THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt as to any aspect about this circular or as to what action to be taken, you should consult your licensed securities dealer, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in China Ludao Technology Company Limited 中國綠島科技有限公司 (the "**Company**"), you should at once hand this circular to the purchaser or transferee or to the bank, licensed securities dealer or other agent through whom the sale or transfer was effected for transmission to the purchaser or the transferee.

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China Ludao Technology Company Limited

中國綠島科技有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2023)

PROPOSALS FOR
GENERAL MANDATES TO ISSUE AND REPURCHASE SHARES
REFRESHMENT OF SCHEME MANDATE LIMIT OF
SHARE OPTION SCHEME
RE-ELECTION OF DIRECTORS
AND
NOTICE OF ANNUAL GENERAL MEETING

A notice dated 13 April 2016 convening the annual general meeting of the Company to be held at 2/F, J Plus, 35-45B Bonham Strand, Sheung Wan, Hong Kong on 13 May 2016 at 3:00 p.m. is set out in this circular. A form of proxy for use at the annual general meeting is enclosed herewith. Such form of proxy is also published on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk).

Whether or not you are able to attend the meeting, you are requested to complete and return the enclosed form of proxy in accordance with the instructions printed thereon as soon as possible and in any event no less than 48 hours before the time fixed for holding the annual general meeting or any adjournment thereof. Completion and return of the form of proxy will not preclude you from attending and voting in person at the annual general meeting and any adjournment meeting if you so wish.

13 April 2016

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In this circular, the following expressions have the meanings set out below unless the context requires otherwise.

"2015 Option"	the 40,000,000 share options granted by the Company to the Grantees under the Share Option Scheme to subscribe for a total of 40,000,000 Shares on 29 June 2015
"AGM"	the annual general meeting of the Company to be convened at 2/F, J Plus, 35-45B Bonham Strand, Sheung Wan, Hong Kong on 13 May 2016 at 3:00 p.m.
"Articles"	the articles of association adopted by the Company, and as amended from time to time by resolution of the Shareholders of the Company
"Associates"	has the meaning ascribed to it under the Listing Rules
"Board"	the board of Directors
"Chairman"	chairman of the Board
"Company"	China Ludao Technology Company Limited 中國綠島科技有限公司, a company incorporated in the Cayman Islands with limited liability with its securities listed on the Stock Exchange
"Companies Law"	the Companies Law (as revised) of the Cayman Islands as amended, supplemented or otherwise modified from time to time
"Controlling Shareholder(s)"	has the meaning ascribed to it under the Listing Rules and unless the context requires otherwise, refers to Mr. Yu Yuerong and Ludao China Investments Holdings Limited
"Director(s)"	director(s) of the Company
"Extension Mandate"	a general and unconditional mandate proposed to be granted to the Directors to the effect that any Shares repurchased under the Repurchase Mandate will be added to the total number of Shares which may be allotted and issued under the Issue Mandate

"Grantees"	twelve eligible participants, including Mr. Chen Baoyuan, an executive Director, Ms. Pan Yili, an executive Director, Ms. Wang Jinfei, an executive Director and Mr. Wang Xiaobing, an executive Director of the Company, who were granted the 2015 Options
"Group"	the Company and its subsidiaries
"HK$"	Hong Kong dollar(s), the lawful currency of Hong Kong
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Issue Mandate	a general and unconditional mandate proposed to be granted to the Directors to exercise the power of the Company to allot, issue or otherwise deal with Shares up to a maximum of 20% of the aggregate nominal amount of the share capital of the Company in issue as at the date of passing the relevant resolution at the AGM
"Latest Practicable Date"	6 April 2016, being the latest practicable date prior to the printing of this circular for ascertaining certain information referred to in this circular
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"PRC"	the People's Republic of China
"Repurchase Mandate"	a general and unconditional mandate proposed to be granted to the Directors to enable them during the relevant period to repurchase Shares, the aggregate nominal amount of which shall not exceed 10% of the aggregate nominal amount of the issued share capital of the Company in issue as at the date of passing the relevant resolution at the AGM
"Retiring Directors"	the Directors retiring at the AGM and, being eligible, are offering themselves for re-election at the AGM, in accordance with the Articles, namely Mr. Yu Yuerong, Mr. Chen Baoyuan, Ms. Pan Yili, Ms. Wang Jinfei and Mr. Wang Xiaobing

"Scheme Mandate Limit"	the maximum numbers of Shares that may be issued upon exercise of all the options which may be granted under the Share Option Scheme
"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
"Share(s)"	the ordinary share(s) of HK$0.01 each in the share capital of the Company
"Share Option Scheme"	the share option scheme adopted by the Company on 16 September 2013
"Shareholder(s)"	holder(s) of the Share(s)
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Takeovers Code"	The Hong Kong Code on Takeovers and Mergers issued by the Securities and Futures Commission in Hong Kong
"%"	per cent

China Ludao Technology Company Limited
中國綠島科技有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2023)

Executive Directors:
Mr. Yu Yuerong *(Chairman)*
Mr. Chen Baoyuan
Ms. Pan Yili
Ms. Wang Jinfei
Mr. Wang Xiaobing

Independent non-executive Directors:
Ms. Cho Mei Ting
Mr. Wong Chi Wai
Mr. Ruan Lianfa

Registered office:
Clifton House
75 Fort Street
P.O. Box 1350
Grand Cayman KY1-1108
Cayman Islands

Principal place of business in Hong Kong:
Flat B, 17th Floor, Harvest Building
29-37 Wing Kut Street
Central, Hong Kong

