

Construction Started for the Specialty Paper & Coated Paper Industrial Base Project of Guanhao High-tech

On November 18, 2011, construction started for the specialty paper & coated paper industrial base project of Guanhao High-tech Co., Ltd. in Zhanjiang Development Zone. The total investment planned for the project is RMB 7.6 billion. After completing the construction and putting into production, the annual papermaking capacity of the project will reach 750,000 tons, and the annual coated products capacity will reach 355,000 tons. It is expected that the project will bring about good economic and social benefits, generating total industrial output value of about RMB 8 billion, profit of about RMB 700 million, and tax

revenue of over RMB 400 million annually.

The specialty paper and coated paper industrial base is located in Zhanjiang Development Zone. The first phase of the project includes the construction of new specialty base paper and coated paper production lines, the relocation of six existing coating production lines, and the construction of supporting power plant. It will occupy a area of 77.33 hectares (1160 mu) and is expected to be put into production at the end of 2012.