

Company Registration Basic Information

Name	Xi'an Baorun Industrial Development CO., LTD					
Address	Room 10720,East of New Century Square, No.7 of the Torch Road, Xi'an					
Registration Number	610100100000559					
Legal Representative	Gao Xincheng			Telephone No.	82683629	
Registered Capital	50,000,000.000 (Yuan)	Means of Contributing Investment	Others			
Paid-up Capital	50,000,000.000 (Yuan)	Means of Contributing Investment	Others	Foundation Date	11-11-1999	
Registration Authority	Xi'an Administration Bureau for Industry and Commerce					
Agency of Jurisdiction	Xi'an Administration Bureau for Industry and Commerce Branch Bureau					
Types of Companies	Limited Liability Company(invested or controlled by natural persons)					
Business Scope	The Licensed Business Item: the operation of refined oil (specific projects: Wholesales of gasoline, diesel oil, kerosene, and no warehousing facilities, wholesale expires April 25, 2010); the operation of hazardous chemical (specific projects: wholesales of naphtha, mazout, and no warehousing facilities, wholesale expires April 25, 2010). The General Business Item: the marketing of metal materials (excluding the control), lubricating oil, agricultural & sideline products (excluding the food and the control), hardware & electric material, electrical machinery (excluding the control), general equipments (excluding the control) and chemical products (excluding inflammable, explosive or dangerous and control); the development, the production and the sale of electronic components (excluding the project involves pre-approval by national laws and regulations); the research and development of biodiesel; the growing of oil plants of agriculture & forestry; the comprehensive development of trees mountains; the collection and processing of consumer goods kitchen wares and projects under preparation in construction (Preparation period shall not be engaged in production and business activities); the import and export of goods and technologies. (Above excluding the project involves pre-approval and control by national laws and regulations)					
Business	From Nov.11th,1999 to Nov.11th, 2098					

Allotted Time			
Industry Involved	Wholesale and Retail Sale Enterprises	Industrial Code	Wholesale Enterprises

The Company's Shareholders	Name or Designation	Subscription(Yuan)	Shareholding Ratio	Paid in (Yuan)	Date of Capital Contributions
	Liu Yunlong	192.000000	0.000000	192.000000	1999-11-11
	Gao Huiling	1308.000000	0.000000	1308.000000	2007-11-13
	Gao	3500.000000	0.000000	3500.000000	2007-11-13

The Changes	Before changing	After changing	Update Date
The Changes of Licensed Business Item		The operation of refined oil (specific projects: Wholesales of gasoline, diesel oil, kerosene, and no warehousing facilities, expires April 25,2010); the operation of hazardous chemical (specific projects: wholesales of naphtha, mazout, and no warehousing facilities, expires April 25,2010).	2010-03-19
The General Business Item		The marketing of metal materials (excluding the control), lubricating oil, agricultural & sideline products (excluding the food and the control), hardware &electric material, electrical machinery (excluding the control) , general equipments (excluding the control) and chemical products (excluding	2010-03-19

		<p>inflammable, explosive or dangerous and control); the development, the production and the sale of electronic components (excluding the project involves pre-approval by national laws and regulations); the research and development of biodiesel; the growing of oil plants of agriculture & forestry; the comprehensive development of trees mountains; the collection and processing of consumer goods kitchen wares and projects under preparation in construction (Preparation period shall not be engaged in production and business activities); the import and export of goods and technologies (excluding without special permission projects).</p>	
<p>The Changes of Business Scope</p>	<p>Sales of metal materials(excluding those under the control), lubricant, agricultural and sideline product(excluding foodstuffs and goods under the control), hardware, electrical equipments (excluding the control of goods), general machinery and equipments (excluding the control), chemical products(excluding the control and inflammable and explosive hazardous goods); operation of refined oil(scope: gasoline, diesel fuel, kerosene wholesale, no warehouse facilities, valid until April,25,2010); operation of hazardous chemicals (scope: naphtha, heavy oil wholesale,</p>	<p>The Licensed Business Item :the operation of refined oil (specific projects: Wholesales of gasoline, diesel oil, kerosene, and no warehousing facilities, wholesale expires April 25, 2010); the operation of hazardous chemical (specific projects: wholesales of naphtha, mazout, and no warehousing facilities, wholesale expires April 25, 2010). the General Business Item: the marketing of metal materials (excluding the control), lubricating oil, agricultural & sideline products (excluding the food and the control), hardware &electric material, electrical machinery (excluding the control), general equipments (excluding the</p>	<p>2010-03-19</p>

