

**UNITED STATES DISTRICT COURT**  
**SOUTHERN DISTRICT OF NEW YORK**

JEFF PERRY and SCOTT P. COLE, On Behalf of )  
All Others Similarly Situated, )  
Plaintiffs, )

vs. )

DUOYUAN PRINTING, INC., WENHUA GUO, )  
XIQING DIAO, BAIYUN SUN, WILLIAM D. SUH, )  
CHRISTOPHER P. HOLBERT, LIANJUN CAI, )  
PUNAN XIE, JAMES ZHANG, PIPER JAFFRAY & )  
CO., AND ROTH CAPITAL PARTNERS, INC. )  
Defendants. )

Case No.: 10 CIV 7235 (GBD)

**NOTICE OF PENDENCY AND**  
**PROPOSED SETTLEMENT OF CLASS ACTION**

If you purchased or otherwise acquired Duoyuan Printing, Inc. (“DYP”) common stock (“Stock”) pursuant and/or traceable to DYP’s Registration Statement and Prospectus issued in connection with DYP’s initial public offering of Stock on November 6, 2009 (the “IPO”); or purchased or otherwise acquired DYP Stock from November 6, 2009 to March 28, 2011, both dates inclusive, you could get a payment from a class action settlement (the “Settlement”).

- If approved by the Court, the settlement will provide \$4,300,000, plus interest earned thereon (the “Settlement Amount”), to pay claims of investors who purchased or otherwise acquired DYP Stock pursuant and/or traceable to DYP’s Registration Statement and Prospectus issued in connection with DYP’s IPO; or purchased or otherwise acquired DYP Stock from November 6, 2009 to March 28, 2011, both dates inclusive (the “Class Period”).
- The Settlement represents an average recovery of \$.33 per share of DYP for the 13 million estimated shares that Class Representatives allege were “damaged” and declined in value as a result of Defendants’ alleged misconduct during the Class Period. This estimate solely reflects the average recovery per damaged share of DYP Stock. This is not an estimate of the actual recovery per share you should expect. Your actual recovery will depend on the aggregate losses of all Class Members, the date(s) you purchased and sold DYP Stock and the total number of claims filed.
- Attorneys for the Class Representatives (“Class Counsel”) intend to ask the Court to award them fees of up to one-third of the Settlement Amount, and reimbursement of litigation expenses not to exceed \$175,000. Class Counsel also intends to ask the Court to grant Class Representatives awards not to exceed \$1,500 each. Collectively, the attorneys’ fees and litigation expenses and the award to Class Representatives are estimated to average \$.12 per damaged share of DYP Stock. If approved by the Court, these amounts will be paid from the Settlement Fund.
- The approximate recovery, after deduction of attorneys’ fees and expenses and awards to Class Representatives approved by the Court, is an average of \$.21 per damaged share of DYP Stock. This estimate is based on the assumptions set forth in the preceding paragraph. Your actual recovery, if any, will vary depending on your purchase price and sales price and the number of Proof of Claim forms filed.
- The Settlement resolves the lawsuit as to whether Defendants DYP, Wenhua Guo, Xiquing Diao, Christopher P. Holbert, Lianjun Cai, Punan Xie, and William D. Suh (collectively, the “Settling Defendants”) and Baiyun Sun and James Zhang (“Sun and Zhang”) violated the federal securities laws by issuing false and misleading audit opinions in connection with DYP’s financial statements filed with the Securities and Exchange Commission. The Settling Defendants deny the allegations in the lawsuit and deny any wrongdoing. The Settling Defendants and Class Representatives disagree on liability and damages. Plaintiffs believe that, if they prevailed on all their claims and the Court accepted their theory of damages that they would recover approximately \$1.79 per damaged share, before deductions for fees and expenses and assuming that the full amount of the judgment was collectable. Settling Defendants believe that, if this matter is litigated, Plaintiffs are likely to recover nothing.
- Your legal rights will be affected whether you act or do not act. If you do not act, you may permanently forfeit your right to recover on this claim. Therefore, you should read this notice carefully.

| <b>YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT</b>  |  |
|--|--|
| <b>SUBMIT A CLAIM FORM NO LATER THAN OCTOBER 9, 2013</b> | The only way to get a payment.   |
| <b>EXCLUDE YOURSELF NO LATER THAN OCTOBER 23, 2013</b>   | Get no payment. This is the only option that allows you to be part of any other lawsuit against Settling Defendants about the legal claims in this case. |
| <b>OBJECT NO LATER THAN OCTOBER 23, 2013</b>             | Write to the Court about why you do not like the settlement.   |
| <b>GO TO A HEARING ON NOVEMBER 13, 2013</b>              | Speak in Court about the fairness of the settlement.   |
| <b>DO NOTHING</b>  | Get no payment. Give up rights.  |

### **INQUIRIES**

**Please do not contact the Court regarding this notice.** All inquiries concerning this Notice, the Proof of Claim form, or any other questions by Class members should be directed to:

DYP Securities Litigation  
 Claims Administrator  
 c/o Strategic Claims Services  
 P.O. Box 230  
 600 N. Jackson Street, Suite 3  
 Media, PA 19063  
 Tel: (866) 274-4004  
[www.strategicclaims.net](http://www.strategicclaims.net)

### **COMMON QUESTIONS AND ANSWERS CONCERNING THE SETTLEMENT**

#### **1. Why did I get this Notice?**

You or someone in your family may have acquired DYP Stock during the Class Period.

