

Guangdong SDG Information Optical Cable  
Co., Ltd.

Auditor's Report

YZYZI [2022] No.32157

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## Audit Report

TZYZi [2022] No. 32157

Guangdong SDG Information Optical Cable Co., Ltd.,

### **I. Auditor's Opinion**

We have audited the attached financial statements of Guangdong SDG Information Optical Cable Co., Ltd. (hereinafter referred to as "Guangdong SDG"), including the balance sheet as of December 31, 2021, and the income statement, cash flow statement and statement of changes in owners' equity as well as the relevant notes to the financial statements in 2021.

In our opinion, the attached financial statements are prepared in accordance with the Accounting Standards for Business Enterprises in all material aspects, and fairly reflect the financial status of Guangdong SDG Information Optical Cable Co., Ltd. as of December 31, 2021 and its operating results and cash flow in 2021.

### **II. Basis for Forming Auditor's Opinion**

We have performed our audit in accordance with the Auditing Standards for CPAs of China. Our responsibilities under these Standards are further elaborated in the section of the Audit Report titled "Responsibilities of CPAs for the Audit of Financial Statements". In accordance with the Code of Professional Ethics for CPAs of China, we are independent of Guangdong SDG Information Optical Cable Co., Ltd. and have performed our other responsibilities in terms of professional ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for the Audit Opinion.

### **III. Responsibility of the Management to Financial Statements**

The management shall be responsible for preparing the financial statements in accordance with the Accounting Standards for Business Enterprises so as to achieve a fair presentation, and for designing, implementing and maintaining necessary internal control so as to ensure that the financial statements are free from material misstatement resulting from fraud or error.

When preparing the financial statements, the management is responsible for assessing the going-concern ability of Guangdong SDG Information Optical Cable Co., Ltd. and disclosing matters relating to going-concern (if applicable), and applying the going-concern assumption, unless there is

no other realistic alternative to the planned liquidation of Guangdong SDG Information Optical Cable Co., Ltd. or termination of the operation.

#### **IV. Responsibilities of CPAs for the Audit of Financial Statements**

Our objective is to obtain reasonable assurance as to whether the financial statements, as a whole, are free from material misstatement resulting from fraud or error, and to issue an audit report which includes an audit opinion. Reasonable attestation is a high-level attestation, but it does not guarantee that the audit conducted in accordance with the auditing standards can always uncover a material misstatement. A misstatement may result from fraud or error, if the reasonable expectations are wrong.

A misstatement that, individually or in the aggregate, may affect the economic decision made by the user of a financial statement based on the financial statement is generally considered material.

In the course of our audit in accordance with the Auditing Standards, we have exercised professional judgment and maintained professional skepticism. In the meantime, we also perform the following tasks:

(1) Identifying and assessing the risks of material misstatement in financial statements resulting from fraud or error, designing and implementing audit procedures so as to cope with such risks, and obtaining adequate and appropriate audit evidence as the basis of issuing the audit opinion. As fraud may involve collusion, forgery, intentional omission, misrepresentation or override of internal control, the risk of failing to detect material misstatement due to fraud is higher than that of failing to detect material misstatement due to error.

(2) Understand internal controls related to audit in order to design appropriate audit procedures, provided, however, that the purpose is not to issue an opinion on the effectiveness of internal controls.

(3) Evaluate the appropriateness of the accounting policies selected by the management and the reasonableness of the accounting estimates and relevant disclosures made by the management.

(4) Draw a conclusion on the appropriateness of the management's use of the going-concern assumption. Meanwhile, based on the obtained audit evidence, draw a conclusion on whether there is major uncertainty in the issues or situations that may lead to significant concerns on the going concern ability of Guangdong SDG Information Optical Cable Co., Ltd.. If we conclude that there is material uncertainty, the auditing standards require us to bring relevant disclosures in the financial statements to the attention of the users of such financial statements in the auditor's report; if the disclosure is insufficient, we should modify our opinion. Our conclusions are based on the information available as of the date of the auditor's report. However, events or circumstances in the future may make it impossible for Guangdong SDG Information Optical Cable Co., Ltd. to continue its operation.

(5) Evaluate the overall presentation, structure and content of the financial statements and whether the financial statements fairly reflect the relevant transactions and events.

We discuss with management the scope, timing, and material findings of the planned audit, including any notable internal control weaknesses that are identified during the audit.

	Chinese Certified	
Guangzhou, China	Public Accountant:	_____
April 28, 2022	Chinese Certified	
	Public Accountant:	_____

Guangdong SDG Information Optical Cable  
Co., Ltd.

