


THE COMPANIES ACT 1985
PRIVATE COMPANY LIMITED BY SHARES
MEMORANDUM OF ASSOCIATION

OF
CHINA SHOTO PLC


30.11.05

- 1 The Company's name is 'China Shoto PLC'¹
- 2 The Company is to be a public limited company.²
- 3 The Company's registered office is to be situated in England and Wales.
- 4 The object of the Company is to carry on business as a general commercial company.

Without prejudice to the generality of the object and powers of the Company derived from section 3A of the Act, the Company has power to do all or any of the following things -

- (a) to acquire by any means any property or rights whatsoever;
- (b) to pay for any property or rights acquired by the Company and to remunerate any person either in cash or by the allotment of shares, debentures or other securities of the Company credited as fully or partly paid up, or otherwise;
- (c) to apply for or otherwise obtain, and to protect (by registration or otherwise), extend and renew (in each case in any part of the world), disclaim and modify,

¹ The name of the company was changed to 'China Shoto plc' by written resolution passed on 30 November 2005

² The company was re-registered as a public company on 1 December 2005

and grant or acquire rights over or in respect of, any patents, inventions, discoveries, secret process, copyright, trade marks, designs and other intellectual property; to experiment upon, test or improve any such property; and to carry out research and development in connection with any business or proposed business of the Company or any other person;

- (d) to maintain, manage, improve, develop, turn to account, grant rights and privileges in respect of and otherwise deal with all or any part of the property and rights of the Company;
- (e) to dispose by any means of the whole or any part of the undertaking, property and rights of the Company;
- (f) to lend money or give credit to such persons and on such terms as may seem expedient and otherwise to invest and deal with the moneys of the Company;
- (g) to borrow money and to secure by mortgage, charge or lien upon the whole or any part of the Company's undertaking and property (whether present or future), including its uncalled capital, the discharge of any obligation of the Company or any other person, including (without prejudice to the generality of the foregoing) any associated company of the Company;
- (h) to give such indemnities as may seem expedient and to guarantee the performance of any obligation of any person, including (without prejudice to the generality of the foregoing) any associated company of the Company;
- (i) to draw, make, accept, endorse, discount, execute and issue promissory notes, bills of exchange, bills of lading, warrants, debentures and other negotiable or transferable instruments;
- (j) to establish and maintain any non-contributory or contributory pension or superannuation funds for the benefit of, and to give donations, gratuities, pensions and allowances to, present and former directors and employees of the

Company or of any other company which is an associated company of the Company or a predecessor in business of the Company or any such associated company, or any other persons in whose welfare the Company or any such other company is or has been interested, and the wives, widows, families and dependants of any such persons; and to make payments for or towards the insurance of any such persons and the provision of pensions and allowances for any of them;

- (k) to establish and subsidise or support any institutions, associations, clubs, funds, trusts or schemes for the benefit of any such persons as are mentioned in the last preceding paragraph, and to subscribe or guarantee money or make payments for any charitable, benevolent, public, general or useful object;
- (l) to purchase and maintain for any present or former officer or auditor of the Company or any associated company of the Company insurance against any such liability as is mentioned in section 310(1) of the Act;
- (m) to give such financial assistance (as defined in section 152 of the Act) as may be lawful, whether directly or indirectly, for any of the purposes mentioned in section 151 of the Act;
- (n) to control, manage or otherwise assist any associated company of the Company, to provide services and facilities of all kinds to any such associated company and to make payments by way of subvention or otherwise to any such associated company or in connection with it or its business or operations;
- (o) to enter into any arrangements with any governments or authorities (supreme, municipal, local or otherwise) or any person or company, and to obtain from any such government, authority, person or company any rights, privileges, charters, contracts, licences and concessions and to carry out, exercise and comply with the same;

- (p) to pay out of the funds of the Company all expenses which it may lawfully pay with respect to its formation and registration or the issue of its capital, including brokerage and commissions for obtaining applications for or taking, placing or underwriting or procuring the underwriting of shares, debentures or other securities of the Company;
- (q) to enter into any partnership or arrangement for sharing profits, co-operation or union of interests with any other company or person, and to establish or promote, or join in the establishment or promotion of, any other company;
- (r) to acquire and undertake the whole or any part of the business, property and liabilities of any other company or person, and to amalgamate with any other company;
- (s) to distribute any of the property of the Company in kind among its members;
- (t) to cause the Company to be registered or recognised in any part of the world;
- (u) to do all or any of the above things in any part of the world, and either as principal, agent, trustee, contractor or otherwise, and either alone or in conjunction with others, and by or through agents, trustees, subcontractors or otherwise;
- (v) to do all such other things as are or may be deemed incidental or conducive to the attainment of the above object and the exercise of the powers (whether express or implied) of the Company.

And so that -

- (i) in this clause the word 'company', except where used in reference to the Company, shall be deemed to include any partnership or other body of persons, whether incorporated or not incorporated, and whether domiciled in the United Kingdom or elsewhere;

-
- (ii) in this clause the expression 'associated company' means, in reference to the Company, any company in which the Company has any direct or indirect interest;
 - (iii) in this clause the expression 'the Act' means the Companies Act 1985, including any statutory modification or amendment thereof for the time being in force; and
 - (iv) the widest interpretation shall be given to each of the provisions of this clause, and none of them shall be restrictively construed or (except where the context expressly so requires) be in any way limited or restricted by reference to or inference from the terms of any other paragraph or the name of the Company.

5 The liability of the members is limited.

6 The Company's share capital is £1,000 divided into 1,000 shares of £1.00 each.³

³ The authorised share capital of the Company was increased to £10,000,000 comprising 100,000,000 Ordinary Shares of £1.00 each and the existing issued and authorised but unissued Ordinary Shares of £1.00 each subdivided into Ordinary Shares of £0.10 each by written resolution on 30 November 2005.

We, the sole subscriber to this memorandum of association, wish to form a company pursuant to this memorandum; and we agree to take the number of shares shown opposite our name.

NAMES AND ADDRESSES OF SUBSCRIBERS	NUMBER OF SHARES TAKEN BY THE SUBSCRIBER
For and on behalf of Adjustable Nominees Limited Beaufort House, Tenth Floor, 15 St Botolph Street, London EC3A 7EE P. M. Allford Director	One
For and on behalf of Powell Burt Properties Limited Beaufort House, Tenth Floor, 15 St Botolph Street, London EC3A 7EE P. M. Allford Director	One
Total shares taken	Two

Dated 22nd April 2005

Witness to the above signature -

Ms S M Gibbons
Beaufort House
15 St. Botolph Street
London
EC3A 7EE

Manager - Corporate Services