#### **2. What is this lawsuit about?**

The case is known as *Perry v. Duoyuan Printing, Inc.*, Case No. 10-CV-7235 (GBD) and the Court in charge of the case is the United States District Court for the Southern District of New York.

Defendants in this case are DYP, certain of its current or former officers and directors, who are Wenhua Guo, Xiquing Diao, Christopher P. Holbert, Lianjun Cai, Punan Xie, William D. Suh, Baiyun Sun, and James Zhang, its independent auditor, Frazer, LLP, and its underwriters, Piper Jaffray & Co. and Roth Capital Partners, LLC.

The Settling Defendants are DYP and certain of its current or former officers and directors, who are Wenhua Guo, Xiquing Diao, Christopher P. Holbert, Lianjun Cai, Punan Xie, and William D. Suh. This proposed settlement does not resolve claims made by the Class against DYP's independent auditor, Frazer, LLP, and its underwriters, Piper Jaffray & Co. and Roth Capital Partners, LLC.

Plaintiffs allege that the Settling Defendants and Defendants Sun and Zhang violated the federal securities laws by making materially false and misleading statements in connection with DYP's financial statements filed with the Securities and Exchange Commission. The Settling Defendants and Class Representatives disagree on liability and damages. The Settling Defendants deny that they and Defendants Sun and Zhang made, or caused to be made, materially false and misleading statements in connection with DYP's financial statements filed with the Securities and Exchange Commission, and they deny that they and Defendants Sun and Zhang can be held liable under the federal securities laws. The Settlement resolves all of the claims against the Settling Defendants and Defendants Sun and Zhang in the Class Action.

#### **3. Why is this a class action?**

In a class action, one or more persons and/or entities, called Class Representatives, sue on behalf of all persons and/or entities that have similar claims. All of these persons and/or entities are referred to collectively as a Class, and these individual persons and/or entities are known as Class Members. One court resolves all of the issues for all Class Members, except for those Class Members who exclude themselves from the Class.

#### **4. Why is there a Settlement?**

Class Representatives and Settling Defendants do not agree regarding the merits of Class Representatives' allegations with respect to liability or the average amount of damages per share that would be recoverable if Class Representatives were to prevail at trial on each claim. The issues on which the Class Representatives and Settling Defendants disagree include: (1) whether Settling Defendants and Defendants Sun and Zhang made, or caused to be made, materially false and misleading statements in connection with DYP's financial statements filed with the Securities and Exchange Commission during the Class Period; (2) whether those alleged materially false and misleading statements were made with fraudulent intent; (3) whether those alleged materially false and misleading statements were the cause of the Class Members' alleged damages; and (4) the amount of damages, if any, suffered by the Class Members.

This matter has not gone to trial and the Court has not decided in favor of either Class Representatives or Settling Defendants and Defendants Sun and Zhang. Instead, Class Representatives and Settling Defendants have agreed to settle the Class Action. The Class Representatives and Class Counsel believe the settlement is best for all Class Members because of the risks associated with continued litigation and the nature of the defenses raised by the Settling Defendants and Sun and Zhang. Among the reasons that Class Representatives' Counsel believe the Settlement is fair are that there were risks in proving that Settling Defendants' and Sun and Zhang's statements made in connection with DYP's financial statements filed with the Securities and Exchange Commission during the Class Period were both materially false and misleading and made with fraudulent intent, there were risks in proving damages, Settling Defendants' and Sun and Zhang's financial resources were limited, and collecting from the judgments against the Settling Defendants, and James Zhang, even with sufficient financial resources, is likely highly difficult as most of them reside in the People's Republic of China. Because of the difficulty in enforcing and being able to collect from the judgments, even if Plaintiffs win at trial, and also prevail on any on appeal, Plaintiffs might not be able to collect some, or all, of any judgments they are awarded. Moreover, while litigation of this type is usually expensive, it appears that, even if Plaintiffs' allegations are eventually found to be true, the total amount of damages to which Class members would be entitled could be substantially reduced as the Plaintiffs and Settling Defendants vastly differed on their view of damages.

#### **5. How do I know if I am part of the Class settlement?**

To be a Class Member, you must have purchased or otherwise acquired DYP Stock pursuant and/or traceable to DYP's Registration Statement and Prospectus issued in connection with the IPO; or purchased or otherwise acquired DYP Stock from November 6, 2009 to March 28, 2011, both dates inclusive, and suffered losses in your investment as a result of the decline in the value of DYP common stock.

#### **6. Are there exceptions to being included?**

Yes. You are not a Class Member if you are a Defendant, a member of any Defendant's immediate family, an entity in which any Defendant has a controlling interest, a director or officer of DYP, or an affiliate, legal representative, heir, predecessor, successor or assign of any such excluded party. Also, if you exclude yourself from the Class, as described below, you are not a part of the Class.

#### **7. What does the Settlement provide?**

##### **a. What is the Settlement Fund?**

The proposed Settlement calls for Settling Defendants to create a Settlement Fund (the "Settlement Fund") in the amount of \$4,300,000. The Settlement will not become effective unless it is approved by the Court. Subject to the Court's approval, a portion of the Settlement Fund will be used to pay Plaintiffs' attorneys' fees and reasonable litigation expenses and an award to the Class Representatives. A portion of the Settlement Fund will also be used to pay taxes due on interest earned by the Settlement Fund, if necessary, and any notice and claims administration expenses permitted by the Court. After these deductions from the Settlement Fund have been made, the amount remaining (the "Net Settlement Fund") will be distributed to Class Members who submit valid claims.