13 April 2016

To the Shareholders

Dear Sir or Madam,

PROPOSALS FOR GENERAL MANDATES TO ISSUE AND REPURCHASE SHARES REFRESHMENT OF SCHEME MANDATE LIMIT OF SHARE OPTION SCHEME RE-ELECTION OF DIRECTORS AND NOTICE OF ANNUAL GENERAL MEETING

INTRODUCTION

The purpose of this circular is to provide you with information in respect of the resolutions to be proposed at the AGM for the approval of (a) the Issue Mandate; (b) the Repurchase Mandate; (c) the Extension Mandate; (d) the refreshment of Scheme Mandate Limit of the Share Option Scheme; and (e) the re-election of Directors. This circular contains the explanatory statement and gives all the information reasonably necessary to enable the Shareholders to make informed decisions on whether to vote for or against the resolutions to be proposed at the AGM.

A notice convening the AGM is set out on pages 20 to 26 of this circular.

GRANT OF ISSUE MANDATE, REPURCHASE MANDATE AND EXTENSION MANDATE

Pursuant to the written resolutions passed by the then Shareholders at the last annual general meeting of the Company held on 6 May 2015, the Directors were granted (a) general and unconditional mandates to allot, issue and deal with Shares not exceeding 20% of the aggregate nominal amount of the share capital of the Company in issue on the date of passing of the relevant ordinary resolution; (b) a general and unconditional mandate to repurchase Shares with an aggregate nominal amount not exceeding 10% of the aggregate nominal amount of the share capital of the Company in issue on the date of passing of the relevant ordinary resolutions; and (c) the power to extend the general mandate mentioned in (a) above by an amount representing the aggregate nominal amount of the Shares repurchased by the Company pursuant to the mandate to repurchase securities referred to in (b) above.

The above general mandates will expire at the conclusion of the AGM. At the AGM, the following resolutions, among other matters, will be proposed:

(a) to grant the Issue Mandate to the Directors to exercise the powers of the Company to allot, issue and otherwise deal with Shares up to a maximum of 20% of the aggregate nominal amount of the share capital of the Company in issue as at the date of passing of such resolution;

(b) to grant the Repurchase Mandate to the Directors to enable them to repurchase Shares up to a maximum of 10% of the aggregate nominal amount of the share capital of the Company in issue as at the date of passing of such resolution; and

(c) to grant the Extension Mandate to the Directors to increase the total number of Shares which may be allotted and issued under the Issue Mandate by an additional number representing such number of Shares repurchased under the Repurchase Mandate.

The full text of the above resolutions are set out in resolutions paragraphs 4 to 6 as set out in the notice of the AGM contained in pages 20 to 26 of this circular.

As at the Latest Practicable Date, the issued share capital of the Company comprised 480,000,000 Shares. On the basis that no further Shares are repurchased or issued prior to the date of the AGM, the Company would be allowed under the Repurchase Mandate to repurchase a maximum of 48,000,000 Shares and under the Issue Mandate to issue a maximum of 96,000,000 Shares, representing 10% and 20% of the issued Shares as at the Latest Practicable Date respectively.

Each of the Issue Mandate, the Repurchase Mandate and the Extension Mandate will expire at the earliest of: (a) the conclusion of the next annual general meeting of the Company; (b) the expiration of the period within which the next annual general meeting of the Company is required by the Company's memorandum of association and the Articles or the Companies Law or any other applicable laws of the Cayman Islands to be held; or (c) the time when such mandate is revoked or varied by ordinary resolution of the Shareholders in general meeting prior to the next annual general meeting of the Company.

With reference to the Repurchase Mandate and the Issue Mandate, the Directors wish to state that they have no immediate plans to repurchase any Shares or allot and issue any new Shares pursuant thereto.

An explanatory statement required by the Listing Rules to provide the Shareholders with requisite information reasonably necessary for the Shareholders to make an informed decision on whether to vote for or against the granting of the Repurchase Mandate is set out in Appendix I to this circular.

REFRESHMENT OF SCHEME MANDATE LIMIT OF THE SHARE OPTION SCHEME

Pursuant to the Share Option Scheme, the maximum number of Shares which may be issued upon exercise of all share options granted or to be granted under the Share Option Scheme and any other share option schemes of the Company shall not exceed 10% of the total number of issued Shares as at the date of the adoption of the Share Option Scheme, being 16 September 2013. During the period from the date of adoption of the Share Option Scheme to the Latest Practicable Date, the Scheme Mandate Limit has not been refreshed.

On the date of the adoption of the Share Option scheme, 400,000,000 Shares were in issue. The Scheme Mandate Limit is therefore 40,000,000 Shares. As at the Latest Practicable Date, the aggregate number of share options granted by the Company under the Share Option Scheme since its adopted was 40,000,000 share options, of which no share options were lapsed or exercised. The mandate was fully utilized under the Share Option Scheme as at the Latest Practicable Date.

The Company may refresh the Scheme Mandate Limit by an ordinary resolution of the Shareholders in general meeting. The Scheme Mandate Limit so refreshed shall not exceed 10% of the total number of Shares in issue as at the date of the Shareholders' approval for refreshing the Scheme Mandate Limit (and for the purpose of calculating the limit as refreshed, options previously granted under the Share Option Scheme and any other share option schemes of the Company (including options outstanding, cancelled, lapsed or exercised in accordance with the terms of the Share Option Scheme or any other share option schemes of the Company, if any) shall not be counted).