	no warehouse facilities, valid until April,25,2010); electronic components development, production and sales(excluding pre-approval projects under national legal system); biodiesel research and development; planting of agricultural and forestry oil plant; overall development of mountain and forestry land; preparing for kitchen ware collection and processing project construction (no production and operating activities during the preparation time); all the above operation scope exclude provisions for control of national policy and pre-approval projects.)	control) and chemical products (excluding inflammable, explosive or dangerous and control); the development, the production and the sale of electronic components (excluding the project involves pre-approval by national laws and regulations); the research and development of biodiesel; the growing of oil plants of agriculture & forestry; the comprehensive development of trees mountains; the collection and processing of consumer goods kitchen wares and projects under preparation in construction (Preparation period shall not be engaged in production and business activities); the import and export of goods and technologies (above excluding the project involves pre-approval and control by national laws and regulations).	
The Change of Business Allotted Time	<p>【the Content before changing】</p> <p>Business starting period: Nov.11th,1999 Business ending period: no</p>	<p>【the Content after changing】</p> <p>Business starting period: Nov.11th,1999 Business ending period: Nov.10th,2098</p>	2009-04-20
The Changes of Business Scope	<p>【the Contents before changing】 scope of business: sales of metal materials (excluding special control), lubricants, agricultural sideline products (excluding food and tertiary control), hardware & electric materials, machinery (excluding special control), general machinery and equipment (excluding special control), chemical products</p>	<p>【the Contents after changing】 Business Scope: the marketing of metal materials (excluding the control), lubricating oil, agricultural &sideline products (excluding the food and the control), hardware &electric material, electrical machinery (excluding the control) , general equipments (excluding the control) and chemical products (excluding inflammable, explosive or dangerous and control); the</p>	2009-04-20

	(excluding special control and explosive dangerous goods); refined oil business (the specific scope of business: wholesale of gasoline, diesel, kerosene, no storage facilities, valid until April 25, 2010) ; dangerous chemicals business (the specific business: wholesale of naphtha, heavy oil, no storage facilities, valid until April 25, 2010); development, production, sales of electronic components (pre-approved projects stated in national laws and regulations are excluded); research and development of bio-diesel; cultivation of agricultural and forestry oil plants; comprehensive development of the forestry.	operation of refined oil (specific projects: Wholesales of gasoline, diesel oil, kerosene, and no warehousing facilities, wholesale expires April 25,2010); the operation of hazardous chemical (specific projects: wholesales of naphtha, mazout, and no warehousing facilities, wholesale expires April 25,2010); the development, the production and the sale of electronic components (excluding the project involves pre-approval by national laws and regulations); the research and development of biodiesel; the growing of oil plants of agriculture & forestry; the comprehensive development of trees mountains; the collection and processing of consumer goods kitchen wares and projects under preparation in construction (Preparation period)	
The Change of Registered Capital	【the Content before changing】 Registered Capital: 2100.00	【the Content after changing】 Registered Capital: 5000.00	2007-11-20
The Change of Investor(Stock rights)	【the Content before changing】 the name list of shareholders: institutional shareholders: natural person shareholders: Gao Huiling 438.000000 Gao Xincheng 1470.000000 Liu Yunlong 192.000000	【the Content after changing】 the name list of shareholders: institutional shareholders: natural person shareholders: Gao Huiling 1308.000000 Gao Xincheng 3500.000000 Liu Yunlong 192.000000	2007-11-20
The Changes of Business Scope	【the Contents before changing】 Business Scope: the marketing of metal materials (excluding the control),	【The Contents after changing】 Business Scope: the marketing of metal materials (excluding the control), ,lubricating oil, agricultural	2007-09-11