##### **b. What can you expect to receive under the proposed Settlement?**

Your share of the Net Settlement Fund will or may depend on: (i) the number of claims filed; (ii) the dates you purchased and sold DYP Stock; (iii) the prices of your purchases and sales; (iv) the amount of administrative costs, including the costs of notice; and (v) the amount awarded by the Court to Class Counsel for attorneys' fees, costs and expenses and to Class Representatives.

The compensable loss per share (“Recognized Loss”) of each Authorized Claimant shall be calculated according to the following formula:

- I. Recognized Loss Calculation of Common Stock Purchased or Otherwise Acquired (excluding common stock purchased or otherwise acquired in or traceable to the IPO) during the Class Period:
  1. For shares purchased on or between November 6, 2009 and September 12, 2010:
    - A. For shares retained at the close of trading on June 24, 2011 the Recognized Loss shall be the lesser of:
      - (1) \$5.07 per share; or
      - (2) the difference between the purchase price per share and \$.66 per share.<sup>1</sup>
    - B. For shares retained at the end of trading on March 28, 2011 and sold on or between March 29, 2011 and June 24, 2011, the Recognized Loss shall be the lesser of:
      - (1) \$5.07 per share; or
      - (2) the difference between the purchase price per share and the average closing price per share as of the date of sale as set forth in Table A below.<sup>2</sup>
    - C. For shares sold on or between November 6, 2009 and September 12, 2010, the Recognized Loss shall be zero.
    - D. For shares sold on or between September 13, 2010 and September 14, 2010, the Recognized Loss shall be the lesser of:
      - (1) \$3.60 per share; or
      - (2) the difference between the purchase price per share and the sales price per share.
    - E. For shares sold on or between September 15, 2010 and March 17, 2011, the Recognized Loss shall be the lesser of:
      - (1) \$4.18 per share; or
      - (2) the difference between the purchase price per share and the sales price per share.
    - F. For shares sold on or between March 18, 2011 and March 28, 2011, the Recognized Loss shall be the lesser of:
      - (1) \$4.66 per share; or
      - (2) the difference between the purchase price per share and the sales price per share.
  2. For shares purchased on or between September 13, 2010 and September 14, 2010:
    - A. For shares retained at the close of trading on June 24, 2011 the Recognized Loss shall be the lesser of:
      - (1) \$1.47 per share; or
      - (2) the difference between the purchase price per share and \$.66 per share.
    - B. For shares retained at the end of trading on March 28, 2011 and sold on or between March 29, 2011 and June 24, 2011, the Recognized Loss shall be the lesser of:
      - (1) \$1.47 per share; or
      - (2) the difference between the purchase price per share and the average closing price per share as of the date of sale as set forth in Table A below.
    - C. For shares sold on or between September 13, 2010 and September 14, 2010, the Recognized Loss shall be zero.

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<sup>1</sup> Pursuant to Section 21(D)(e)(1) of the Private Securities Litigation Reform Act of 1995 (PSLRA), “in any private action arising under this title in which the plaintiff seeks to establish damages by reference to the market price of a security, the award of damages to the plaintiff shall not exceed the difference between the purchase or sale price paid or received, as appropriate, by the plaintiff for the subject security and the mean trading price of that security during the 90-day look back period beginning on the date on which the information correcting the misstatement or omission that is the basis for the action is disseminated.” \$.66 per share was the mean (average) daily closing trading price of DYP’s common stock during the 90-day look back period beginning on March 29, 2011 and ending on June 24, 2011.

<sup>2</sup> Losses on securities purchased during the Class Period and sold during the PSLRA 90-day look back period cannot exceed the difference between the purchase price paid during the Class Period and the rolling average of the closing price during the 90-day look-back period as of the date of sale.