The purpose of the Share Option Scheme is to enable the Group to grant to selected participants as incentives or rewards for their contribution to the Group. The Directors are of the view that the proposed refreshment of the Scheme Mandate Limit is in the interests of the Company and the Shareholders as it provides the Company with more flexibility in providing incentives to selected participants by way of granting of share options.

As at the Latest Practicable Date, there were 480,000,000 Shares in issue. Assuming there is no further allotment and issue of Shares prior to the date of the AGM, upon the approval of the refreshment of the Scheme Mandate Limit by the Shareholders at the AGM, the Scheme Mandate Limit as refreshed will allow the Company to grant share options carrying right to subscribe for up to 48,000,000 Shares, being 10% of the issued share capital of the Company as at the date of approval of the refreshment of the Scheme Mandate Limit.

No share options may be granted if this will result in the number of Shares which may be issued upon exercise of all outstanding share options granted and yet to be exercised under the Share Option Scheme and any other share option schemes of the Company exceeding 30% of the total number of Shares in issue from time to time.

The refreshment of the Scheme Mandate Limit is conditional upon:

(a) the passing of an ordinary resolution by the Shareholders at the AGM to approve the refreshment of the Scheme Mandate Limit; and

(b) the Listing Committee granting approval of the listing of, and permission to deal in, the Shares which may fall to be issued pursuant to the exercise of share options to be granted under the refreshed Scheme Mandate Limit of the Share Option Scheme.

Application will be made to the Listing Committee of the Stock Exchange for the approval mentioned in paragraph (b) above.

The full text of the above resolutions are set out in resolutions paragraph 7 as set out in the notice of the AGM contained in pages 20 to 26 of this circular.

RE-ELECTION OF THE DIRECTORS

As at the Latest Practicable Date, the executive Directors are Mr. Yu Yuerong, Mr. Chen Baoyuan, Ms. Pan Yili, Ms. Wang Jinfei, Mr. Wang Xiaobing and the independent non-executive Directors are Ms. Cho Mei Ting, Mr. Wong Chi Wai and Mr. Ruan Lianfa.

Pursuant to Article 112 of the Company's Articles, Mr. Chen Baoyuan, Ms. Wang Jinfei, who were appointed as an executive directors of the Company on 1 August 2015 will hold office until the AGM, and who being eligible, offer themselves for re-election.

Pursuant to Article 108(a) and Article 108(b) of the Articles, at each annual general meeting one-third of the Directors for the time being, or, if their number is not 3 or a multiple of 3, then the number nearest to but not less than one-third, shall retire from office by rotation provided that every Director (including those appointed for a specific term) shall be subject to retirement by rotation at least once every 3 years. A retiring Director shall be eligible for re-election. Mr. Yue Yuerong, Mr. Chen Baoyuan, Ms. Pan Yili, Ms. Wang Jinfei and Mr. Wang Xiaobing shall retire from office by rotation at the AGM, and being eligible, will offer themselves for re-election.

Particulars of each of the Retiring Directors proposed to be re-elected at the AGM which are required to be disclosed by the Listing Rules are set out in Appendix II to this circular.

AGM AND PROXY ARRANGEMENT

A notice of the AGM is set out on pages 20 to 26 of this circular.

A form of proxy for use at the AGM is enclosed herewith. Such form of proxy is also published on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk). Whether or not you are able to attend the AGM, you are requested to complete, sign and return the accompanying form of proxy in accordance with the instructions printed thereon to the Company's branch share registrar and transfer office in Hong Kong, Tricor Investor Services Limited at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong as soon as possible and in any event not less than 48 hours before the time appointed for the holding of the AGM. Completion and return of the form of proxy will not preclude you from attending and voting in person at the AGM or any adjournment thereof should you so wish.

VOTE BY POLL

In accordance with Rule 13.39(4) of the Listing Rules, any vote of shareholders at a general meeting must be taken by poll. Accordingly, the voting on all resolutions at the AGM will be conducted by way of poll.

RESPONSIBILITY STATEMENT

This circular, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this circular is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein misleading.

RECOMMENDATION

Resolutions to be proposed at the AGM include ordinary resolutions relating to (a) the proposed grant of each of the Issue Mandate, Repurchase Mandate and Extension Mandate; (b) the refreshment of the Scheme Mandate Limit of the Share Option Scheme; and (c) the proposed re-election of each of the Retiring Directors. The Directors consider that all the proposed resolutions are in the best interest of the Company and the Shareholders as a whole and, accordingly, recommend all Shareholders to vote in favour of all such resolutions to be proposed at the AGM.

Yours faithfully,
For and on behalf of the Board
China Ludao Technology Company Limited
中國綠島科技有限公司
Mr. Yu Yuerong
Chairman and executive Director

This appendix serves as an explanatory statement, as required by the Listing Rules, to provide the requisite information to you for your consideration of the Repurchase Mandate.

LISTING RULES RELATING TO THE REPURCHASES OF SECURITIES

The Listing Rules permit companies whose primary listing is on the Stock Exchange to repurchase shares on the Stock Exchange and any other stock exchange on which securities of the company are listed and such exchange is recognised by the Securities and Futures Commission of Hong Kong subject to certain restrictions. Among such restrictions, the Listing Rules provide that the shares of such company must be fully paid up and all repurchases of shares by such company must be approved in advance by an ordinary resolution of shareholders, either by way of a general mandate or by specific approval of a particular transaction.

SHARE CAPITAL

As at the Latest Practicable Date, there were a total of 480,000,000 Shares in issue.

