SHARE CAPITAL

OVERVIEW

Immediately Before the [REDACTED]

As of the Latest Practicable Date, the issued share capital of our Company was RMB111,956,523, comprising 111,956,523 Unlisted Shares with a nominal value of RMB1.00 each.

Upon the Completion of the [REDACTED]

Immediately following the completion of the [REDACTED] and the [REDACTED] of Unlisted Shares into H Shares, the share capital of our Company will be as follows:

Assuming the [REDACTED] is not exercised:

Description of Shares	Number of Shares	% of the total issued share capital of our Company
H Shares to be [REDACTED] from Unlisted Shares(1)	[REDACTED]	[REDACTED]
H Shares to be issued under the [REDACTED]	[REDACTED]	[REDACTED]
Total	**[REDACTED]**	**100%**

Assuming the [REDACTED] is exercised in full:

Description of Shares	Number of Shares	% of the total issued share capital of our Company
H Shares to be [REDACTED] from Unlisted Shares(1)	[REDACTED]	[REDACTED]
H Shares to be issued under the [REDACTED]	[REDACTED]	[REDACTED]
Total	**[REDACTED]**	**100%**

Note: (1) Following the completion of the [REDACTED], all [REDACTED] Unlisted Shares held by our existing Shareholders will be [REDACTED] into H Shares on a [REDACTED] basis and [REDACTED] on the Stock Exchange for [REDACTED]. Filing of such [REDACTED] of Unlisted Shares into H shares has been completed with the CSRC on [•]. For details of the identities of the Shareholders whose Shares will be [REDACTED] into H Shares upon the [REDACTED], see "History and Development — Our Capitalization" in this document.

SHARES OF OUR COMPANY

Upon completion of the [REDACTED], the share capital of our Company will consist of H Shares only. The H Shares in issue following the completion of the [REDACTED] are ordinary Shares in the share capital of our Company. The H Shares generally may not be subscribed for by, or traded between, legal or natural persons of the PRC, apart from certain qualified domestic institutional investors in the PRC, the qualified PRC investors under the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect, and other persons who are entitled to hold the H Shares pursuant to relevant PRC laws and regulations or upon approval by any competent authorities.

All dividends in respect of the H Shares are to be declared in RMB and paid by our Company in Hong Kong dollars or RMB, whereas all dividends for Unlisted Shares will be paid in RMB. Other than cash, dividends could also be paid in the form of Shares or a combination of cash and Shares.

[REDACTED] OF UNLISTED SHARES INTO H SHARES

If any of the Unlisted Shares are to be [REDACTED], [REDACTED] and [REDACTED] as H Shares on the Stock Exchange, such [REDACTED], [REDACTED] and [REDACTED] will need the filing of the relevant PRC regulatory authorities, including the CSRC, and the approval of the Stock Exchange.

Pursuant to the filing notice of the CSRC dated [•], [REDACTED] Unlisted Shares will be [REDACTED] to H Shares on a [REDACTED] basis and be [REDACTED] for [REDACTED] on the Stock Exchange upon completion of the [REDACTED].

Listing Review and Filing with the CSRC

In accordance with the Overseas Listing Trial Measures and related guidelines, H-share listed companies shall file with the CSRC for the [REDACTED] of Unlisted Shares into H shares for listing and circulation on the Hong Kong Stock Exchange. An unlisted domestic joint stock company may file for "full circulation" when applying for an overseas initial public offering.

Our Company has applied for a "full circulation" filing when applying for an overseas listing filing with the CSRC on [•], and submitted the filing reports, authorization documents of the Shareholders of Unlisted Shares for which an H-share "full circulation" filing was applied, undertaking about the compliance of share acquisition and other documents in accordance with the requirements of the CSRC. Our Company has received the filing notice from the CSRC dated [•] in relation to the filing of the overseas listing and "full circulation," pursuant to which:

(i) our Company was approved to issue no more than [REDACTED] H Shares with a nominal value of RMB1.00 each, which are all ordinary shares, and upon this issuance our Company may be [REDACTED] on the Main Board of the Stock Exchange;

(ii) a total of [REDACTED] Unlisted Shares (with a nominal value of RMB1.00 each) held by existing Shareholders of the Company (the "**Full Circulation Participating Shareholders**") were approved to be [REDACTED] into H Shares, and the relevant Shares may be [REDACTED] on the Stock Exchange upon completion of the conversion.

Where the [REDACTED] cannot be completed within one year upon receipt of the filing notice, and our Company will continue to conduct overseas listing and global offering after that, it shall update the filing materials, and the CSRC will update the public filing information accordingly.

[REDACTED] Approval by the Stock Exchange

We have applied to the [REDACTED] for the granting of [REDACTED] of, and permission to [REDACTED], our H Shares to be issued pursuant to the [REDACTED] and the H Shares to be [REDACTED] from [REDACTED] Unlisted Shares on the Stock Exchange, which is subject to the approval by the Stock Exchange.

We will perform the following procedures for the [REDACTED] of Unlisted Shares into H Shares after receiving the approval of the Stock Exchange: (i) giving instructions to our [REDACTED] regarding relevant share certificates of the [REDACTED] H Shares; and (ii) enabling the [REDACTED] H Shares to be accepted as eligible securities by [REDACTED] for deposit, clearance and settlement in the [REDACTED].

RESTRICTION ON TRANSFER OF SHARES ISSUED PRIOR TO THE [REDACTED]

The PRC Company Law provides that in relation to the public share offering of a company, the shares of the company which have been issued prior to the offering shall not be transferred within one year from the date of the listing. Accordingly, Shares issued by our Company prior to the [REDACTED] shall be subject to this statutory restriction and shall not be transferred for a period of one year from the [REDACTED].

The Company will work with the Domestic Securities Company to be engaged by the Company to restrict the [REDACTED] of the H Shares [REDACTED] from unlisted Shares technically within one year after the [REDACTED]. In the unlikely event that any Full Circulation Participating Shareholders trades their H Shares during such restriction period, as advised by the PRC Legal Advisors, there will be no administrative penalty on the Company under the PRC laws and regulations but there is risk that the underlying agreement for the transfer of such H Shares may be declared void pursuant to the Civil Code of the People's Republic of China.

Pursuant to the PRC Company Law, transferred by our Directors and members of the senior management each year during their term of office shall not exceed 25% of their total respective shareholdings in the Company. The Shares that the aforementioned persons held in the Company cannot be transferred within one year from the date on which the shares are listed and traded, nor within half a year after they leave their positions in the Company. The Articles of Association may contain other restrictions on the transfer of our Shares held by our Directors and members of senior management, a summary of which is set out in "Appendix III — Summary of Articles of Association" in this document.

SHAREHOLDERS' GENERAL MEETINGS

For details of circumstances under which our general Shareholders' meeting required, see "Appendix III — Summary of the Articles of Association" in this document.