Auditor's Report

YZYZI [2021] No.21346

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## Audit Report

TZYZi [2021] No. 21346

Guangdong SDG Information Optical Cable Co., Ltd.,

### **I. Auditor's Opinion**

We have audited the attached financial statements of Guangdong SDG Information Optical Cable Co., Ltd. (hereinafter referred to as "Guangdong SDG"), including the balance sheet as of December 31, 2020, and the income statement, cash flow statement and statement of changes in owners' equity as well as the relevant notes to the financial statements in 2020.

In our opinion, the attached financial statements are prepared in accordance with the Accounting Standards for Business Enterprises in all material aspects, and fairly reflect the financial status of Guangdong SDG Information Optical Cable Co., Ltd. as of December 31, 2020 and its operating results and cash flow in 2020.

### **II. Basis for Forming Auditor's Opinion**

We have performed our audit in accordance with the Auditing Standards for CPAs of China. Our responsibilities under these Standards are further elaborated in the section of the Audit Report titled "Responsibilities of CPAs for the Audit of Financial Statements". In accordance with the Code of Professional Ethics for CPAs of China, we are independent of Guangdong SDG Information Optical Cable Co., Ltd. and have performed our other responsibilities in terms of professional ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for the Audit Opinion.

### **III. Responsibility of the Management to Financial Statements**

The management shall be responsible for preparing the financial statements in accordance with the Accounting Standards for Business Enterprises so as to achieve a fair presentation, and for designing, implementing and maintaining necessary internal control so as to ensure that the financial statements are free from material misstatement resulting from fraud or error.

When preparing the financial statements, the management is responsible for assessing the going-concern ability of Guangdong SDG Information Optical Cable Co., Ltd. and disclosing matters relating to going-concern (if applicable), and applying the going-concern assumption, unless there is

no other realistic alternative to the planned liquidation of Guangdong SDG Information Optical Cable Co., Ltd. or termination of the operation.

#### **IV. Responsibilities of CPAs for the Audit of Financial Statements**

Our objective is to obtain reasonable assurance as to whether the financial statements, as a whole, are free from material misstatement resulting from fraud or error, and to issue an audit report which includes an audit opinion. Reasonable attestation is a high-level attestation, but it does not guarantee that the audit conducted in accordance with the auditing standards can always uncover a material misstatement. A misstatement may result from fraud or error, if the reasonable expectations are wrong.

A misstatement that, individually or in the aggregate, may affect the economic decision made by the user of a financial statement based on the financial statement is generally considered material.

In the course of our audit in accordance with the Auditing Standards, we have exercised professional judgment and maintained professional skepticism. In the meantime, we also perform the following tasks:

(1) Identifying and assessing the risks of material misstatement in financial statements resulting from fraud or error, designing and implementing audit procedures so as to cope with such risks, and obtaining adequate and appropriate audit evidence as the basis of issuing the audit opinion. As fraud may involve collusion, forgery, intentional omission, misrepresentation or override of internal control, the risk of failing to detect material misstatement due to fraud is higher than that of failing to detect material misstatement due to error.

(2) Understand internal controls related to audit in order to design appropriate audit procedures, provided, however, that the purpose is not to issue an opinion on the effectiveness of internal controls.

(3) Evaluate the appropriateness of the accounting policies selected by the management and the reasonableness of the accounting estimates and relevant disclosures made by the management.

(4) Draw a conclusion on the appropriateness of the management's use of the going-concern assumption. Meanwhile, based on the obtained audit evidence, draw a conclusion on whether there is major uncertainty in the issues or situations that may lead to significant concerns on the going concern ability of Guangdong SDG Information Optical Cable Co., Ltd.. If we conclude that there is material uncertainty, the auditing standards require us to bring relevant disclosures in the financial statements to the attention of the users of such financial statements in the auditor's report; if the disclosure is insufficient, we should modify our opinion. Our conclusions are based on the information available as of the date of the auditor's report. However, events or circumstances in the future may make it impossible for Guangdong SDG Information Optical Cable Co., Ltd. to continue its operation.

(5) Evaluate the overall presentation, structure and content of the financial statements and whether the financial statements fairly reflect the relevant transactions and events.

We discuss with management the scope, timing, and material findings of the planned audit, including any notable internal control weaknesses that are identified during the audit.

	Chinese Certified	
Guangzhou,	Public Accountant:	_____
China April 23,		
20221	Chinese Certified	
	Public Accountant:	_____



Guangdong SDG Information Optical Cable  
Co., Ltd.