The Repurchase Mandate will enable the Directors to repurchase the Shares up to a maximum of 10% of the aggregate nominal amount of the share capital of the Company in issue as at the date of passing the relevant ordinary resolution at the AGM. Subject to the passing of the proposed resolution granting the Repurchase Mandate and assuming that no further Shares will be issued or repurchased prior to the AGM, the Company will be allowed under the Repurchase Mandate to repurchase a maximum of 48,000,000 Shares.

The Repurchase Mandate will expire at the earliest of: (a) the conclusion of the next annual general meeting of the Company; (b) the expiration of the period within which the next annual general meeting of the Company is required by the Company's memorandum of association and the Articles or the Companies Law or any other applicable laws of the Cayman Islands to be held; or (c) the time when such mandate is revoked or varied by ordinary resolution of the Shareholders in general meeting prior to the next annual general meeting of the Company.

FUNDING OF REPURCHASE

Repurchases must be funded out of funds legally available for the purpose in accordance with the Company's memorandum of association, the Articles and the applicable laws and regulations of the Cayman Islands.

It is presently proposed that any purchase of the Shares would be made out of profits of the Company or the proceeds of a fresh issue made for the purchase or out of capital provided that on the day immediately following the date of repurchase the Company is able to pay its debts as they fall due in the ordinary course of business.

As compared with the financial position of the Company as at 31 December 2015 (being the date of its latest audited accounts), the Directors consider that there would not be a material adverse impact on the working capital or gearing position of the Company if the Repurchase Mandate is to be exercised in full during the proposed repurchase period. However, the Directors do not propose to exercise the Repurchase Mandate to such extent as would, in the circumstances, have a material adverse effect on the working capital or the gearing level (as compared with the position disclosed in its most recent published audited accounts) which in the opinion of the Directors are from time to time appropriate for the Company.

REASONS FOR REPURCHASES

The Directors believe that the Repurchase Mandate is in the best interest of the Company and the Shareholders as a whole. Such repurchases may, depending on market conditions and funding arrangements at the time, lead to an enhancement of the net asset value per Share and/or earnings per Share and will only be made when the Directors believe that such repurchases will benefit the Company and the Shareholders as a whole.

DIRECTORS, THEIR ASSOCIATES AND CONNECTED PERSONS

None of the Directors nor, to the best of their knowledge having made all reasonable enquiries, any of their respective Associates (as defined in the Listing Rules) currently intends to sell any Shares to the Company under the Repurchase Mandate if the same is approved by the Shareholders at the AGM.

As at the Latest Practicable Date, no connected person (as defined in the Listing Rules) has notified the Company that he/she/it has a present intention to sell Shares to the Company, or has undertaken not to do so if the Repurchase Mandate is approved by the Shareholders at the AGM.

DIRECTORS' UNDERTAKING

The Directors have undertaken to the Stock Exchange that, so far as the same may be applicable, they will exercise the power to make repurchase pursuant to the Repurchase Mandate in accordance with the Listing Rules and the applicable laws of the Cayman Islands.

THE TAKEOVERS CODE AND MINIMUM PUBLIC HOLDING

If as a result of a repurchase of Shares a Shareholder's proportionate interest in the voting rights of the repurchasing company increases, such increase will be treated as an acquisition of voting rights for the purpose of the Takeovers Code. As a result, a Shareholder or a group of Shareholders acting in concert, depending on the level of increase of the Shareholder's interest, could obtain or consolidate control of the Company and become obliged to make a mandatory offer in accordance with Rule 26 of the Takeover Code.

As at the Latest Practicable Date, to the best of the knowledge and belief of the Directors, Ludao China Investments Holdings Limited, being the Controlling Shareholder of the Company, held 216,704,000 Shares representing 45.15% of the issued share capital of the Company. Ludao China Investments Holdings Limited is 100% beneficially owned by Mr. Yu Yuerong. In the event that the Directors exercise in full the power to repurchase Shares which is proposed to be granted pursuant to the resolution, the interests of Ludao China Investments Holdings Limited that Mr. Yu Yuerong have in the Company would increase to approximately 50.16% of the issued share capital of the Company and such an increase would give rise to an obligation to make a mandatory offer under Rules 26 and 32 of the Takeover Code.

However, as at the Latest Practicable Date, the Directors have no intention to exercise the Repurchase Mandate if that repurchase would result in the number of Shares which are in the hands of the public falling below 25% of the Company's issued share capital.

SHARE REPURCHASE MADE BY THE COMPANY

No repurchase of Shares has been made by the Company (whether on the Stock Exchange or otherwise) during the last six months.

SHARE PRICES

The highest and lowest price at which the Shares were traded on the Stock Exchange during each of the previous twelve months were as follows:

Month	**Per Share**	
	Highest	**Lowest**
	(HK$)	*(HK$)*
2015		
April	2.69	1.25
May	3.06	1.81
June	3.30	2.06
July	2.55	1.70
August	2.37	1.70
September	2.11	1.82
October	2.16	1.60
November	2.08	1.82
December	1.98	1.66
2016		
January	1.82	1.54
February	1.72	1.37
March	1.66	1.46
April *(Note)*	1.65	1.53

Note: Up to the Latest Practicable Date

The following are the particulars of the Retiring Directors (as required by the Listing Rules) who are subject to re-election at the AGM.

