
CONTINUING CONNECTED TRANSACTIONS

OVERVIEW

Upon [REDACTED], certain transactions between us and our connected persons, which are entered into in our ordinary course of business, will constitute continuing connected transactions of our Company under Chapter 14A of the Listing Rules.

OUR CONNECTED PERSONS

Pursuant to Chapter 14A of the Listing Rules, our Directors, Supervisors, substantial shareholders and chief executive, any persons who were Directors within 12 months preceding the [REDACTED], directors, supervisors and chief executives of our subsidiaries (other than the insignificant subsidiaries) and any of their respective associates are connected persons of our Company.

FULLY EXEMPT CONTINUING CONNECTED TRANSACTIONS

During the Track Record Period, our Group entered into a number of continuing connected transactions including

- (i) the warehouse rental agreement between Shenyang Xinchang and Shenyang Jinyinong Grain Trade Co., Ltd. (瀋陽金一農糧食貿易有限公司) (“**Shenyang Jinyinong**”), pursuant to which Shenyang Jinyinong agrees to provide warehouse rental services to Shenyang Xinchang. Shenyang Jinyinong is wholly owned by Mr. Guo Yang (郭陽), a nephew of Ms. Zhao (our executive Director), and therefore constitute a connected person of the Company;
- (ii) the paddy drying services agreement between Shenyang Xinchang and Shenyang Jinyinong, pursuant to which Shenyang Jinyinong agrees to provide paddy drying services to Shenyang Xinchang; and
- (iii) certain of our Directors and/or their associates, from time to time, procure rice products from our major subsidiaries Shenyang Xinchang and Wuchang Caiqiao.

The aforementioned transactions are made in the ordinary and usual course of our business and are expected to continue after the [REDACTED], therefore constituting continuing connected transactions of our Company under Chapter 14A of the Listing Rules. As the highest applicable percentage ratios for the aforementioned transactions for the purpose of Chapter 14A of the Listing Rules will be less than 0.1% on an annual basis, each of such transactions will constitute a de minimis continuing connected transaction of our Company that will be fully exempt from reporting, annual review, announcement and independent Shareholders’ approval requirements under Chapter 14A of the Listing Rules.

Our Directors (including our independent non-executive Directors) are of the view that the continuing connected transactions as set out above have been and will be entered into in our ordinary course of business and on normal commercial terms, and are fair and reasonable and in the interest of the Company and the Shareholders as a whole.