Auditor's Report

YZYZI [2020] No.20581

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## Audit Report

TZYZi [2020] No. 20581

Guangdong SDG Information Optical Cable Co., Ltd.,

### **I. Auditor's Opinion**

We have audited the attached financial statements of Guangdong SDG Information Optical Cable Co., Ltd. (hereinafter referred to as "Guangdong SDG"), including the balance sheet as of December 31, 2019, and the income statement, cash flow statement and statement of changes in owners' equity as well as the relevant notes to the financial statements in 2019.

In our opinion, the attached financial statements are prepared in accordance with the Accounting Standards for Business Enterprises in all material aspects, and fairly reflect the financial status of Guangdong SDG Information Optical Cable Co., Ltd. as of December 31, 2019 and its operating results and cash flow in 2019.

### **II. Basis for Forming Auditor's Opinion**

We have performed our audit in accordance with the Auditing Standards for CPAs of China. Our responsibilities under these Standards are further elaborated in the section of the Audit Report titled "Responsibilities of CPAs for the Audit of Financial Statements". In accordance with the Code of Professional Ethics for CPAs of China, we are independent of Guangdong SDG Information Optical Cable Co., Ltd. and have performed our other responsibilities in terms of professional ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for the Audit Opinion.

### **III. Responsibility of the Management to Financial Statements**

The management shall be responsible for preparing the financial statements in accordance with the Accounting Standards for Business Enterprises so as to achieve a fair presentation, and for designing, implementing and maintaining necessary internal control so as to ensure that the financial statements are free from material misstatement resulting from fraud or error.

When preparing the financial statements, the management is responsible for assessing the going-concern ability of Guangdong SDG Information Optical Cable Co., Ltd. and disclosing matters relating to going-concern (if applicable), and applying the going-concern assumption, unless there is

no other realistic alternative to the planned liquidation of Guangdong SDG Information Optical Cable Co., Ltd. or termination of the operation.

#### **IV. Responsibilities of CPAs for the Audit of Financial Statements**

Our objective is to obtain reasonable assurance as to whether the financial statements, as a whole, are free from material misstatement resulting from fraud or error, and to issue an audit report which includes an audit opinion. Reasonable attestation is a high-level attestation, but it does not guarantee that the audit conducted in accordance with the auditing standards can always uncover a material misstatement. A misstatement may result from fraud or error, if the reasonable expectations are wrong.

A misstatement that, individually or in the aggregate, may affect the economic decision made by the user of a financial statement based on the financial statement is generally considered material.

In the course of our audit in accordance with the Auditing Standards, we have exercised professional judgment and maintained professional skepticism. In the meantime, we also perform the following tasks:

(1) Identifying and assessing the risks of material misstatement in financial statements resulting from fraud or error, designing and implementing audit procedures so as to cope with such risks, and obtaining adequate and appropriate audit evidence as the basis of issuing the audit opinion. As fraud may involve collusion, forgery, intentional omission, misrepresentation or override of internal control, the risk of failing to detect material misstatement due to fraud is higher than that of failing to detect material misstatement due to error.

(2) Understand internal controls related to audit in order to design appropriate audit procedures, provided, however, that the purpose is not to issue an opinion on the effectiveness of internal controls.

(3) Evaluate the appropriateness of the accounting policies selected by the management and the reasonableness of the accounting estimates and relevant disclosures made by the management.

(4) Draw a conclusion on the appropriateness of the management's use of the going-concern assumption. Meanwhile, based on the obtained audit evidence, draw a conclusion on whether there is major uncertainty in the issues or situations that may lead to significant concerns on the going concern ability of Guangdong SDG Information Optical Cable Co., Ltd.. If we conclude that there is material uncertainty, the auditing standards require us to bring relevant disclosures in the financial statements to the attention of the users of such financial statements in the auditor's report; if the disclosure is insufficient, we should modify our opinion. Our conclusions are based on the information available as of the date of the auditor's report. However, events or circumstances in the future may make it impossible for Guangdong SDG Information Optical Cable Co., Ltd. to continue its operation.

(5) Evaluate the overall presentation, structure and content of the financial statements and whether the financial statements fairly reflect the relevant transactions and events.

We discuss with management the scope, timing, and material findings of the planned audit, including any notable internal control weaknesses that are identified during the audit.

	Chinese Certified	
Guangzhou,	Public Accountant:	_____
China April 27,		
2020	Chinese Certified	
	Public Accountant:	_____

Guangdong SDG Information Optical Cable  
Co., Ltd.