(1) MR. YU YUERONG

Mr. Yu Yuerong（**虞岳榮**）, aged 48, is our Chairman and executive Director. Mr. Yu is the founder of our Group and is primarily responsible for the overall strategic planning and corporate policy making for the operational direction of our Group. Mr. Yu obtained a bachelor's degree in Business Administration from Open University of China*（中央廣播電視大學）via distance learning in April 2000, and graduated from a Finance and Commerce Programme for Senior Director*（工商管理高級總裁研修班）conducted by Continuing Education of Zhejiang University*（浙江大學繼續教育學院）in 2008. Mr. Yu has over 20 years of extensive experience in PRC's factory operation and corporate management. Prior to joining our Group, Mr. Yu has worked in the capacity of manager and chairman respectively for Taizhou Yizhou Industrial Company*（台州一洲工業公司）from June 1992 to February 1998 and Zhejiang Huangyan Yizhou Group Limited*（浙江黃岩一洲集團有限公司）from March 1998 to August 2003, both of which are engaged in the production of daily-use chemical products, and Mr. Yu was responsible for managing the overall manufacturing operation of the factories.

Mr. Yu has confirmed that he has not been a director in any other listed company in the past 3 years.

Mr. Yu is the spouse of Ms. Wang Jinfei. Save as disclosed above, Mr. Yu is not connected with any existing senior management, Directors, substantial Shareholders or controlling Shareholders of the Company and does not have any interest in the Shares within the meaning of Part XV of the SFO.

Mr. Yu has entered into a service agreement with the Company for an initial term of three years commencing from 11 October 2013 and shall continue thereafter until terminated by either party giving to the other not less than three months' prior notice in writing and he is subject to retirement from office and re-election at the annual general meeting of the Company and vacation of office in accordance with the Articles. Mr. Yu was entitled to HK$720,000 per annum for his appointment as an executive Director and may also be entitled to a discretionary bonus if so recommended by the remuneration committee of the Company and approved by the Board having regard to the operation results of the Group and his performance, provided that the aggregate amount of bonuses payable to all the executive Directors for any financial year may not exceed five percent of the audited consolidated net profits of the Group after taxation and minority interest but before extraordinary items attributable to Shareholders of the Company of the relevant year.

As at the Latest Practicable Date, Mr. Yu had an interest in the 216,704,000 Shares held by Ludao China Investments Holdings Limited (for the reason that Mr. Yu is interested in 100% of the issued share capital of Ludao China Investments Holdings Limited). Mr. Yu also had a family interest in 3,500,000 options granted under the Share Option Scheme of the Company (Ms. Wang Jinfei is the spouse of Mr. Yu, Ms. Wang Jinfei is deemed to be interested in the shares held by Mr. Yu). As such, Mr. Yu had an aggregate interest of 220,204,000 Shares of the Company (equivalent to approximately 45.88% of the total number of issued Shares), within the meaning of Part XV of the SFO.

Save as disclosed herein as at the Latest Practicable Date, there is no other information relating to Mr. Yu that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules and no other matter that needs to be brought to the attention of the Shareholders and the Stock Exchange.

(2) MR. CHEN BAOYUAN

Mr. Chen Baoyuan（**陳寶元**）, aged 43, is our executive Director and chief financial officer of the Group. He is primarily responsible for overseeing the financial and accounting operations of the Group and supervising the internal control of the Group. Mr. Chen is a Certified Tax Agent in the PRC and has 19 years' experience in finance and accounting. Prior to joining the Group, he acted as the financial supervisor of the group financial center, the financial manager and the deputy financial officer in a subsidiary of GOME Electrical Appliances, a company listed on the Stock Exchange (stock code: 0493) successively. He also served as a financial manager and chief financial officer for several private companies. Mr. Chen graduated from Nanjing Dynamic College*（南京動力高等專科學校）in July 1995, majoring in computerized accounting and then graduated from Flinders University of South Australia with a Master of Arts (International Relations in Economy and Trade) in October 2012.

Mr. Chen has confirmed that he has not been a director in any other listed company in the past 3 years. Mr. Chen is not connected with any existing senior management, Directors, substantial Shareholders or controlling Shareholders of the Company and does not have any interest in the Shares within the meaning of Part XV of SFO.

Mr. Chen has entered into a service agreement with the Company under which he acts as an executive Director of the Company for an initial fixed term of 3 years commencing on 1 August 2015. Pursuant to the service agreement, Mr. Chen is entitled to receive an annual salary of RMB180,000. Such annual salary may be reviewed annually by the remuneration committee of the Company. In addition, Mr. Chen is also entitled to an annual bonus at the discretion of the Board determined by reference to the Group's operating results and his performance. The service agreement as between Mr. Chen and the Company may be terminated by either party giving to the other 3 months' prior written notice. Meanwhile, Mr. Chen is also subject to retirement by rotation and re-election at the annual general meeting in accordance with the Articles of the Company.

As at the Latest Practicable Date, Mr. Chen has a personal interest in 4,000,000 options granted under the Share Option Scheme of the Company (equivalent to approximately 0.83% of the total number of issued Shares), within the meaning of Part XV of the SFO.

Save as disclosed herein, there is no other information relating to Mr. Chen that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules and no other matter that needs to be brought to the attention of the Shareholders and the Stock Exchange.

(3) MS. PAN YILI

Ms. Pan Yili（**潘伊莉**）, aged 40, is our executive Director. Ms. Pan has over 10 years of corporate marketing and management experience. Ms. Pan joined our Group in 2003, she is primarily responsible for formulating the overall business strategies and market development of our Group. She obtained a graduate certificate in Chemical Engineering in June 1993 from Vocational School of Huangyan* 黃岩市職業技術學校. Ms. Pan received a bachelor's degree in Business Administration from Open University of China* 中央廣播電視大學 via distance learning in January 2012. Prior to joining our Group, Ms. Pan has worked in the capacity of strategic planner for Taizhou Yizhou Industrial Company* 台州一洲工業公司 from January 1997 to December 1998 and Zhejiang Huangyan Yizhou Group Limited* 浙江黃岩一洲集團有限公司 from January 1999 to February 2003, both of which are engaged in the production of daily-use chemical products where she was responsible for liaison and finance work respectively.

