modern agriculture, the Group have come to develop operational module system, of which each operational module shall be aligned with standardized deep processing plants based on the number of cultivated products. This is a recycled and sustainable production chain model, which will be highly standardized, modernized and integrated. Standardized management will facilitate the replication of future modules through operational module system.

The combo of operational module system can provide a seamless integration to cultivate and produce industrialized products through modularized land, mechanized agriculture, standardized management, processing plants at sites and industrial production recycling.

Cassava is the main raw material in each operational module. Cassava can produce edible starch and industrial starch, biofuel ethanol, carbon dioxide, biomass pellet, organic fertilizer and organic feeds. All products are eco-friendly, and to the best of the knowledge of the management, all products are in huge demand to the targeted off-takers in both local and adjacent countries, which can bring steady income streams for the Group.

Towards 2018, the Group aims to seek for suitable sites for constructing processing plants with an annual production capacity of 100,000 tonnes for cassava starch in various provinces in Cambodia.

LIQUIDITY AND FINANCIAL RESOURCES

Total Equity

As at 31 December 2017, the Group recorded total assets of approximately HK$11,749,835,000 (2016: HK$9,641,255,000), which were financed by total liabilities of approximately HK$8,947,279,000 (2016: HK$7,559,440,000) and total equity of approximately HK$2,802,556,000 (2016: HK$2,081,815,000).

Gearing

As at 31 December 2017, the Group's gearing ratio as computed as the Group's other borrowings, promissory notes, liabilities component of convertible loan notes and obligation under finance lease over total equity was approximately 27% (2016: 23%).

Liquidity

The Group had total cash and bank balances of approximately HK$118,218,000 as at 31 December 2017 (2016: HK$36,943,000). The Group did not have any bank borrowings for both years.

CHARGE ON ASSETS

Share charges of entire issued share capital of several subsidiaries of the Company, charges over the shares and the convertible bonds of the Company owned by China OEPC Limited, charge on accounts receivables to be owed to the Company and land charges over certain lands in Cambodia acquired or to be acquired by the Group have been created for securing the US$50,000,000 Convertible Bonds. For details, please refer to the announcement of the Company dated 27 June 2017.

TREASURY POLICIES

The Group generally financed its operations with internally generated resources and funds from equity and/or debt financing activities. All financing methods will be considered so long as such methods are beneficial to the Company. Bank deposits are in Hong Kong dollars ("HK$"), Renminbi ("RMB"), United States dollars ("US$") and Cambodian dollars ("KHR").

CONTINGENT LIABILITY AND CAPITAL COMMITMENTS

The Group had no material contingent liability as at 31 December 2017 and as at 31 December 2016.

The Group had capital commitments for the acquisition of property, plant and equipment which were contracted but not provided for as at 31 December 2017 of approximately HK$331,903,000 (2016: HK$313,879,000).

FOREIGN EXCHANGE EXPOSURE

For the year ended 31 December 2017, the Group earned revenue in RMB and US$ and incurred costs in HK$, RMB, US$ and KHR. Although the Group currently does not have any foreign currency hedging policy, it does not foresee any significant currency exposure in the near future. However, any permanent or significant change in RMB against HK$, may have possible impact on the Group's results and financial positions.

EMPLOYEE AND REMUNERATION POLICIES

As at 31 December 2017, the Group employed approximately 657 full time employees in Hong Kong, Cambodia and the PRC. The Group remunerates its employees based on their performance, working experience and the prevailing market price. Other employee benefits include mandatory provident fund, insurance and medical coverage and training programs and share option scheme.

PURCHASE, SALE AND REDEMPTION OF SHARES

Neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the year.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors, the Company has maintained sufficient public float of not less than 25% of the Company's total issued share capital as required under the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") throughout the year ended 31 December 2017 and as at the date of this announcement.

AUDIT COMMITTEE AND REVIEW OF FINANCIAL STATEMENTS

The Company established an audit committee (the "Audit Committee") on 12 June 1999 with clear written terms of reference. And the terms of reference of Audit Committee had been revised on 14 December 2015 and became effective from 1 January 2016.

For the year ended 31 December 2017 and as at the date of this announcement, the Audit Committee comprised three members, all of whom were Independent non-Executive Directors. The composition of the Audit Committee as at the date of this announcement was Ms. Leung Yin Fai (chairman of the Audit Committee), Mr. Leung Po Wing, Bowen Joseph *GBS, JP* and Mr. Zhou Chunsheng. Ms. Leung Yin Fai, the chairman of the Audit Committee is a member of the Hong Kong Institute of Certified Public Accountants, CPA Australia and the Association of Chartered Certified Accountants. None of the members is a partner or former partner of Crowe Horwath (HK) CPA Limited, the Company's external auditor.

The Audit Committee meets at least twice a year to review (i) the annual and interim results and the accompanying auditor's reports, (ii) the accounting policies and practices adopted by the Company, and (iii) the financial, risk management and internal control systems of the Company.

The Audit Committee had reviewed the Group's audited consolidated financial statements for the year ended 31 December 2017, including the disclaimer opinion in the auditor's report thereon, and had submitted its views to the Board.

SCOPE OF WORK OF CROWE HORWATH (HK) CPA LIMITED

The figures in respect of the Company's consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31 December 2017 as set out in the preliminary announcement have been agreed by the Company's auditor, Crowe Horwath (HK) CPA Limited, to the amounts set out in the Company's audited consolidated financial statements for the year ended 31 December 2017. The work performed by Crowe Horwath (HK) CPA Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by Crowe Horwath (HK) CPA Limited on the preliminary announcement.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

Throughout the year ended 31 December 2017, the Company has complied with the code provisions and recommended best practices of the Corporate Governance Code and Corporate Governance Report (the "Code") set out in Appendix 14 of the Listing Rules. The Board will continue to review and monitor the Company's corporate governance practices to ensure compliance with the Code.

The Directors acknowledge their responsibility for the preparation of the financial statements of the Company and that the financial statements are prepared in accordance with statutory requirements and applicable accounting standards. It is also the responsibility of the Directors to ensure the timely publication of the financial statements of the Company. During the year, the management has provided sufficient explanation and information to the Board to enable it to make an informed assessment of the financial and other information put before it for approval including the monthly updates on the Company's performance, position and prospects.

MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Model Code for Securities Transactions by Directors of Listed Issuer (the "Model Code") set out in Appendix 10 of the Listing Rules has been adopted as the code for Directors' securities transaction for the Company. After having made specific enquiry of all the Directors, each of the Directors confirmed that he had complied with the Model Code for the year ended 31 December 2017.

PUBLICATION OF THE RESULTS AND ANNUAL REPORT

This announcement can also be accessed on both the Stock Exchange's and the Company's website via http://www.hkex.com.hk and http://www.greenleader.hk. The 2017 Annual Report of the Company, which contains the detailed results and other information of the Company pursuant to Appendix 16 of the Listing Rules, will be despatched to shareholders and published on the Stock Exchange's website and the Company's website within the prescribed period.

By the order of the Board of
Green Leader Holdings Group Limited
Mr. Zhang Sanhuo
Chairman

Hong Kong, 31 March 2018

As at the date of this announcement, Mr. Zhang Sanhuo, Mr. Huang Boqi and Mr. Tse Michael Nam are the executive Directors, Mr. Zou Chengjian is the non-executive Director and Ms. Leung Yin Fai, Mr. Leung Po Wing, Bowen Joseph GBS, JP and Mr. Zhou Chunsheng are the independent non-executive Directors.

* *For identification purposes only*