

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



GLOBAL BIO-CHEM TECHNOLOGY GROUP COMPANY LIMITED
大成生化科技集團有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 00809)

CONTINUING CONNECTED TRANSACTIONS

**NEW MASTER SUPPLY AGREEMENT FOR
THE PROCUREMENT OF CORN KERNELS
AND
NEW MASTER SALES AGREEMENT FOR
THE SALE OF CORN STARCH AND OTHER PRODUCTS**

NEW MASTER AGREEMENTS

Reference is made to the announcement of the Company dated 12 September 2018 and the circular of the Company dated 25 October 2018, in relation to among others, (i) the Existing Master Supply Agreement entered into between the Company and Nongtou, in relation to the supply of corn kernels by the Nongtou Group to the Group; and (ii) the Existing Master Sales Agreement entered into between the Company and Nongtou, in relation to the supply of Corn Starch and Other Products by the Group to the Nongtou Group.

On 27 November 2020, the Company and the Nongtou Subsidiaries entered into (i) the New Master Supply Agreement in relation to the supply of corn kernels by the Nongtou Subsidiaries Group to the Group on an ongoing basis; and (ii) the New Master Sales Agreement in relation to the supply of Corn Starch and Other Products by the Group to the Nongtou Subsidiaries Group on an ongoing basis, both for a fixed period of three years.

Upon the New Master Supply Agreement Effective Date and the New Master Sales Agreement Effective Date, the Existing Master Supply Agreement and the Existing Master Sales Agreement shall respectively be terminated contemporaneously.

IMPLICATIONS UNDER THE LISTING RULES

As at the date of this announcement, each of the Nongtou Subsidiaries is wholly-owned by Nongtou and Nongtou is interested in approximately 35.2 % of the entire issued share capital of the Company through its control in 吉林省現代農業產業投資基金 (Jilin Province Modern Agricultural Industry Investment Fund*), which indirectly holds the entire issued share capital of Modern Agricultural. As such, each of the Nongtou Subsidiaries is a connected person of the Company. Accordingly, the transactions contemplated under the New Master Supply Agreement and the New Master Sales Agreement constitute continuing connected transactions for the Company under Chapter 14A of the Listing Rules.

Since the annual caps under the New Master Supply Agreement and the New Master Sales Agreement for each of the three years ending 31 December 2023 are expected to represent more than 5% for one or more of the applicable percentage ratios under the Listing Rules or are expected to exceed HK\$10,000,000 each, the continuing connected transactions contemplated under the New Master Supply Agreement and the New Master Sales Agreement and their respective annual caps therefor are subject to the reporting, announcement and the Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

GENERAL

An EGM will be held for the Independent Shareholders to consider, and if thought fit, approve the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps at the EGM.

The IBC comprising all the independent non-executive Directors has been established to advise the Independent Shareholders as to whether the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps are on normal commercial terms and in the ordinary and usual course of business of the Group, are fair and reasonable and in the interests of the Company and the Shareholders as a whole. An IFA will be appointed by the Company to advise the IBC and the Independent Shareholders in this regard.

A circular including, among other information, (i) a letter from the Board containing further information on the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps; (ii) a letter from an IFA containing its advice in connection with the aforesaid; (iii) recommendations of the IBC to the Independent Shareholders; and (iv) a notice convening the EGM, will be despatched to the Shareholders on or before 11 December 2020.

NEW MASTER SUPPLY AGREEMENT

Date: 27 November 2020

- Parties:
- (1) the Company (for itself and on behalf of its subsidiaries from time to time) as purchaser
 - (2) the Nongtou Subsidiaries (for themselves and on behalf of their respective subsidiaries from time to time) as suppliers

Pursuant to the New Master Supply Agreement, the Company (for itself and on behalf of its subsidiaries from time to time) appointed the Nongtou Subsidiaries Group as its suppliers for corn kernels and the Nongtou Subsidiaries (for themselves and on behalf of their respective subsidiaries from time to time) agreed to supply corn kernels to the Group. The New Master Supply Agreement shall become effective from the New Master Supply Agreement Effective Date and expiring on 31 December 2023 with the right of either party to effect an earlier termination by giving to the other not less than three months' written notice.