Ms. Pan has confirmed that she has not been a director in any other listed company in the past 3 years. Ms. Pan is not connected with any existing senior management, Directors, substantial Shareholders or controlling Shareholders of the Company and does not have any interest in the Shares within the meaning of Part XV of SFO.

Ms. Pan has entered into a service agreement with the Company for an initial term of three years commencing from the Listing Date and shall continue thereafter until terminated by either party giving to the other not less than three months' prior notice in writing and she is subject to retirement from office and re-election at the annual general meeting of the Company and vacation of office in accordance with the Articles. Ms. Pan was entitled to RMB102,000 per annum for her appointment as an executive Director and may also be entitled to a discretionary bonus if so recommended by the remuneration committee of the Company and approved by the Board having regard to the operation results of the Group and her performance, provided that the aggregate amount of bonuses payable to all the executive Directors for any financial year may not exceed five percent of the audited consolidated net profits of the Group after taxation and minority interest but before extraordinary items attributable to Shareholders of the Company of the relevant year.

As at the Latest Practicable Date, Ms. Pan has a personal interest in 3,000,000 options granted under the Share Option Scheme of the Company (equivalent to approximately 0.63% of the total number of issued Shares), within the meaning of Part XV of the SFO.

Save as disclosed herein as at the Latest Practicable Date, there is no other information relating to Ms. Pan that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules and no other matter that needs to be brought to the attention of the Shareholders and the Stock Exchange.

(4) MS. WANG JINFEI

Ms. Wang Jinfei（王金飛）, aged 44, is our executive Director. Ms. Wang joined the Group in 2003 and was the marketing manager of the Group who was responsible for the expansion of the Group's OBM business. She is currently the administrative manager of the Group and is responsible for the daily administrative operation of the Group in Hong Kong since January 2014. Prior to joining the Group, Ms. Wang worked as the general manager of Taizhou Yizhou industrial Co., Ltd*（台州一洲工業公司）from June 1992 to February 1998 and the general manager of domestic marketing of Zhejiang Huangyan Yizhou Group Co., Ltd*（浙江黃岩一洲集團有限公司）from March 1998 to February 2003 respectively, both companies are engaged in the production of dailyuse chemical products. Ms. Wang graduated from Zhejiang Shengzhou Changle Middle School*（浙江省嵊州市長樂中學）in June 1988.

Ms. Wang has confirmed that she has not been a director in any other listed company in the past 3 years.

Ms. Wang is the spouse of Mr. Yu Yuerong. Save as disclosed above, Ms. Wang is not connected with any existing senior management, Directors, substantial Shareholders or controlling Shareholders of the Company and does not have any interest in the Shares within the meaning of Part XV of SFO.

Ms. Wang has entered into a service agreement with the Company under which she acts as an executive Director of the Company for an initial fixed term of 3 years commencing on 1 August 2015. Pursuant to the service agreement, Ms. Wang is entitled to receive an annual salary of HK$360,000. Such annual salary may be reviewed annually by the remuneration committee of the Company. In addition, Ms. Wang is also entitled to an annual bonus at the discretion of the Board determined by reference to the Group's operating results and her performance. The service agreement as between Ms. Wang and the Company may be terminated by either party giving to the other 3 months' prior written notice. Meanwhile, Ms. Wang is also subject to retirement by rotation and re-election at the annual general meeting in accordance with the Articles of the Company.

As at the Latest Practicable Date, Ms. Wang had a personal interest in 3,500,000 options granted under the Share Option Scheme of the Company and was deemed by the SFO to be interested in all the 216,704,000 Shares held by Ludao China Investments Holdings Limited (for the reason that Ms. Wang is the spouse of Mr. Yu, Ms. Wang is deemed to be interested in the shares held by Mr. Yu). As such, Ms. Wang had an aggregate interest of 220,204,000 Shares of the Company (equivalent to approximately 45.88% of the total number of issued Shares), within the meaning of Part XV of the SFO.

Save as disclosed herein as at Latest Practicable Date, there is no other information relating to Ms. Wang that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules and no other matter that needs to be brought to the attention of the Shareholders and the Stock Exchange.

(5) MR. WANG XIAOBING

Mr. Wang Xiaobing（王小兵）, aged 41, is our executive Director. He is the head of research and development department. Mr. Wang joined our Group in 2010 and is primarily responsible for overseeing the research and development centre and monitoring the quality control of our Group. Prior to joining our Group, Mr. Wang had worked for a subsidiary of China Flavors and Fragrances Company Limited (the shares of which are listed on the Stock Exchange of Hong Kong Limited (Stock Code: 3318)) in various capacity including engineer, technical manager and general supervisor of the department for daily-use fragrance and flavors. He has professional and managerial experiences in research and development on daily chemical products and technical communication and services. Mr. Wang studied applied chemistry and graduated from Nanchang Vocational Technology Normal University*（南昌職業技術師範學院）in July 1998.

Mr. Wang has confirmed that he has not been a director in any other listed company in the past 3 years. Mr. Wang is not connected with any existing senior management, Directors, substantial Shareholders or controlling Shareholders of the Company and does not have any interest in the Shares within the meaning of Part XV of SFO.