- D. For shares sold on or between September 15, 2010 and March 17, 2011, the Recognized Loss shall be the lesser of:
  - (1) \$.58 per share; or
  - (2) the difference between the purchase price per share and the sales price per share.
- E. For shares sold on or between March 18, 2011 and March 28, 2011, the Recognized Loss shall be the lesser of:
  - (1) \$1.06 per share; or
  - (2) the difference between the purchase price per share and the sales price per share.
- 3. For shares purchased on or between September 15, 2010 and March 17, 2011:
  - A. For shares retained at the close of trading on June 24, 2011 the Recognized Loss shall be the lesser of:
    - (1) \$.89 per share; or
    - (2) the difference between the purchase price per share and \$.66 per share.
  - B. For shares retained at the end of trading on March 28, 2011 and sold on or between March 29, 2011 and June 24, 2011, the Recognized Loss shall be the lesser of:
    - (1) \$.89 per share; or
    - (2) the difference between the purchase price per share and the average closing price per share as of the date of sale as set forth in Table A below.
  - C. For shares sold on or between September 15, 2010 and March 17, 2011, the Recognized Loss shall be zero.
  - D. For shares sold on or between March 18, 2011 and March 28, 2011, the Recognized Loss shall be the lesser of:
    - (1) \$.48 per share; or
    - (2) the difference between the purchase price per share and the sales price per share.
- 4. For shares purchased on or between March 18, 2011 and March 28, 2011:
  - A. For shares retained at the close of trading on June 24, 2011 the Recognized Loss shall be the lesser of:
    - (1) \$.41 per share; or
    - (2) the difference between the purchase price per share and \$.66 per share.
  - B. For shares retained at the end of trading on March 28, 2011 and sold on or between March 29, 2011 and June 24, 2011, the Recognized Loss shall be the lesser of:
    - (1) \$.41 per share; or
    - (2) the difference between the purchase price per share and the average closing price per share as of the date of sale as set forth in Table A below.
  - C. For shares sold on or between March 18, 2011 and March 28, 2011, the Recognized Loss shall be zero.
- II. Recognized Loss Calculation of Common Stock purchased or Otherwise Acquired in or Traceable to the IPO<sup>3</sup>:
  - A. For shares retained at the close of trading on September 20, 2010<sup>4</sup>, the Recognized shall be the lesser of:
    - (1) \$6.08<sup>5</sup> per share; or
    - (2) the difference between the purchase price per share (not to exceed the offering price of \$8.50 per share) minus \$2.42 per share.<sup>6</sup>
  - B. For shares sold on or before September 20, 2010, the Recognized shall be the lesser of:
    - (1) \$6.08 per share; or
    - (2) the difference between the purchase price per share (not to exceed the offering price of \$8.50 per share) and the sales price per share.

<sup>3</sup> Shares purchased on or between November 6, 2009 and May 4, 2010 are traceable to the IPO. Shares purchased after May 4, 2010 are not traceable since there was a 180-day lock-up agreement for approximately 23.7 million restricted shares that expired on May 4, 2010.

<sup>4</sup> This is the date the lawsuit was filed.

<sup>5</sup> This represents the difference between the offering price of \$8.50 per share minus the closing price at the time the lawsuit was filed on September 20, 2010 of \$2.42 per share.

<sup>6</sup> This is the closing price of DYP's stock on September 20, 2010, the date lawsuit was filed.

**TABLE A**

| <u>Date</u> | <u>Closing Price</u> | <u>Avg. Closing Price</u> | <u>Date</u> | <u>Closing Price</u> | <u>Avg. Closing Price</u> |
|-------------|----------------------|---------------------------|-------------|----------------------|---------------------------|
| 3/29/11     | \$1.19               | \$1.19                    | 5/12/11     | \$0.69               | \$0.78                    |
| 3/30/11     | \$1.03               | \$1.11                    | 5/13/11     | \$0.68               | \$0.78                    |
| 3/31/11     | \$1.11               | \$1.11                    | 5/16/11     | \$0.68               | \$0.77                    |
| 4/1/11      | \$1.15               | \$1.12                    | 5/17/11     | \$0.68               | \$0.77                    |
| 4/4/11      | \$0.91               | \$1.08                    | 5/18/11     | \$0.66               | \$0.77                    |
| 4/5/11      | \$0.80               | \$1.03                    | 5/19/11     | \$0.70               | \$0.77                    |
| 4/6/11      | \$0.80               | \$1.00                    | 5/20/11     | \$0.67               | \$0.76                    |
| 4/7/11      | \$0.90               | \$0.99                    | 5/23/11     | \$0.68               | \$0.76                    |
| 4/8/11      | \$0.86               | \$0.97                    | 5/24/11     | \$0.64               | \$0.76                    |
| 4/11/11     | \$0.75               | \$0.95                    | 5/25/11     | \$0.68               | \$0.76                    |
| 4/12/11     | \$0.79               | \$0.94                    | 5/26/11     | \$0.64               | \$0.75                    |
| 4/13/11     | \$0.70               | \$0.92                    | 5/27/11     | \$0.60               | \$0.75                    |
| 4/14/11     | \$0.70               | \$0.90                    | 5/31/11     | \$0.60               | \$0.75                    |
| 4/15/11     | \$0.70               | \$0.89                    | 6/1/11      | \$0.55               | \$0.74                    |
| 4/18/11     | \$0.68               | \$0.87                    | 6/2/11      | \$0.55               | \$0.74                    |
| 4/19/11     | \$0.70               | \$0.86                    | 6/3/11      | \$0.51               | \$0.73                    |
| 4/20/11     | \$0.67               | \$0.85                    | 6/6/11      | \$0.50               | \$0.73                    |
| 4/21/11     | \$0.69               | \$0.84                    | 6/7/11      | \$0.48               | \$0.72                    |
| 4/25/11     | \$0.70               | \$0.83                    | 6/8/11      | \$0.48               | \$0.72                    |
| 4/26/11     | \$0.69               | \$0.83                    | 6/9/11      | \$0.41               | \$0.71                    |
| 4/27/11     | \$0.69               | \$0.82                    | 6/10/11     | \$0.41               | \$0.71                    |
| 4/28/11     | \$0.71               | \$0.81                    | 6/13/11     | \$0.38               | \$0.70                    |
| 4/29/11     | \$0.68               | \$0.81                    | 6/14/11     | \$0.44               | \$0.70                    |
| 5/2/11      | \$0.72               | \$0.81                    | 6/15/11     | \$0.45               | \$0.69                    |
| 5/3/11      | \$0.71               | \$0.80                    | 6/16/11     | \$0.37               | \$0.69                    |
| 5/4/11      | \$0.69               | \$0.80                    | 6/17/11     | \$0.41               | \$0.68                    |
| 5/5/11      | \$0.70               | \$0.79                    | 6/20/11     | \$0.42               | \$0.68                    |
| 5/6/11      | \$0.69               | \$0.79                    | 6/21/11     | \$0.44               | \$0.67                    |
| 5/9/11      | \$0.75               | \$0.79                    | 6/22/11     | \$0.51               | \$0.67                    |
| 5/10/11     | \$0.69               | \$0.79                    | 6/23/11     | \$0.50               | \$0.67                    |
| 5/11/11     | \$0.69               | \$0.78                    | 6/24/11     | \$0.50               | \$0.66                    |