	lubricating oil, agricultural &sideline products (excluding the food and the control), hardware &electric material, electrical machinery (excluding the control), general equipments (excluding the control) and chemical products (excluding inflammable, explosive or dangerous and control); the operation of refined oil (specific projects: Wholesales of gasoline, diesel oil, kerosene, and no warehousing facilities, wholesale expires April 25,2010); the operation of hazardous chemical (specific projects: wholesales of naphtha, mazout, and no warehousing facilities, wholesale expires April 25,2010); the development, the production and the sale of electronic components (excluding the project involves pre-approval by national laws and regulations)	&sideline products (excluding the food and the control), hardware &electric material, electrical machinery (excluding the control) , general equipments (excluding the control) and chemical products (excluding inflammable, explosive or dangerous and control); the operation of refined oil (specific projects: Wholesales of gasoline, diesel oil, kerosene, and no warehousing facilities, wholesale expires April 25,2010); the operation of hazardous chemical (specific projects: wholesales of naphtha, mazout, and no warehousing facilities, wholesale expires April 25,2010); the development, the production and the sale of electronic components (excluding the project involves pre-approval by national laws and regulations); the research and development of biodiesel; the growing of oil plants of agriculture & forestry; the comprehensive development of trees mountains;	
Other Changes(Zip Code)	【the Content before changing】 Registration Number:6101012413568	【the Content after changing】 Registration Number:610100100000559	2007-09-11
The Changes of Business Scope	【the Contents before changing】 Business Scope: the marketing of metal materials (excluding the control), lubricating oil, agricultural &sideline products (excluding the food and the control),	【the Contents after changing】 Business Scope: the marketing of metal materials (excluding the control), lubricating oil, agricultural &sideline products (excluding the food and the control), hardware & electric material, electrical	2007-06-26

	hardware & electric material, electrical machinery (excluding the control), general equipments (excluding the control); wholesales of gasoline, diesel oil, kerosene; the marketing of chemical products (excluding inflammable, explosive or dangerous and control)	machinery (excluding the control), general equipments (excluding the control) and chemical products (excluding inflammable, explosive or dangerous and control); the operation of refined oil (specific projects: Wholesales of gasoline, diesel oil, kerosene, and no warehousing facilities, wholesale expires April 25, 2010); the operation of hazardous chemical (specific projects: wholesales of naphtha, mazout, and no warehousing facilities, wholesale expires April 25, 2010); the development, the production and the sale of electronic components (excluding the project involves pre-approval by national laws and regulations).	
The Change of Paid in capital	【the Content before changing】 Paid in capital: .00	【the Content after changing】 Paid in capital: 2100.00	2007-06-26
The Change of Registered Capital	【the Content before changing】 Registered Capital: 1000.00	【the Content after changing】 Registered Capital: 2100.00	2004-08-25
The Change of Investor (Stock rights)	【the Content before changing】 the Name List of Shareholders: Institutional Shareholders: Natural Person Shareholders: Li Hongmei 208.00 Liu Yunlong 192.00 Gao Xincheng 600.00	【the Content after changing】 the Name List of Shareholders: Institutional Shareholders: Natural person shareholders: Gao Huiling 438.00 Liu Yunlong 192.00 Gao Xincheng 1470.00	2004-08-25
The Change of Investor (Stock rights)	【the Content before changing】 the Name List of Shareholders: Institutional shareholders: Natural person shareholders: Li Hongmei 208.00 Liu Yunlong	【the Content after changing】 the Name List of Shareholders: Institutional shareholders: Natural person shareholders: Gao Huiling 438.00 Liu Yunlong 192.00	2004-08-25