Auditor's Report

YZYZI [2019] No.19399

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## Audit Report

TZYZi [2019] No. 19399

Guangdong SDG Information Optical Cable Co., Ltd.,

### **I. Auditor's Opinion**

We have audited the attached financial statements of Guangdong SDG Information Optical Cable Co., Ltd. (hereinafter referred to as "Guangdong SDG"), including the balance sheet as of December 31, 2018, and the income statement, cash flow statement and statement of changes in owners' equity as well as the relevant notes to the financial statements in 2018.

In our opinion, the attached financial statements are prepared in accordance with the Accounting Standards for Business Enterprises in all material aspects, and fairly reflect the financial status of Guangdong SDG Information Optical Cable Co., Ltd. as of December 31, 2018 and its operating results and cash flow in 2018.

### **II. Basis for Forming Auditor's Opinion**

We have performed our audit in accordance with the Auditing Standards for CPAs of China. Our responsibilities under these Standards are further elaborated in the section of the Audit Report titled "Responsibilities of CPAs for the Audit of Financial Statements". In accordance with the Code of Professional Ethics for CPAs of China, we are independent of Guangdong SDG Information Optical Cable Co., Ltd. and have performed our other responsibilities in terms of professional ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for the Audit Opinion.

### **III. Responsibility of the Management to Financial Statements**

The management shall be responsible for preparing the financial statements in accordance with the Accounting Standards for Business Enterprises so as to achieve a fair presentation, and for designing, implementing and maintaining necessary internal control so as to ensure that the financial statements are free from material misstatement resulting from fraud or error.

When preparing the financial statements, the management is responsible for assessing the going-concern ability of Guangdong SDG Information Optical Cable Co., Ltd. and disclosing matters relating to going-concern (if applicable), and applying the going-concern assumption, unless there is

no other realistic alternative to the planned liquidation of Guangdong SDG Information Optical Cable Co., Ltd. or termination of the operation.

#### **IV. Responsibilities of CPAs for the Audit of Financial Statements**

Our objective is to obtain reasonable assurance as to whether the financial statements, as a whole, are free from material misstatement resulting from fraud or error, and to issue an audit report which includes an audit opinion. Reasonable attestation is a high-level attestation, but it does not guarantee that the audit conducted in accordance with the auditing standards can always uncover a material misstatement. A misstatement may result from fraud or error, if the reasonable expectations are wrong.

A misstatement that, individually or in the aggregate, may affect the economic decision made by the user of a financial statement based on the financial statement is generally considered material.

In the course of our audit in accordance with the Auditing Standards, we have exercised professional judgment and maintained professional skepticism. In the meantime, we also perform the following tasks:

(1) Identifying and assessing the risks of material misstatement in financial statements resulting from fraud or error, designing and implementing audit procedures so as to cope with such risks, and obtaining adequate and appropriate audit evidence as the basis of issuing the audit opinion. As fraud may involve collusion, forgery, intentional omission, misrepresentation or override of internal control, the risk of failing to detect material misstatement due to fraud is higher than that of failing to detect material misstatement due to error.

(2) Understand internal controls related to audit in order to design appropriate audit procedures, provided, however, that the purpose is not to issue an opinion on the effectiveness of internal controls.

(3) Evaluate the appropriateness of the accounting policies selected by the management and the reasonableness of the accounting estimates and relevant disclosures made by the management.

(4) Draw a conclusion on the appropriateness of the management's use of the going-concern assumption. Meanwhile, based on the obtained audit evidence, draw a conclusion on whether there is major uncertainty in the issues or situations that may lead to significant concerns on the going concern ability of Guangdong SDG Information Optical Cable Co., Ltd.. If we conclude that there is material uncertainty, the auditing standards require us to bring relevant disclosures in the financial statements to the attention of the users of such financial statements in the auditor's report; if the disclosure is insufficient, we should modify our opinion. Our conclusions are based on the information available as of the date of the auditor's report. However, events or circumstances in the future may make it impossible for Guangdong SDG Information Optical Cable Co., Ltd. to continue its operation.

(5) Evaluate the overall presentation, structure and content of the financial statements and whether the financial statements fairly reflect the relevant transactions and events.

We discuss with management the scope, timing, and material findings of the planned audit, including any notable internal control weaknesses that are identified during the audit.

	Chinese Certified	
Guangzhou,	Public Accountant:	_____
China April 20,		
2019	Chinese Certified	
	Public Accountant:	_____