To the extent a claimant had a trading gain or “broke even” from his, her or its overall transactions in DYP Stock during the Class Period, the value of the Recognized Loss will be zero and the claimant will not be entitled to a share of the Net Settlement Fund. To the extent that a claimant suffered a trading loss on his, her or its overall transactions in DYP Stock during the Class Period, but that trading loss was less than the Recognized Loss calculated above, then the Recognized Loss shall be limited to the amount of the claimant’s actual trading loss. A Recognized Loss that calculates to yield a negative number is treated as a Recognized Loss of zero.

The Plan of Allocation is a matter separate and apart from the proposed Settlement, and any decision by the Court concerning the Plan of Allocation shall not affect the validity or finality of the proposed Settlement. The Plan of Allocation may be modified in connection with, among other things, a ruling by the Court on an objection filed by a Class Member, without further notice to the Class.

The Claims Administrator shall determine each Authorized Claimant's pro rata share of the Net Settlement Fund based upon each Authorized Claimant's Recognized Loss. The Recognized Loss formula is not intended to be an estimate of the amount a Class Member might have been able to recover after a trial; nor is it an estimate of the amount that will be paid to Authorized Claimants pursuant to the Settlement. The Recognized Loss formula is the basis upon which the Net Settlement Fund will be proportionately allocated to the Authorized Claimants.

The date of purchases or sale is the "contract" or "trade" date as distinguished from the "settlement" date. Therefore, you need to list all your purchases and sales of DYP Stock during the period November 6, 2009 to June 24, 2011, both dates inclusive. Each claimant is deemed to have submitted to the jurisdiction of the Court with respect to the claimant's claim, and the claim will be subject to investigation and discovery under the Federal Rules of Civil Procedure, provided that such investigation and discovery shall be limited to that claimant's status as a Class Member and the validity and amount of that claimant's claim. No discovery shall be allowed on the merits of the Action.

Payments will be final and conclusive against all Class Members. All Class Members whose claims are not approved by the Court will be barred from participating in distributions from the Net Settlement Fund, but otherwise shall be bound by all of the terms of the Settlement, including the terms of the Order and Final Judgment to be entered in the Action and will be barred from bringing any Released Claim against any Released Parties, including Unknown Claims (as those terms are defined in the Stipulation and Agreement of Settlement, which is available on the Internet at [www.strategicclaims.net](http://www.strategicclaims.net), or through the mail upon request to the Claims Administrator).

**c. Are there any further limitations on the amount I may receive?**

- i) To the extent there are sufficient funds in the Net Settlement Fund, each Class Member with a Recognized Loss that satisfies the requirements approved by the Court ("Authorized Claimant") will receive an amount equal to the Authorized Claimant's Recognized Loss described above. If, however, as expected, the amount in the Net Settlement Fund is not sufficient to permit payment of the total Recognized Loss of each Authorized Claimant, then each Authorized Claimant shall be paid the percentage of the Net Settlement Fund that each Authorized Claimant's Recognized Loss bears to the total of the Recognized Losses of all Authorized Claimants.
- ii) For Class members who conducted multiple transactions in DYP Stock during the Class Period, the earliest subsequent sale shall be matched first against those shares in the Claimant's opening position on the first day of the Class Period, and then matched chronologically thereafter against each purchase made during the Class Period.
- iii) The purchase and sale prices exclude any brokerage commissions, transfer taxes or other fees.
- iv) The covering purchase of a short sale is not an eligible purchase. Gifts and transfers are not eligible purchases.

**8. How can I get a payment?**

To qualify for a payment, you must send in a form entitled "Proof of Claim and Release" form. This claim form accompanies this Notice. You may also obtain a claim form on the Internet at [www.strategicclaims.net](http://www.strategicclaims.net). Read the instructions carefully, fill out the form, sign it in the location indicated, and mail the claim form together with all documentation requested in the form, postmarked no later than October 9, 2013, to:

DYP Securities Litigation  
Claims Administrator  
c/o Strategic Claims Services  
P.O. Box 230  
600 North Jackson Street, Suite 3  
Media, PA 19063

The Claims Administrator will process your claim and determine whether you are an "Authorized Claimant."

## 9. How can I get more information?

You can get more information by contacting the Claims Administrator at 1-866-274-4004. A copy of the Stipulation and Agreement of Settlement that has been filed with the court and related documents can be found on the Claims Administrator's website at [www.strategicclaims.net](http://www.strategicclaims.net). Copies of Plaintiffs' motions for final approval of the Settlement and for an award of attorneys' fees and expenses will be posted on the Claim Administrator's website promptly after they have been filed with the Court.