	192.00 Gao Xincheng600.00	Gao Xincheng1470.00	
The Changes of Business Scope	<p>【the Contents before changing】 Business Scope: the marketing of metal materials (excluding the control), mazout, lubricating oil, agricultural & sideline products (excluding the food and the control), hardware & electric material, electrical machinery (excluding the control) , general equipments (excluding the control); wholesales of gasoline, diesel oil, kerosene; the development, the production and the sale of electronic components.</p>	<p>【the Contents after changing】 Business Scope: the marketing of metal materials (excluding the control), mazout, lubricating oil, agricultural & sideline products (excluding the food and the control), hardware & electric material, electrical machinery (excluding the control) , general equipments (excluding the control), coal; wholesales of gasoline, diesel oil, kerosene; the development, the production and the sale of electronic components; and marketing of chemical products (excluding inflammable, explosive or dangerous and control).</p>	2004-08-25
The Changes of Business Scope	<p>【the Contents before changing】 Business Scope: the marketing of metal materials (excluding the control), mazout, lubricating oil, agricultural & sideline products (excluding the food and the control), hardware & electric material, electrical machinery (excluding the control), general equipments (excluding the control); wholesales of gasoline, diesel oil, kerosene; the development, the production and the sale of electronic components.</p>	<p>【the Contents after changing】 Business Scope: the marketing of metal materials (excluding the control), mazout, lubricating oil, agricultural & sideline products (excluding the food and the control), hardware & electric material, electrical machinery (excluding the control), general equipments (excluding the control) ,coal; wholesales of gasoline, diesel oil, kerosene; the development, the production and the sale of electronic components; and marketing of chemical products (excluding inflammable, explosive or dangerous and control)</p>	2004-08-25
Director Files	【the Contents before	【the Contents after changing】 :	2004-08-25

	changing】 : Board of Directors: Members of the Manager: Executive director: Gao Xincheng Supervisor: Li Hongmei Manager: Gao Xincheng	Board of Directors ,Members of the Manager: Executive director: Gao Xincheng Supervisor: Gao Huiling Manager: Gao Xincheng	
Change of Residence	1	Before changing: No.30, Qingxin Road After changing: Room 10720, East of New Century Square, No.7 of the Torch Road, Xi'an	2002-02-09