Mr. Wang has entered into a service agreement with the Company under which he acts as an executive director of the Company for an initial fixed term of 3 years commencing on 16 May 2014. Pursuant to the service agreement, Mr. Wang is entitled to receive an annual salary of RMB196,000. Such annual salary may be reviewed annually by the remuneration committee of the Company. In addition, Mr. Wang is also entitled to an annual bonus at the discretion of the Board determined by reference to the Group's operating results and his performance. The service agreement as between Mr. Wang and the Company may be terminated by either party giving to the other 3 months' prior written notice. Meanwhile, Mr. Wang is also subject to retirement by rotation and re-election at the annual general meeting in accordance with the Articles of the Company.

As at the Latest Practicable Date, Mr. Wang has a personal interest in 4,000,000 options granted under the Share Option Scheme of the Company (equivalent to approximately 0.83% of the total number of issued Shares), within the meaning of Part XV of the SFO.

Save as disclosed herein, there is no other information relating to Mr. Wang that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules and no other matter that needs to be brought to the attention of the Shareholders and the Stock Exchange.

China Ludao Technology Company Limited
中國綠島科技有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2023)

NOTICE IS HEREBY GIVEN THAT the annual general meeting of China Ludao Technology Company Limited 中國綠島科技有限公司 (the "**Company**") will be held at 2/F, J Plus, 35-45B Bonham Strand, Sheung Wan, Hong Kong on 13 May 2016 at 3:00 p.m. for the following purposes:

AS ORDINARY BUSINESS

1. To receive and consider the audited consolidated financial statements of the Company and its subsidiaries together with the directors' report and the independent auditors' report for the financial year ended 31 December 2015.

2. To consider and approve, each as a separate resolution, if through fit, the following resolutions:

   (A) (i) to re-elect Mr. Yu Yuerong as an executive Director;

   (ii) to re-elect Mr. Chen Baoyuan as an executive Director;

   (iii) to re-elect Ms. Pan Yili as an executive Director;

   (iv) to re-elect Ms. Wang Jinfei as an executive Director; and

   (v) to re-elect Mr. Wang Xiaobing as an executive Director.

   (B) to authorise the Board of Directors of the Company to fix the remuneration of the Directors of the Company.

3. To re-appoint the Company's auditors and to authorise the Board of Directors to fix the remuneration of the auditors.

AS SPECIAL BUSINESS

4. To consider and, if thought fit, pass with or without modifications, the following resolution as ordinary resolution of the Company:

"**THAT**

(a) subject to paragraph (c) below, and pursuant to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"), the exercise by the Directors of the Company during the Relevant Period (as hereinafter defined in this resolution) of all the powers of the Company to allot, issue and deal with any unissued shares in the capital of the Company and to make or grant offers, agreements and options (including but not limited to warrants, bonds and debentures convertible into shares of the Company) which might require the exercise of such power be and is hereby generally and unconditionally approved;

(b) the approval in paragraph (a) shall authorise the Directors of the Company during the Relevant Period (as hereinafter defined) to make or grant offers, agreements and options (including warrants, bonds and debentures convertible into shares of the Company) which might require the shares in the capital of the Company to be issued either during or after the end of the Relevant Period (as hereinafter defined);

(c) the aggregate nominal value of the share capital allotted or agreed conditionally or unconditionally to be allotted or issued (whether pursuant to an option or otherwise) by the Directors of the Company pursuant to the approval in paragraph (a) above, otherwise than pursuant to (i) a Rights Issue (as hereinafter defined); or (ii) an issue of shares upon the exercise of options which may be granted under any share option scheme or under any option scheme or similar arrangement for the time being adopted for the grant or issue to Directors, officers and/or employees of the Company and/or any of its subsidiaries or any other person of shares or rights to acquire shares of the Company; or (iii) any scrip dividend schemes or similar arrangements providing for the allotment and issue of shares in lieu of the whole or part of a dividend on shares of the Company in accordance with the Articles of the Company in force from time to time; or (iv) a specific authority granted by the shareholders of the Company in general meeting, shall not exceed 20% of the total nominal value of the share capital of the Company in issue at the date of the passing of this resolution and the said approval shall be limited accordingly; and

(d) for the purposes of this Resolution:

"**Relevant Period**" means the period from the passing of this Resolution until whichever is the earlier of:

(i) the conclusion of the next annual general meeting of the Company;

(ii) the expiration of the period within which the next annual general meeting of the Company is required by the Articles of the Company or any applicable law of the Cayman Islands to be held; and

(iii) the passing of an ordinary resolution by shareholders of the Company in general meeting revoking, varying or renewing the authority given to the Directors of the Company by this resolution.

"**Rights Issue**" means an offer of shares of the Company or issue of option, warrants or other securities giving the right to subscribe for shares of the Company, open for a period fixed by the Directors of the Company to holders of shares whose names appear on the register of members of the Company (and, where appropriate, to holders of other securities of the Company entitled to the offer) on a fixed record date in proportion to their then holdings of such shares (or, where appropriate, such other securities) (subject in all cases to such exclusions or other arrangements as the Directors of the Company may deem necessary or expedient in relation to fractional entitlements or having regard to any restrictions or obligations under the laws of, or the requirement of any recognised regulatory body or any stock exchange in, any territory applicable to the Company)."