## 10. What am I giving up to get a payment or stay in the Class?

Unless you exclude yourself, you will remain in the Class. That means that if the Settlement is approved, you and all Class Members will release (agreeing never to sue, continue to sue, or be part of any other lawsuit) all claims against Settling Defendants, Baiyun Sun and James Zhang and members of their immediate families, and any of their current, former, or future parents, subsidiaries, affiliates, partners, joint venturers, officers, directors, principals, shareholders, members, employees, attorneys, accountants, advisors, insurers (including but not limited to XL Insurance Company Limited (Singapore Branch)), reinsurers, agents (acting in their capacity as agents), associates, and any other individual or entity in which any Settling Defendants and/or Baiyun Sun and/or James Zhang has a controlling interest or which is related to or affiliated with any of the Settling Defendants and/or Baiyun Sun and/or James Zhang or their current, former, and future legal representatives, heirs, successors in interest or assigns ("Released Parties") in connection with your acquisition of DYP Stock during the Class Period, except that you do not release the Released Parties from any claim or action to enforce the Settlement. It also means that all of the Court's orders will apply to you and legally bind you. If you sign the claim form, you are agreeing to the "Release of Claims" provided for in the Settlement, which will bar you from ever filing a lawsuit against any Released Party to recover losses from the acquisition or sale of DYP Stock during the Class Period, except to enforce the Settlement. That means you will accept a share in the Net Settlement Fund as sole compensation for any losses you have suffered in the acquisition and sale of DYP Stock during the Class Period. **If you do not exclude yourself from the Settlement you will be considered to have agreed to the Release of Claims unless you exclude yourself from the Settlement by following the instructions in the answer to the following question.**

## 11. How do I get out of the Settlement?

If you do not want to receive a payment from this Settlement, and you want to keep the right to sue or continue to sue Settling Defendants on your own based on the legal claims raised in this Class Action, then you must take steps to get out of the Settlement. This is called excluding yourself from – or "opting out" of – the Settlement. To exclude yourself from the Settlement, you must mail a letter stating you want to be excluded as a Class Member *Perry v. Duoyuan Printing, Inc.*, Case No. 10-CV-7235 (GBD). Be sure to include your name, address, telephone number and your signature, along with an accurate list of all of your purchases and sales of DYP Stock. You must mail your exclusion request, so that it is **postmarked** no later than October 23, 2013, to:

DYP Securities Litigation  
Claims Administrator  
c/o Strategic Claims Services  
P.O. Box 230  
600 North Jackson Street, Suite 3  
Media, PA 19063

You cannot exclude yourself by telephone or by e-mail. If you properly exclude yourself, you will not receive a settlement payment, you cannot object to the Settlement and, you will not be legally bound by anything that happens in this Class Action.

## 12. If I do not exclude myself, can I sue Settling Defendants for the same thing later?

No. Unless you exclude yourself, you give up any right to sue Settling Defendants for the claims that this Settlement resolves. If you have a pending lawsuit, speak to your lawyer in that case immediately, since you may have to exclude yourself from this Class to continue your own lawsuit.

## 13. Do I have a lawyer in this case?

The Court appointed the Rosen Law Firm, P.A. to represent you and the other Class Members. These lawyers are called Class Representatives' Counsel or Class Counsel. If you want to be represented by your own lawyer, you may hire one at your own expense. Contact information for Class Counsel is provided in the response to question 15, below.

#### 14. How will the lawyers be paid?

Class Counsel and counsel working under their direction have expended considerable time litigating this action on a contingent fee basis, and have paid for the expenses of the litigation themselves with the expectation that if they are successful in recovering money for the Class, they will receive attorneys' fees and be reimbursed for their litigation expenses from the Settlement Fund, as is customary in this type of litigation. Class Counsel will not receive attorneys' fees or be reimbursed for their litigation expenses except from the Settlement Fund. Therefore, Class Counsel will file a motion asking the Court at the Settlement Hearing to make an award of attorneys' fees in an amount not to exceed one-third of the Settlement amount, for reimbursement of reasonable litigation expenses not to exceed \$175,000. The Court may award less than these amounts. Any amounts awarded by the Court will come out of the Settlement Fund.

#### 15. How do I tell the Court that I do not like the Settlement or any part of it?

You can tell the Court you do not agree with the Settlement, any part of it, including the proposed Plan of Allocation or the proposed award of attorneys' fees to Class Counsel by mailing a letter stating that you object to the Settlement in: *Perry v. Duoyuan Printing, Inc.*, Case No. 10-CV-7235 (GBD). Be sure to include your name, address, telephone number, your signature, a list of your purchases and sales of DYP Stock in order to show your membership in the Class, and all of the reasons you object to the Settlement. Be sure to mail the objections to the five different places listed below, so that it is **received** no later than October 23, 2013, so the Court will consider your views:

| COURT  | PLAINTIFFS' COUNSEL   | DEFENSE COUNSEL  |
|--|---|--|
| Clerk of the Court<br>United States District Court<br>Southern District New York<br>500 Pearl Street<br>New York, NY 10007 | Jason S. Cowart<br>POMERANTZ GROSSMAN HUFFORD<br>DAHLSTROM & GROSS LLP<br>600 Third Avenue<br>New York, NY 10016<br><br><i>Class Counsel for Plaintiffs</i> | Joel M. Mitnick<br>SIDLEY AUSTIN LLP<br>787 Seventh Avenue<br>New York, NY 10019<br>Joseph De Simone<br><br>MAYER BROWN LLP<br>1675 Broadway<br>New York, NY 10019<br>Harry A. Woods, Jr.<br><br>CROWE & DUNLEVY, P.C.<br>20 N. Broadway Avenue, Suite 1800<br>Oklahoma City, OK 73102<br><br><i>Counsel for Settling Defendants</i> |

