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**XINYI'S BUSINESS INVESTMENT FRAMEWORK  
AGREEMENT IN PRINCIPLE**

BETWEEN

GOVERNMENT OF ONTARIO – ONTARIO INVESTMENT OFFICE

AND

XINYI GLASS HOLDINGS LIMITED.

NOVEMBER, 2017

On November 26, 2017, Xinyi Glass Holdings Limited (Xinyi) announced its intention to develop a large float glass manufacturing plant in the Province of Ontario (the “Project”).

Xinyi is planning to invest over \$450 Million and create over 400 stable, long-term manufacturing jobs at a site yet to be determined.

The Project is expected to also stimulate related upstream and downstream business activities and bring about increasing economic benefits to the Province of Ontario.

The Project, integrated with other energy smart solar systems, will include the following five principal items:

- i) Setting up of two large float glass manufacturing lines, with a total capacity of 1,600 tonnes per day.
- ii) An advanced new glass processing line for production of energy saving Low-emissivity glass products for use in energy saving glass curtainwalls for commercial buildings, and residential window applications.
- iii) Solar system will be installed at rooftop of the glass manufacturing buildings with about 20 MegaWatt capacity to reduce and offset electricity consumption of the glass production operations.
- iv) Energy storage battery system will be installed, with capability to store electricity which will be released for use in the peak demand periods to achieve maximum environmental and cost benefits.
- v) Development of large scale solar green house for organic agriculture and other applications.

Ontario government has or intends to provide the following assistance in furtherance of the Project:

- i) Assign a special team to assist Xinyi to identify potential sites for the Project.
- ii) Provide support and guidance on preliminary site options for the Project.

It is understood that Xinyi has already located a potentially suitable site of about 100 acres in Southern Ontario and signed Letter of Intent with the landowner, to enable finalization of the Agreement of Purchase and Sale for the subject land property.

In addition the Province has invited Xinyi to submit a full business plan for consideration under Ontario's Jobs and Prosperity Fund (JPF).

It is understood that the Project would be subject to the same due diligence and requirements as any other proposal for JPF consideration, including being subject to all necessary government approvals and that the signing of this document does not serve as a representation, promise or guarantee that the Province would be able or willing to provide funding to the Project.

This document is not intended to be nor is to be construed as giving rise to any legally binding or enforceable obligations, rights or liabilities. It is further understood that both parties will continue to conduct their own due diligence.

Dated this the 26<sup>th</sup> day of November 2017.

By Government of Ontario:

  
Allan O'Dette  
Chief Investment Officer

By order of the board of directors of  
Xinyi Glass Holdings Limited

  
Tan Sri Datuk Gerry Tung  
Chief Executive Officer