Pursuant to the New Master Supply Agreement, members of the Group shall enter into purchase orders or sales contracts with members of the Nongtou Subsidiaries Group from time to time during the term of the New Master Supply Agreement for the purposes of confirming the purchase of corn kernels by the relevant members of the Group. Such purchase orders or sales contracts shall specify the detailed terms of such purchase, including but not limited to the form of delivery, payment and remittance time and method, quality warranties and inspection, and the respective rights and obligations of each party, provided that such separate purchase orders or sales contracts shall be for a fixed term and in any event not exceeding the term of the New Master Supply Agreement, at pricing terms and otherwise on terms in compliance with those set out in the New Master Supply Agreement.

Upon the New Master Supply Agreement Effective Date, the Existing Master Supply Agreement shall be terminated contemporaneously.

Pricing and other terms

Under the New Master Supply Agreement, the Nongtou Subsidiaries Group shall supply corn kernels to the Group at market rates and such price (price exclusive of transportation and storage costs, insurance costs, interest and/or other handling charges) shall not be higher than any of the prices below:

- (1) the latest average unit corn price in Liaoning Province, Jilin Province and Heilongjiang Province as published and announced on the official website of National Grain Trade Center of the PRC (www.grainmarket.com.cn) within 15 days before the proposed date of the placing of purchase order by any member of the Group;

- (2) the average unit corn transaction price published on the official website of Dalian Commodity Exchange (www.dce.com.cn) of the latest trade matching day before the proposed date of the placing of purchase order by any member of the Group; and
- (3) the highest corn price in each of Liaoning Province, Jilin Province and Heilongjiang Province (whichever is applicable) obtained from China Corn Network (www.yumi.com.cn), an independent third party price consulting platform, on the date immediately before the proposed date of the placing of purchase order by any member of the Group.

The Directors (excluding the independent non-executive Directors whose views will, after receiving the advice from the IFA, be set out in the letter from the IBC in the circular to be despatched to the Shareholders) consider that as the price of the corn kernels to be charged by the Nongtou Subsidiaries Group under the New Master Supply Agreement shall be determined with reference to the latest market prices announced on official trade center, commodity prices quoted on an exchange and prices quoted from independent price consulting platform, which are all public information and are up-to-date, such pricing terms can ensure that the price of the corn kernels will be set at market rates from time to time.

To ensure that price of each individual transaction under the New Master Supply Agreement will be conducted on normal commercial terms and not prejudicial to the interests of the Company and its Independent Shareholders, the Directors shall monitor the continuing connected transactions contemplated under the New Master Supply Agreement from time to time to ensure that the price of corn kernels supplied by the Nongtou Subsidiaries Group to the Group adheres to the pricing mechanism strictly, and that information in relation to the price of corn kernels of the same or similar type in each individual transaction have been accurately attained from each source, prior to determining the final price of the corn kernels for each transaction.

ANNUAL CAPS

The Company expects that the annual caps in respect of the transactions contemplated under the New Master Supply Agreement will be HK\$798,000,000, HK\$1,092,000,000 and HK\$1,793,000,000 for each of the three years ending 31 December 2023, respectively.

The above annual caps have been determined with reference to (i) the estimated demand of the Group for corn kernels as contemplated to be purchased under the New Master Supply Agreement, taking into account the resumption plan of the Group's production facilities and the improvement in the liquidity of the Group after the completion of land resumption of the old production sites in Luyuan District of Changchun City; (ii) the historical and current price trend of corn kernels; and (iii) the historical transaction volume between the Nongtou Group and the Group in relation to the supply of corn kernels by the Nongtou Group to the Group pursuant to the Existing Master Supply Agreement.

Historically, the quantity of corn kernels purchased by the Group during the two years ended 31 December 2019 and the nine months ended 30 September 2020 were approximately 2,009,000 MT (amounted to approximately HK\$3,965,000,000), 1,362,000 MT (amounted to approximately HK\$2,654,000,000), and 72,000 MT (amounted to approximately HK\$143,000,000), respectively.

The quantity of corn kernels purchased from the Nongtou Group by the Group under the Existing Master Supply Agreement (which became effective on 14 November 2018) during the two years ended 31 December 2019 and the nine months ended 30 September 2020 were approximately 159,000 MT (amounted to approximately HK\$320,000,000), 408,000 MT (amounted to approximately HK\$774,000,000), and 11,000 MT (amounted to approximately HK\$20,000,000), respectively.

