

4 June 2020

Dear Shareholder

May I firstly send you my fervent hope that you are safe and well during these very difficult times. The health and safety of all of us is the most important concern that we all have during this period.

At this time of the year I would normally be inviting you to our Annual General Meeting and enclosing our annual Financial Statements for the year. As with almost every other thing this year will have to be different. In April I announced that the AGM normally scheduled for June would have to be delayed but I am pleased to report that we are able to convene and hold the AGM this month in a somewhat altered form.

As a consequence of the Covid 19 pandemic we have been delayed and affected on many matters. As you will all know Kaidi Group, our joint venture partner in Zhongying, is a Chinese company based in Wuhan. Your Managing Director and I were both there in December 2019 to try and agree the best way forward for us to realise value from this investment, our only major asset. We had positive discussions but reaching a firm conclusion at that time was not possible as Kaidi itself was going through a major restructure. We agreed to remain in regular close touch as it was expected that the restructure would be completed during the first quarter of 2020.

We are all now aware that Wuhan was the source of the virus and from early January 2020 Kaidi was affected and by mid-January their offices had to close. They were unable to progress any important matters while this persisted and as of now Wuhan is still not fully open.

Of course the UK followed suit and a short while later we were in the same position. It was clear by February that we would have no more information including any valuation on Zhongying until both China and UK were fully operational again. As a result your directors made the decision to extend the financial year by six months to 30<sup>th</sup> June 2020 and as a consequence there are no Financial Statements to lay before you at this time.

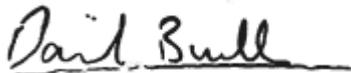
It is a requirement of the Companies Act that there is a general meeting no more than twelve months from the previous meeting and in order to comply with this provision we are holding our AGM at the end of June. You will find posted on our website the formal Notice of Meeting and the Form of Proxy for printing off and completing. We are also sending this letter and attachments by post to the less than 100 shareholders who so requested but for all other shareholders we are placing these documents on our website [www.londonasiacapital.com](http://www.londonasiacapital.com).

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Shareholders should be aware that physical attendance in person at the AGM will not be possible because of health and safety and social distancing rules. On our website you will find further details about how you can be represented by your proxy and how you can join in the meeting on-line. The last few weeks have brought home even more strongly the need for electronic communication. Can I also make a plea to those few shareholders who still require delivery by post of notices and documents to reconsider their position. If you still wish to receive written correspondence do write back and confirm that to us otherwise after this Meeting you will be contacted only electronically in the future.

I hope to be in touch with you again once more normal times return both in UK and in China and at the AGM.

Yours sincerely

A handwritten signature in black ink that reads "David Buchler". The signature is written in a cursive style and is underlined with a single horizontal line.

David Buchler  
Chairman