Attendance at the Settlement Hearing is not necessary. Persons wishing to be heard orally at the Settlement Hearing in opposition to the approval of the Settlement, the Plan of Allocation, and/or Class Counsel's request for attorneys' fees, and/or Class Counsel's potential request for awards to Class Representatives are required to indicate in their written objection their intention to appear at the hearing. Persons who intend to object to the Settlement, the Plan of Allocation, and/or Class Counsel's application for award of attorneys' fees and expenses and/or awards to Class Representatives and desire to present evidence at the Settlement Hearing must include in their written objections the identity of any witnesses they may call to testify and exhibits they intend to introduce into evidence at the Settlement Hearing.

#### 16. What is the difference between objecting and requesting exclusion?

Objecting is simply telling the Court you do not like something about the Settlement. You can object only if you stay in the Class. Requesting exclusion is telling the Court you do not want to be part of the Class and Settlement. If you exclude yourself, you cannot object to the Settlement because it no longer concerns you.

#### 17. When and where will the Court decide whether to approve the Settlement?

The Court will hold a Settlement Hearing on November 13, 2013, at 9:30a.m., at the United States District Court for the Southern District, 500 Pearl Street, New York, New York 10007.

At this hearing, the Court will consider whether the Settlement is fair, reasonable, and adequate and whether to approve the Settlement. If there are objections, the Court will consider them, and the Court will listen to people who have asked to speak at the hearing. The Court may also decide how much money to award Class Counsel

for attorneys' fees and expenses and how much money to award Class Representatives. The Court may adjourn or postpone the date of the hearing without further notice to the Class.

**18. Do I have to come to the hearing?**

No. Class Counsel will answer any questions the Court may have. However, you are welcome to attend at your own expense. If you send an objection, you do not have to come to Court to talk about it. As long as you mail your written objection on time, the Court will consider it. If, however, you, or an attorney you hire, intend to appear at the Settlement Hearing you must indicate that you will do so in the letter containing your objections or in a separate letter which must be sent to the same persons by the same deadline.

**19. What happens if I do nothing at all?**

If you do nothing, you will not receive a payment from the Settlement. However, unless you exclude yourself, you will not be able to start a lawsuit, continue with a lawsuit, or be part of any other lawsuit against Settling Defendants about the claims made in this case ever again if the Settlement is Approved.

DATED: AUGUST 1, 2013.

BY ORDER OF THE UNITED STATES DISTRICT COURT  
FOR THE SOUTHERN DISTRICT OF NEW YORK

DYP Securities Litigation  
c/o Strategic Claims Services  
P.O. Box 230  
600 N. Jackson St., Ste. 3  
Media, PA 19063  
Tel.: 866-274-4004  
Fax: 610-565-7985  
info@strategicclaims.net

## PROOF OF CLAIM AND RELEASE

### Deadline for Submission: October 9, 2013

IF YOU PURCHASED OR OTHERWISE ACQUIRED THE COMMON STOCK OF DUOYUAN PRINTING, INC. (“DYP”) PURSUANT AND/OR TRACEABLE TO DYP’S REGISTRATION STATEMENT AND PROSPECTUS ISSUED IN CONNECTION WITH DYP’S INITIAL PUBLIC OFFERING OF STOCK ON NOVEMBER 6, 2009 (THE “IPO”); OR PURCHASED OR OTHERWISE ACQUIRED DYP COMMON STOCK FROM NOVEMBER 6, 2009 TO MARCH 28, 2011, INCLUSIVE (THE “CLASS PERIOD”), YOU ARE A “CLASS MEMBER” AND YOU MAY BE ENTITLED TO SHARE IN THE SETTLEMENT PROCEEDS.

IF YOU ARE A CLASS MEMBER, YOU MUST COMPLETE AND SUBMIT THIS FORM IN ORDER TO BE ELIGIBLE FOR ANY SETTLEMENT BENEFITS.

YOU MUST COMPLETE AND SIGN THIS PROOF OF CLAIM AND RELEASE (“PROOF OF CLAIM”) AND MAIL IT BY FIRST CLASS MAIL, POSTMARKED NO LATER THAN OCTOBER 9, 2013 TO STRATEGIC CLAIM SERVICES, THE CLAIMS ADMINISTRATOR, AT THE FOLLOWING ADDRESS:

DYP Securities Litigation  
c/o Strategic Claims Services  
P.O. Box 230  
600 N. Jackson St., Ste. 3  
Media, PA 19063

YOUR FAILURE TO SUBMIT YOUR CLAIM BY OCTOBER 9, 2013 WILL SUBJECT YOUR CLAIM TO REJECTION AND PRECLUDE YOUR RECEIVING ANY MONEY IN CONNECTION WITH THE SETTLEMENT OF THIS ACTION. DO NOT MAIL OR DELIVER YOUR CLAIM TO THE COURT OR TO ANY OF THE PARTIES OR THEIR COUNSEL AS ANY SUCH CLAIM WILL BE DEEMED NOT TO HAVE BEEN SUBMITTED. SUBMIT YOUR CLAIM ONLY TO THE CLAIMS ADMINISTRATOR.