The Company expects the quantity of corn kernels to be purchased by the Group for the three years ending 31 December 2023 shall be approximately 1,282,000 MT (amounting to approximately HK\$2,662,000,000), 1,713,000 MT (amounting to approximately HK\$3,640,000,000) and 2,056,000 MT (amounting to approximately HK\$4,482,000,000), based on the projection of corn prices according to the recent market prices of corn kernels and with reference to the Group's demand for corn kernels and the market demands of the respective products of the Group in the coming years.

The Directors (excluding the independent non-executive Directors whose views will, after receiving the advice from the IFA, be set out in the letter from the IBC in the circular to be despatched to the Shareholders) are of the opinion that the proposed annual caps for the continuing connected transactions contemplated under the New Master Supply Agreement for the three years ending 31 December 2023 are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

REASONS FOR AND BENEFITS OF ENTERING INTO THE NEW MASTER SUPPLY AGREEMENT

The Nongtou Group has been providing a stable supply of quality corn kernels to the Group as one of the suppliers of the Group in the past years under the Existing Master Supply Agreement. In contemplation of the expiration of the Existing Master Supply Agreement on or before 31 December 2020, the Group entered into the New Master Supply Agreement with the Nongtou Subsidiaries in order to continue to take advantage of the strong and stable business relationship between the Nongtou Group and the Group to better source its required quantity of corn kernels with higher flexibility and in close proximity to the Group's production sites. The management of the Group takes into consideration that the Nongtou Group has always been able to arrange its source of corn kernels internally through its list of subsidiaries so as to offer more competitive terms for the Group. In addition, as Nongtou is ultimately controlled by SASAC of Jilin Province, given its state-owned background and the relationship with the Group, the Nongtou Group has always been able to offer better credit terms to the Group, as compared to direct purchase from local farmers which offers no credit period at all.

The Directors (excluding the independent non-executive Directors whose views will, after receiving the advice from the IFA, be set out in the letter from the IBC in the circular to be despatched to the Shareholders) are of the view that the terms and conditions of the New Master Supply Agreement and the continuing connected transactions contemplated thereunder are fair and reasonable, on normal commercial terms which are in the ordinary and usual course of business of the Group and in the interests of the Company and the Shareholders as a whole.

NEW MASTER SALES AGREEMENT

Date: 27 November 2020

Parties: (1) the Nongtou Subsidiaries (for themselves and on behalf of their respective subsidiaries from time to time) as purchasers

(2) the Company (for itself and on behalf of its subsidiaries from time to time) as supplier

Pursuant to the New Master Sales Agreement, the Nongtou Subsidiaries (for themselves and on behalf of their respective subsidiaries from time to time) appointed the Company as one of its suppliers for Corn Starch and Other Products and the Company (for itself and on behalf of its subsidiaries from time to time) agrees to supply Corn Starch and Other Products to the Nongtou Subsidiaries Group. The New Master Sales Agreement shall become effective from the New Master Sales Agreement Effective Date and expiring on 31 December 2023 with the right of either party to effect an earlier termination by giving to the other not less than three months' written notice.

Pursuant to the New Master Sales Agreement, members of the Nongtou Subsidiaries Group shall enter into purchase orders or sales contracts with members of the Group from time to time during the term of the New Master Sales Agreement for the purposes of confirming the purchase of Corn Starch and Other Products by the respective members of the Nongtou Subsidiaries Group. Such purchase orders or sales contracts shall specify the detailed terms of such purchase, including but not limited to the form of delivery, payment and remittance time and method (if there is any delay in payment by a member of the Nongtou Subsidiaries Group, interest rate chargeable by the Group shall not be lower than (a) the payment overdue interest rate charged by the Group to independent third parties from time to time; and (b) the overdue interest rate charged by the Nongtou Subsidiaries Group to the Group in other transactions), quality warranties and inspection, and the respective rights and obligations of each party, provided that such separate purchase orders or sales contracts shall be for a fixed term and in any event not exceeding the term of the New Master Sales Agreement, at pricing terms and otherwise on terms in compliance with those set out in the New Master Sales Agreement.

Pricing and other terms

Under the New Master Sales Agreement, the Group shall supply Corn Starch and Other Products to members of the Nongtou Subsidiaries Group at market rates and the unit price charged by the Group shall not be lower than the average unit price of Corn Starch and Other Products of the same or similar type sold by the Group to independent third parties in the most recent one-month period (price exclusive of transportation and storage costs, insurance costs, interest and/or other handling charges).