Taxpayer's Registration Certificate Number		10109710175892					
Balance Statement		Dec., 2007		Balance Statement		Dec., 2007	
Line	Assets	Opening	Closing	Line	Liabilities and Owners' Equity	Opening	Closing
No.		Amount	Amount	No.		Amount	Amount
001	Current assets			001	Current assets		
002	Currency capital	9,985,763.00	14,794,144.79	002	Short-term borrowing	7,950,000.00	10,000,000.00
003	Short-term investment			003	Notes payable	10,000,000.00	
004	Notes receivable			004	Account payable		
005	Accounts receivable	3,907,360.76	-4,587,562.24	005	Trade creditors		
006	Less: Bad debt provision			006	Other payable	10,262,742.40	45,079,687.09
007	Net accounts receivable	3,907,360.76	-4,587,562.24	007	Accrued wages		
008	Advance payment	4,236,895.74	1,263,613.78	008	Welfare funds payable	123,087.22	196,161.53
009	Subsidy receivable			009	Taxes payable	273,461.59	285,090.88
010	Other receivables	2,504,241.50	7,007,838.17	010	Profit payable		
011	Inventory	24,997,319.62	69,422,446.95	011	Other payable	39,030.94	63,040.36
012	Deferred expense	344,808.00	7,282,084.00	012	Accrued expense		1,293,595.94
013	Net loss of current assets to be settled			013	Long-term liability due within one year		
014	Long-term debt investment due within one year			014	Other current liabilities		
015	Other current assets			015	Others		
016	Others			016	Total current liabilities	28,648,322.25	56,917,575.80
017	Total current assets	45,976,389.02	95,182,565.45	017	Long-term liability		
018	Long-term investment			018	Long-term loans		
019	Long-term investment			019	Bonds payable		
020	Others			020	Long-term payables	760,095.00	736,333.42
021	Fixed assets			021	Other long – term liabilities		
022	Original value of fixed assets	7,567,571.38	8,663,569.38	022	Including: Housing Revolving Funds		
023	Less: Accumulated depreciation	1,796,787.85	2,997,717.42	023	Others		
024	Net value of fixed assets	5,770,783.53	5,665,851.96	024	Total long – term liabilities	760,095.00	736,333.42
025	Liquidation of fixed assets			025	Deferred Tax		
026	Construction in progress	3,382,077.73	10,173,797.30	026	Deferred Tax liabilities		
027	Net loss of fixed assets to be settled			027	Total liability	29,408,417.25	57,653,909.22
028	Others			028	Owners' equity		
029	Total fixed assets	9,152,861.26	15,839,649.26	029	Paid-in capital	21,000,000.00	50,000,000.00
030	Intangible and deferred assets			030	Capital reserves	2,161,231.41	2,161,231.41
031	Intangible assets			031	Surplus reserves	293,908.03	293,908.03
032	Deferred expenses			032	Including: Commonweal funds		
033	Others			033	Undistributed profits	2,265,693.59	913,166.05
034	Total intangible and deferred assets	0.00	0.00	034	Others		
035	Other long-term assets			035	Total owners' equity	25,720,833.03	53,368,305.49
036	Other long-term assets			036	Total liabilities and owners' equity	55,129,250.28	111,022,214.71
037	Deferred tax			037			
038	Deferred assets debits			038			
039	Others			039			
040	Total assets	55,129,250.28	111,022,214.71	040			

	Income Statement	Dec., 2007	
Line	Subject	Current	Current Year
No.		Month	Cumulative Amount
001			
002			
003	I. Sales revenue	71,359,652.11	447,216,388.91
004	Less: Sales discount & allowance		
005	Net sales revenue	71,359,652.11	447,216,388.91
006	Less: Selling cost	73,849,158.59	430,580,388.81
007	Selling expense	241,155.74	8,011,920.68
008	Sales tax and extra charges	19,842.13	191,923.97
009	Add: Others		
010	Less: Others		
011	II. Gross profit	-2,750,504.35	8,432,155.46
012	Add: Profit from other operations		
013	Less: Administrative expenses	972,156.12	6,657,442.66
014	Financial expenses	147,743.32	1,484,977.97
015	Others		
016	III. Operating profit	-3,870,403.79	289,734.82
017	Add: Investment income		
018	Subsidy income		
019	Non-business income		
020	Others		
021	Less: Non-operating expense		17,940.31
022	Others		
023	Add: Adjustment to prior year's income and expenses		
024	IV. Total profit	-3,870,403.79	271,794.51
025	Less: Income tax	72,570.10	95,612.49
026	Add: Others		
027	Less: Others		
028	V. Net profit	-3,942,973.89	176,182.02

