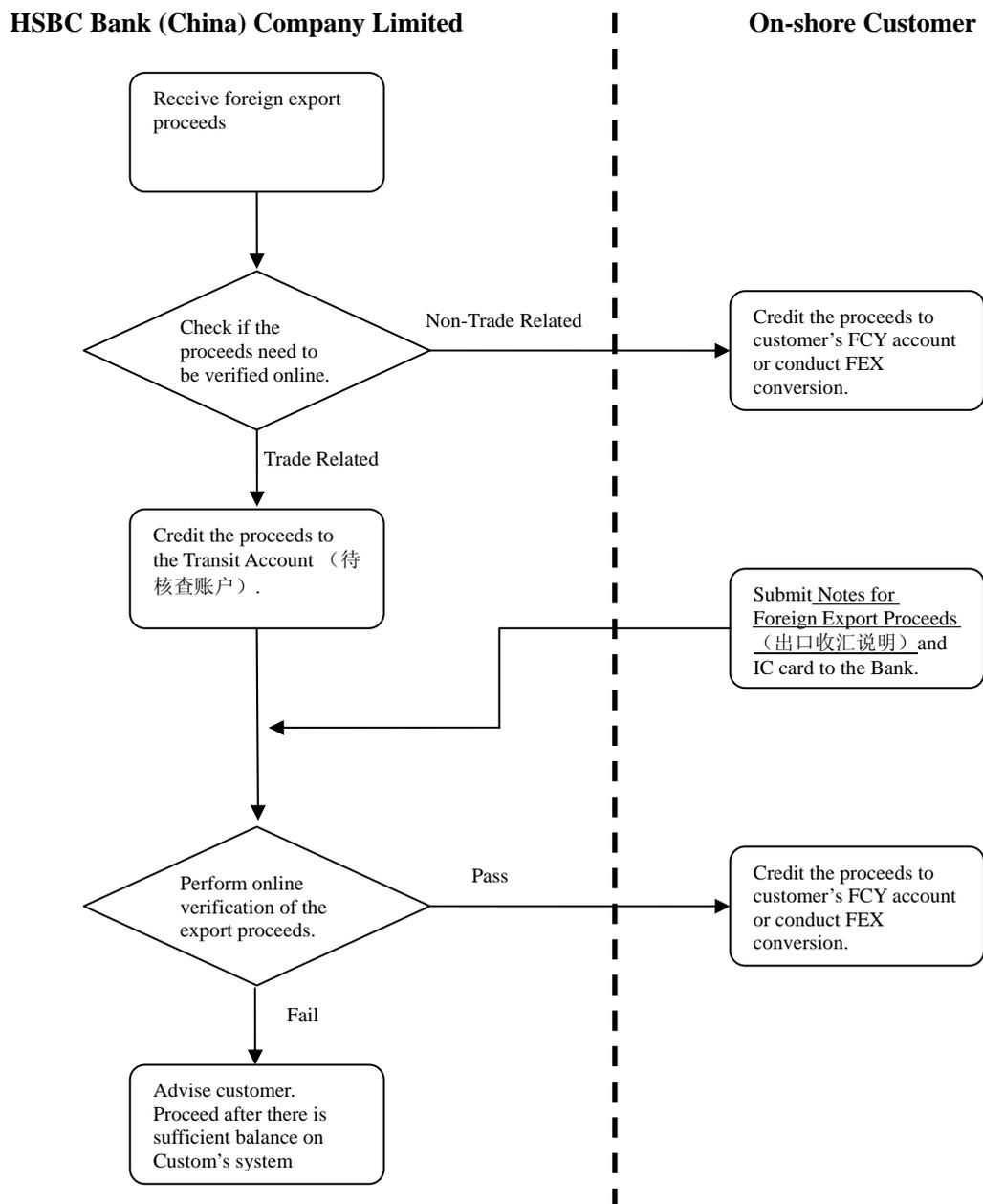


Dear Customer,

According to the *Notice of the State Administration of Foreign Exchange (hereinafter referred to as SAFE), the Ministry of Commerce and the General Administration of Customs, the “Measures for the On-line Inspection of the Collection and Settlement of Foreign Exchange in Export” (hereinafter referred to as “the Measures”), (No. 29 [2008] of SAFE) and Notice of SAFE about Implementing the Measures (No. 31 [2008] of SAFE), the On-line Inspection System for the Collection and Settlement of Foreign Exchange in Export (hereinafter referred to as the System) will be soft launched on 14 Jul 2008 and formally launched on 4 Aug 2008.*

As the new regulation may impact your business operational process, we would like to summarize the procedure for foreign export proceeds online verification.



Tips for Customer

1. Effective 14 July 2008, your foreign export proceeds will be credited into your Transit Account. Only after you have provided China e-Port IC card and Notes for Foreign Export Proceeds can your proceeds be verified online and transferred to settlement account. Please submit the “Notes” earlier and apply more IC cards if needed.
2. If the nature of payments, (i.e. export proceeds, services trade proceeds, or non-bonded export proceeds of enterprises within bonded areas), are indicated clearly in the narrative of the Inward Remittance Telegraphic Transfer (IRTT) or in the “Other Instruction” field of the Export Trade Collection/Negotiation Instruction, we will directly credit the proceeds into the to-be-inspected account or the foreign current exchange account of the beneficiary, respectively. Otherwise, we will inform you by fax. To ensure the IRTT will be promptly credited into your account, please confirm the nature of the inward funds on the facsimiled notice and return the completed notice to us with your Business Chop or Financial Chop by fax.
3. In order to speed up the process of crediting inward funds to your account, it is highly recommended that you advise your trade partners to indicate the nature of the funds in the payment narrative in the IRTT.
4. Please refer separate guidance on IC card application for customers.
5. For detailed information, please refer to the relevant SAFE notices or visit the SAFE’s website www.safe.gov.cn.