The Directors (excluding the independent non-executive Directors whose views will, after receiving the advice from the IFA, be set out in the letter from the IBC in the circular to be despatched to the Shareholders) consider that as the price of Corn Starch and Other Products to be charged by the Group under the New Master Sales Agreement shall be determined with reference to the latest market prices charged by the Group to independent third parties which are all up-to-date and fair, such pricing terms can ensure that the price of Corn Starch and Other Products will not be set at prices lower than market rates from time to time.

To ensure the price of each individual transaction under the New Master Sales Agreement will be conducted on normal commercial terms and not prejudicial to the interests of the Company and its Independent Shareholders, the Directors shall monitor the continuing connected transactions contemplated under the New Master Sales Agreement from time to time to ensure that the price of Corn Starch and Other Products supplied by the Group to the Nongtou Subsidiaries Group adheres to the pricing mechanism strictly, and that information in relation to the price of Corn Starch and Other Products of the same or similar type in each individual transaction have been accurately attained, prior to determining the final prices of Corn Starch and Other Products for each transaction.

ANNUAL CAPS

The Company expects that the annual caps in respect of the transactions contemplated under the New Master Sales Agreement will be HK\$30,000,000, HK\$70,000,000 and HK\$131,000,000 for each of the three years ending 31 December 2023, respectively.

The above annual caps have been determined with reference to (i) the estimated demand of the Nongtou Subsidiaries Group for Corn Starch and Other Products as contemplated to be sold under the New Master Sales Agreement; (ii) the resumption plan of the Group's production facilities; and (iii) the historical amount of sales of Corn Starch and Other Products to the Nongtou Group by the Group.

Historically, the quantity of Corn Starch and Other Products sold by the Group during the two years ended 31 December 2019 and the nine months ended 30 September 2020 were approximately 1,849,000 MT (amounted to approximately HK\$5,658,000,000), 1,626,000 MT (amounted to approximately HK\$4,561,000,000), and 235,000 MT (amounted to approximately HK\$654,000,000), respectively.

The quantity of Corn Starch and Other Products sold by the Group to the Nongtou Group under the Existing Master Sales Agreement (which became effective on 14 November 2018) during the two years ended 31 December 2019 and the nine months ended 30 September 2020 were nil, 2,000 MT (amounted to approximately HK\$4,000,000) and 6,000 MT (amounted to approximately HK\$13,000,000), respectively.

The Company expects the quantity of Corn Starch and Other Products to be sold by the Group for the three years ending 31 December 2023 shall respectively be approximately 1,373,000 MT (amounting to approximately HK\$4,088,000,000), 1,510,000 MT (amounting to approximately HK\$4,613,000,000) and 1,661,000 MT (amounting to approximately HK\$5,207,000,000), based on the projection of Corn Starch and Other Products prices according to the recent Corn Starch and Other Product market prices, the historical sales performance of the Group, the expected market demand of Corn Starch and Other Products and the estimated production volume of the Group in the coming years.

The Directors (excluding the independent non-executive Directors whose views will, after receiving the advice from the IFA, be set out in the letter from the IBC in the circular to be despatched to the Shareholders) are of the opinion that the proposed annual caps under the continuing connected transactions contemplated under the New Master Sales Agreement for the three years ending 31 December 2023 as stated above are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

REASONS FOR AND BENEFITS OF ENTERING INTO THE NEW MASTER SALES AGREEMENT

The Nongtou Group has been procuring certain quantity of Corn Starch and Other Products from the Group in the past years under the Existing Master Sales Agreement. In contemplation of the expiration of the Existing Master Sales Agreement on 31 December 2020, the Group entered into the New Master Sales Agreement with the Nongtou Subsidiaries in order to continue to take advantage of the strong and stable business relationship between the Nongtou Group and the Group and to enable the Group to continue to exploit the existing product markets leveraging on the sales network of the Nongtou Group. In addition, the Nongtou Subsidiaries Group accepts shorter payment terms for the Group for the sales of Corn Starch and Other Products, as compared to the other credit terms of 30 to 90 days granted to the other customers of the Group. Given that Nongtou is controlled by SASAC of Jilin Province, the credit risk of the Nongtou Subsidiaries Group is comparatively lower than other commercial customers. Such arrangement will ease the pressure of cash flow of the Group. From the point of view of the Nongtou Group, as a state-owned entity which is tasked to consolidate the agricultural sector of Jilin Province, it has a wide range of agricultural-related businesses, including soft commodity trading and breeding industry. The Group has a proven track record of supplying quality Corn Starch and Other Products to the Nongtou Group, such sales of Corn Starch and Other Products to the Nongtou Subsidiaries Group would provide the necessary products to support the businesses of the Nongtou Subsidiaries Group. As such, the New Master Sales Agreement creates synergies for the businesses of both the Nongtou Group and the Group.