Taxpayer's Registration Certificate Number		10109710175892					
Balance Statement		Dec., 2008		Balance Statement		Dec., 2008	
Line	Assets	Opening	Closing	Line	Liabilities and Owners' Equity	Opening	Closing
No.		Amount	Amount	No.		Amount	Amount
001	Current assets			001	Current assets		
002	Currency capital	14,794,144.79	16,816,835.17	002	Short-term borrowing	10,000,000.00	10,000,000.00
003	Short-term investment			003	Notes payable		
004	Notes receivable			004	Account payable		
005	Accounts receivable	-4,587,562.24	-2,625,051.31	005	Trade creditors		
006	Less: Bad debt provision			006	Other payable	45,079,687.09	121,761,099.87
007	Net accounts receivable	-4,587,562.24	-2,625,051.31	007	Accrued wages		
008	Advance payment	1,263,613.78	92,564,984.61	008	Welfare funds payable	196,161.53	196,161.53
009	Subsidy receivable			009	Taxes payable	285,090.88	224,930.86
010	Other receivables	7,007,838.17	11,992,688.98	010	Profit payable		
011	Inventory	69,422,446.95	47,102,239.06	011	Other payable	63,040.36	81,783.81
012	Deferred expense	7,282,084.00	3,094,669.52	012	Accrued expense	1,293,595.94	0.00
013	Net loss of current assets to be settled			013	Long-term liability due within one year		
014	Long-term debt investment due within one year			014	Other current liabilities		
015	Other current assets			015	Others		
016	Others			016	Total current liabilities	56,917,575.80	132,263,976.07
017	Total current assets	95,182,565.45	168,946,366.03	017	Long-term liability		
018	Long-term investment			018	Long-term loans		
019	Long-term investment			019	Bonds payable		
020	Others			020	Long-term payables	736,333.42	358,695.68
021	Fixed assets			021	Other long – term liabilities		
022	Original value of fixed assets	8,663,569.38	8,759,974.38	022	Including: Housing Revolving Funds		
023	Less: Accumulated depreciation	2,997,717.42	4,053,734.95	023	Others		700,000.00
024	Net value of fixed assets	5,665,851.96	4,706,239.43	024	Total long – term liabilities	736,333.42	1,058,695.68
025	Liquidation of fixed assets			025	Deferred Tax		
026	Construction in progress	10,173,797.30	10,765,244.01	026	Deferred Tax liabilities		
027	Net loss of fixed assets to be settled			027	Total liability	57,653,909.22	133,322,671.75
028	Others			028	Owners' equity		
029	Total fixed assets	15,839,649.26	15,471,483.44	029	Paid-in capital	50,000,000.00	50,000,000.00
030	Intangible and deferred assets			030	Capital reserves	2,161,231.41	2,161,231.41
031	Intangible assets			031	Surplus reserves	293,908.03	293,908.03
032	Deferred expenses			032	Including: Commonweal funds		
033	Others			033	Undistributed profits	913,166.05	-1,359,961.72
034	Total intangible and deferred assets	0.00	0.00	034	Others		
035	Other long-term assets			035	Total owners' equity	53,368,305.49	51,095,177.72
036	Other long-term assets			036	Total liabilities and owners' equity	111,022,214.71	184,417,849.47
037	Deferred tax			037			
038	Deferred assets debits			038			
039	Others			039			
040	Total assets	#####	184,417,849.47	040			

	Income Statement	Dec., 2008	
Line	Subject	Current	Current Year
No.		Month	Cumulative Amount
001			
002			
003	I. Sales revenue	94,352,203.92	1,033,423,306.03
004	Less: Sales discount & allowance		
005	Net sales revenue	94,352,203.92	1,033,423,306.03
006	Less: Selling cost	93,294,024.58	1,014,101,565.18
007	Selling expense	1,714,971.26	11,420,915.02
008	Sales tax and extra charges	21,006.83	238,036.33
009	Add: Others		
010	Less: Others		
011	II. Gross profit	-677,798.75	7,662,789.50
012	Add: Profit from other operations		
013	Less: Administrative expenses	911,166.28	8,552,397.53
014	Financial expenses	153,438.62	1,127,638.02
015	Others		
016	III. Operating profit	-1,742,403.65	-2,017,246.05
017	Add: Investment income		
018	Subsidy income		
019	Non-business income		
020	Others		
021	Less: Non-operating expense	26,050.00	205,784.51
022	Others		
023	Add: Adjustment to prior year's income and expenses		
024	IV. Total profit	-1,768,453.65	-2,223,030.56
025	Less: Income tax		50,097.21
026	Add: Others		
027	Less: Others		
028	V. Net profit	-1,768,453.65	-2,273,127.77