5. To consider and, if thought fit, pass with or without modifications, the following resolution as ordinary resolution of the Company:

"**THAT**

(a) subject to paragraph (b) below, the exercise by the Directors of the Company during the Relevant Period (as hereinafter defined) of all powers of the Company to repurchase shares of the Company on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") or on any other stock exchange on which the shares of the Company may be listed and which is recognised by the Securities and Futures Commission of Hong Kong and the Stock Exchange for this purpose, subject to and in accordance with all applicable laws and/or the requirements of the Listing Rules or of any other stock exchange as amended from time to time, be and is hereby generally and unconditionally approved;

(b) the aggregate nominal value of the shares of the Company which the Company is authorised to repurchase pursuant to the approval in paragraph (a) above during the Relevant Period (as hereinafter defined) shall not exceed 10% of the total nominal value of the share capital of the Company in issue at the date of the passing of this resolution, and the authority granted pursuant to paragraph (a) above shall be limited accordingly;

(c) subject to the passing of each of the paragraph (a) and (b) of this resolution, any prior approvals of the kind referred to in paragraphs (a) and (b) of this resolution which has been granted to the Directors of the Company and which are still in effect be and are hereby revoked; and

(d) for the purposes of this resolution, "**Relevant Period**" means the period from the passing of this resolution until whichever is the earliest of:

(i) the conclusion of the next annual general meeting of the Company;

(ii) the expiration of the period within which the next annual general meeting of the Company is required by the Articles of the Company or any applicable law of the Cayman Islands to be held; and

(iii) the passing of an ordinary resolution by shareholders of the Company in general meeting revoking, varying or renewing the authority given to the Directors of the Company by this resolution."

6. To consider and, if thought fit, pass with or without modifications, the following resolution as ordinary resolution of the Company:

"**THAT** conditional upon the ordinary resolutions set out in paragraph 4 and 5 of the notice convening this meeting being passed, the general mandate granted to the Directors of the Company to allot, issue and deal in any unissued shares pursuant to the ordinary resolution set out in paragraph 4 of the notice convening this meeting be and is hereby extended by the addition to the aggregate nominal value of the share capital of the Company which may be allotted or agreed conditionally or unconditionally to be allotted by the Directors of the Company pursuant to such general mandate of an amount representing the aggregate nominal value of the share capital of the Company repurchased by the Company under the authority granted pursuant to the ordinary resolution set out in paragraph 5 of the notice convening this meeting, provided that such extended amount shall not exceed 10% of the total nominal value of the share capital of the Company in issue at the date of the passing of this resolution."

7. To consider and, if thought fit, pass with or without modifications, the following resolution as ordinary resolution of the Company:

"**THAT** subject to and conditional upon the Listing Committee of The Stock Exchange of Hong Kong Limited granting approval for the listing of, and permission to deal in, the shares in the share capital of the Company to be issued pursuant to the exercise of share options under the share option scheme adopted by the Company on 16 September 2013 (the "**Share Option Scheme**"), the existing scheme mandate limit in respect of the granting of options to subscribe for shares of the Company under the Share Option Scheme be refreshed and renewed provided that the total number of shares which may be allotted and issued pursuant to the grant or exercise of the options under the Share Option Scheme (excluding options previously granted, outstanding, cancelled, lapsed or exercised under the Share Option Scheme) shall not exceed 10 per cent. of the shares of the Company in issue as at the date of passing this resolution (the "**Refreshed Limit**") and that the Directors of the Company be and are hereby authorised, subject to compliance with the Rules Governing the Listing of Securities on the Stock Exchange, to grant options under the Share Option Scheme up to the Refreshed Limit and to exercise all the powers of the Company to allot, issue and deal with shares of the Company pursuant to the exercise of such options."

By Order of the Board
China Ludao Technology Company Limited
中國綠島科技有限公司
Mr. Yu Yuerong
Chairman and executive Director

Hong Kong, 13 April 2016

As at the date of this notice, the executive Directors are Mr. Yu Yuerong, Mr. Chen Baoyuan, Ms. Pan Yili, Ms. Wang Jinfei and Mr. Wang Xiaobing; and the independent non-executive Directors are Ms. Cho Mei Ting, Mr. Wong Chi Wai and Mr. Ruan Lianfa.

Notes:

1. Any Shareholder entitled to attend and vote at the meeting is entitled to appoint on or more proxies to attend and vote instead of him. A proxy needs not be a Shareholder of the Company.

2. In order to be valid, a form of proxy in the prescribed form together with the power of attorney or other authority (if any) under which it is signed must be deposited at the Company's Hong Kong branch share registrar, Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not less than 48 hours before the time appointed for holding of the meeting or the adjourned meeting.

3. The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorized in writing or, if the appointor is a corporation, either under its common seal or under the hand of an officer or attorney or other person duly authorized.

4. Delivery of the form of proxy will not preclude a member from attending and voting in person at the meeting convened and in such event, the form of proxy shall be deemed to be revoked.

5. Where there are joint registered holders of any share, any one of such persons may vote at any meeting, either personally or by proxy, in respect of such share as if he were solely entitled thereto; but if more than one of such joint holders be present at any meeting personally or by proxy, then one of the said persons so present being the most, or as the case may be, the more senior shall alone be entitled to vote in respect of the relevant joint holding and, for this purpose, seniority shall be determined by reference to the order in which the names of the joint holder stand on the register in respect of the relevant joint holding.

6. The enclosed form of proxy must be signed by the appointor or by his attorney authorized in writing or, if the appointor is a corporation, either under its seal or under the hand of an office, attorney or other person duly authorized to sign the same.

7. The Company's register of members will be closed from Monday, 9 May 2016 to Friday, 13 May 2016, both days inclusive, during which period no transfers of shares shall be effected. In order to qualify for attending the forthcoming Annual General Meeting, all transfers of shares accompanied by the relevant share certificates must be lodged with the Company's Hong Kong branch share registrar, Tricor Investor Services Limited at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong for registration not later than 4.30 p.m. on Friday, 6 May 2016.