The Directors (excluding the independent non-executive Directors whose views will, after receiving the advice from the IFA, be set out in the letter from the IBC in the circular to be despatched to the Shareholders) are of the view that the terms and conditions of the New Master Sales Agreement and the continuing connected transactions contemplated thereunder are fair and reasonable, on normal commercial terms which are in the ordinary and usual course of business of the Group and in the interests of the Company and the Shareholders as a whole.

LISTING RULES IMPLICATIONS

As at the date of this announcement, each of the Nongtou Subsidiaries is wholly-owned by Nongtou and Nongtou is interested in approximately 35.2% of the entire issued share capital of the Company through its control in 吉林省現代農業產業投資基金 (Jilin Province Modern Agricultural Industry Investment Fund*), which indirectly holds the entire issued share capital of Modern Agricultural. As such, each of the Nongtou Subsidiaries is a connected person of the Company. Accordingly, the transactions contemplated under each of the New Master Supply Agreement and the New Master Sales Agreement constitute continuing connected transactions for the Company under Chapter 14A of the Listing Rules.

Since the annual caps under the New Master Supply Agreement and the New Master Sales Agreement for each of the three years ending 31 December 2023 are expected to represent more than 5% for one or more of the applicable percentage ratios under the Listing Rules or are expected to exceed HK\$10,000,000 each, the continuing connected transactions under the New Master Supply Agreement and the New Master Sales Agreement and their respective annual caps therefor are subject to the reporting, announcement and the Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

INFORMATION OF THE GROUP AND THE NONGTOU SUBSIDIARIES

The Group is principally engaged in the manufacture and sale of corn refined products and corn based biochemical products in the PRC.

The Nongtou Subsidiaries comprise of (i) 吉林糧食資產管理有限公司 (Jilin Grain Asset Management Co., Ltd.*), which is principally engaged in the investment in agriculture and asset management in agriculture sector; and (ii) 吉林農投糧食集團有限公司 (Jilin Nongtou Grain Group Co., Ltd.*), which is principally engaged in sale and purchase of grain, distribution of agricultural products and provision of agricultural science and technology services. The Nongtou Subsidiaries are wholly-owned by Nongtou, which is controlled by 吉林省人民政府國有資產監督管理委員會 (The State-Owned Assets Supervision and Administration Commission of the People's Government of Jilin Province*).

GENERAL

An EGM will be held for the Independent Shareholders to consider, and if thought fit, approve the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps.

The IBC comprising all the independent non-executive Directors has been established to advise the Independent Shareholders as to whether the terms of the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps are on normal commercial terms and in the ordinary and usual course of business of the Group, are fair and reasonable and in the interests of the Company and the Shareholders as a whole. An IFA will be appointed by the Company to advise the IBC and the Independent Shareholders in this regard.

A circular including, among other information, (i) a letter from the Board containing further information on the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps; (ii) a letter from an IFA containing its advice in connection with the aforesaid; (iii) recommendations of the IBC to the Independent Shareholders; and (iv) a notice convening the EGM, will be despatched to the Shareholders on or before 11 December 2020.

DEFINITIONS

Unless the context otherwise requires, capitalised terms used in this announcement shall have the following meanings:

“associate(s)”	have the meaning ascribed to it under the Listing Rules
“Board”	the board of Directors
“Company”	Global Bio-chem Technology Group Company Limited, a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 00809)
“Corn Starch and Other Products”	Corn Starch and other corn-refined products such as corn gluten meal, corn fibre, corn oil, corn germ meal, corn sweeteners, amino acid and enzymes
“Directors”	the directors of the Company

