



BILLION INDUSTRIAL HOLDINGS LIMITED

百宏實業控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2299)

Shareholders Communication Policy (the “Policy”)

1. Purpose

This Policy aims to set out the provisions with the objective of ensuring that shareholders of Billion Industrial Holdings Limited (the “**Company**”), both individual and institutional (collectively, “**Shareholders**”), are provided with ready, equal and timely access to clear, accurate, balanced and understandable material information about the Company (including its financial performance, strategic goals and plans, material developments, governance and risk profile), in order to enable Shareholders to exercise their rights in an informed manner and to allow Shareholders to engage actively with the Company.

2. General Policy

- 2.1. The board of directors of the Company (the “**Board**”) shall maintain an on-going dialogue with Shareholders, and will regularly review this Policy to ensure its effectiveness, and will amend the same (as appropriate) from time to time to reflect the current best practice in communications with Shareholders.
- 2.2. Information shall be communicated to Shareholders mainly through the Company’s financial reports (interim and annual reports), annual general meetings and other general meetings that may be convened, as well as by making available all the disclosures submitted to The Stock Exchange of Hong Kong Limited and its corporate communications and other corporate publications on the Company’s website.
- 2.3. Corporate communication will be provided to Shareholders in plain language and in both English and Chinese versions to facilitate Shareholders’ understanding. Shareholders have the right to choose the language (either English or Chinese) or means of receipt of the corporate communications (in hard copy or through electronic means).
- 2.4. Shareholders are encouraged to participate in general meetings or to appoint proxies to attend and vote at meetings for and on their behalf if they are unable to attend the meetings.

- 2.5. The annual general meetings of the Company provide a useful forum for Shareholders to exchange views with the Board. Board members, in particular, chairmen of Board committees or their delegates, appropriate senior management and external auditors will attend annual general meetings to answer Shareholders' questions.
- 2.6. Shareholders are encouraged to attend shareholders' activities organised by the Company, where information about the Company, including its latest strategic plan, products and services etc will be communicated.

3. Corporate Website

- 3.1. A dedicated Investor Relations section is available on the Company's website www.baihong.com. Information on the Company's website is updated from time to time.
- 3.2. Information released by the Company to SEHK is also posted on the Company's website immediately thereafter. Such information includes financial statements, results announcements, circulars and notices of general meetings and associated explanatory documents etc.

28 February 2012