

FORWARD-LOOKING STATEMENTS

Our forward-looking statements have been based on assumptions and factors concerning future events that may prove to be inaccurate. Those assumptions and factors are based on information currently available to us about the businesses that we operate. The risks, uncertainties, and other factors, many of which are beyond our control, that could influence our actual results include, but are not limited to:

- our business and operating strategies and our ability to implement such strategies;
- our operations and business prospects;
- the future competitive environment of the industry in and the PRC in which we operate and our target markets;
- our ability to develop and manage our operations and business;
- our capital expenditure programs and future capital requirements;
- our ability to control costs;
- our dividend policy;
- technological breakthrough in relation to the production of pearlescent pigment products and synthetic mica;
- changes to regulatory and operating conditions in the industry and geographical markets in which we operate;
- the general economic trend in the PRC and our target markets; and
- all other risks and uncertainties described in the section headed “Risk Factors” in this document

The words “anticipate”, “believe”, “could”, “expect”, “going forward”, “intend”, “may”, “plan”, “seek”, “will”, “would”, and similar expressions, as they relate to us, in particular, in the sections headed “Business” and “Financial Information” in this document, are intended to identify a number of these forward-looking statements. These statements are based on numerous assumptions regarding our present and future business strategy and the environment in which we will operate in the future. They reflect the current views of our management with respect to future events and are subject to certain risks, uncertainties and assumptions, including the risk factors described in this document. Subject to the requirements of applicable laws, rules and regulations, we do not have any obligation to update or otherwise revise the forward-looking statements in this document, whether as a result of new information, future events or otherwise. Hence, should one or more of these risks or uncertainties materialise, or should underlying assumptions prove to be incorrect, our business and financial condition and operating results could be adversely affected and could vary materially from those described herein as anticipated, believed, or expected. Accordingly, such statements are not a guarantee of future performance and you should not place undue reliance on such forward-looking information. All forward-looking statements contained in this document are qualified by reference to the cautionary statements set forth in this section.