“EGM”	the extraordinary general meeting of the Company to be convened and held for the purpose of considering and, if thought fit, approving the continuing connected transactions contemplated under each of the New Master Supply Agreement and the New Master Sales Agreement and their respective annual caps
“Existing Master Sales Agreement”	the agreement dated 12 September 2018 and entered into between the Company (for itself and on behalf of its subsidiaries from time to time) and Nongtou (for itself and on behalf of its subsidiaries from time to time) in relation to the supply of Corn Starch and Other Products by the Group to the Nongtou Group
“Existing Master Supply Agreement”	the agreement dated 12 September 2018 and entered into between the Company (for itself and on behalf of its subsidiaries from time to time) and Nongtou (for itself and on behalf of its subsidiaries from time to time) in relation to the supply of corn kernels by the Nongtou Group to the Group
“Group”	the Company and its subsidiaries from time to time
“HK\$”	Hong Kong dollar(s), the lawful currency of Hong Kong
“IBC”	the independent board committee of the Board comprising Ms. Dong Hongxia, Mr. Ng Kwok Pong and Mr. Yeung Kit Lam, being the independent non-executive Directors appointed by the Board for the purpose of advising the Independent Shareholders in relation to the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps
“IFA”	the independent financial adviser to be appointed by the Board and approved by the IBC for the purpose of advising the IBC and the Independent Shareholders in relation to the continuing connected transactions contemplated under the New Master Supply Agreement, the New Master Sales Agreement and their respective annual caps
“Independent Shareholders”	Shareholders other than Modern Agricultural and its associates, and all other Shareholders interested in the New Master Supply Agreement, the New Master Sales Agreement and the continuing connected transactions contemplated thereunder
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange

“Modern Agricultural”	Modern Agricultural Industry Investment Limited, a company incorporated in the British Virgin Islands which is the controlling shareholder of the Company holding approximately 35.2% of the entire issued share capital of the Company as at the date of this announcement
“MT”	metric tonnes
“New Master Sales Agreement”	the agreement dated 27 November 2020 and entered into between the Company (for itself and on behalf of its subsidiaries from time to time) and the Nongtou Subsidiaries (for themselves and on behalf of their respective subsidiaries from time to time) in relation to the supply of Corn Starch and Other Products by the Group to the Nongtou Subsidiaries Group
“New Master Sales Agreement Effective Date”	the date on which the New Master Sales Agreement shall become effective, i.e. the date upon the obtaining of the Independent Shareholders’ approval at the EGM
“New Master Supply Agreement”	the agreement dated 27 November 2020 and entered into between the Company (for itself and on behalf of its subsidiaries from time to time) and the Nongtou Subsidiaries (for themselves and on behalf of their respective subsidiaries from time to time) in relation to the supply of corn kernels by the Nongtou Subsidiaries Group to the Group
“New Master Supply Agreement Effective Date”	the date on which the New Master Supply Agreement shall become effective, i.e. the date upon the obtaining of the Independent Shareholders’ approval at the EGM
“Nongtou”	吉林省農業投資集團有限公司 (Jilin Agricultural Investment Group Co., Ltd.*), a company established in the PRC which is controlled by SASAC of Jilin Province
“Nongtou Group”	Nongtou and its subsidiaries from time to time
“Nongtou Subsidiaries”	collectively, 吉林糧食資產管理有限公司 (Jilin Grain Asset Management Co., Ltd.*), a company established in the PRC and directly wholly-owned by Nongtou, and 吉林農投糧食集團有限公司 (Jilin Nongtou Grain Group Co., Ltd.*), a company established in the PRC and directly wholly-owned by Nongtou
“Nongtou Subsidiaries Group”	Nongtou Subsidiaries and their respective subsidiaries from time to time

“PRC”	the People’s Republic of China
“SASAC of Jilin Province”	吉林省人民政府國有資產監督管理委員會 (State-owned Assets Supervision & Administration Commission of the People’s Government of Jilin Province*)
“Shareholders”	the shareholders of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent.

By order of the Board
Global Bio-chem Technology Group Company Limited
Zhang Zihua
Acting Chairman

Hong Kong, 27 November 2020

As at the date of this announcement, the Board comprises three executive Directors, namely, Mr. Yuan Weisen, Mr. Zhang Zihua and Mr. Liu Shuhang; one non-executive Director, namely Mr. Gao Dongsheng and three independent non-executive Directors, namely, Ms. Dong Hongxia, Mr. Ng Kwok Pong and Mr. Yeung Kit Lam.

* *for identification purposes only*