### CLAIMANT’S STATEMENT

1. I (we) purchased common stock in DYP and was (were) damaged thereby. (Do not submit this Proof of Claim if you did not purchase DYP common stock during the designated Class Period).
2. By submitting this Proof of Claim, I (we) state that I (we) believe in good faith that I am (we are) a Class Member as defined above and in the Notice of Pendency and Proposed Settlement of Class Action (the “Notice”), or am (are) acting for such person(s); that I am (we are) not a Defendant in the Actions or anyone excluded from the Class; that I (we) have read and understand the Notice; that I (we) believe that I am (we are) entitled to receive a share of the Net Settlement Fund, as defined in the Notice; that I (we) elect to participate in the proposed Settlement described in the Notice; and that I (we) have not filed a request for exclusion. (If you are acting in a representative capacity on behalf of a Class Member [e.g., as an executor, administrator, trustee, or other representative], you must submit evidence of your current authority to act on behalf of that Class Member. Such evidence would include, for example, letters testamentary, letters of administration, or a copy of the trust documents.)
3. I (we) consent to the jurisdiction of the Court with respect to all questions concerning the validity of this Proof of Claim. I (we) understand and agree that my (our) claim may be subject to investigation and discovery under the Federal Rules of Civil Procedure, provided that such investigation and discovery shall be limited to my (our) status as a Class Member(s) and the validity and amount of my (our) claim. No discovery shall be allowed on the merits of the Litigation or Settlement in connection with processing of the Proof of Claim.
4. I (we) have set forth where requested below all relevant information with respect to each purchase of DYP’s common stock during the Class Period, and each sale, if any, of such securities. I (we) agree to furnish additional information to the Claims Administrator to support this claim if requested to do so.

5. I (we) have enclosed photocopies of the stockbroker's confirmation slips, stockbroker's statements, or other documents evidencing each purchase, sale or retention of DYP common stock listed below in support of my (our) claim. (IF ANY SUCH DOCUMENTS ARE NOT IN YOUR POSSESSION, PLEASE OBTAIN A COPY OR EQUIVALENT DOCUMENTS FROM YOUR BROKER BECAUSE THESE DOCUMENTS ARE NECESSARY TO PROVE AND PROCESS YOUR CLAIM.)
6. I (we) understand that the information contained in this Proof of Claim is subject to such verification as the Claims Administrator may request or as the Court may direct, and I (we) agree to cooperate in any such verification. (The information requested herein is designed to provide the minimum amount of information necessary to process most simple claims. The Claims Administrator may request additional information as required to efficiently and reliably calculate your recognized claim. In some cases, the Claims Administrator may condition acceptance of the claim based upon the production of additional information, including, where applicable, information concerning transactions in any derivatives securities such as options.)
7. Upon the occurrence of the Court's approval of the Settlement, as detailed in the Notice, I (we) agree and acknowledge that my (our) signature(s) hereto shall effect and constitute a full and complete release, remise and discharge by me (us) and my (our) heirs, joint tenants, tenants in common, beneficiaries, executors, administrators, predecessors, successors, attorneys, insurers and assigns (or, if I am (we are) submitting this Proof of Claim on behalf of a corporation, a partnership, estate or one or more other persons, by it, him, her or them, and by its, his, her or their heirs, executors, administrators, predecessors, successors, and assigns) of each of the "Released Parties" of all "Released Claims," as defined in the Stipulation.
8. NOTICE REGARDING ELECTRONIC FILES: Certain claimants with large numbers of transactions may request, or may be requested, to submit information regarding their transactions in electronic files. All Claimants MUST submit a manually signed paper Proof of Claim form listing all their transactions whether or not they also submit electronic copies. If you wish to file your claim electronically, you must contact the Claims Administrator at 1-866-274-4004 or visit their website at [www.strategicclaims.net](http://www.strategicclaims.net) to obtain the required file layout. No electronic files will be considered to have been properly submitted unless the Claims Administrator issues to the Claimant a written acknowledgment of receipt and acceptance of electronically submitted data.



**Ending Holdings:**

C. State the total number of shares of DYP common stock owned at the close of trading on June 24, 2011, long or short (*must be documented*).

**If additional space is needed, attach separate, numbered sheets, giving all required information, substantially in the same format, and print your name and Social Security or Taxpayer Identification Number at the top of each sheet.**

**III. SUBSTITUTE FORM W-9**

Request for Taxpayer Identification Number:

Enter taxpayer identification number below for the Beneficial Owner(s). For most individuals, this is your Social Security Number. The Internal Revenue Service ("I.R.S.") requires such taxpayer identification number. If you fail to provide this information, your claim may be rejected.

Social Security Number (for individuals)  
[ ] [ ] [ ] - [ ] [ ] - [ ] [ ] [ ] [ ] [ ] [ ]

OR

Taxpayer Identification Number  
(for estates, trusts, corporations, etc.)  
[ ] [ ] - [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ]

**IV. CERTIFICATION**

I (We) certify that I am (we are) NOT subject to backup withholding under the provisions of Section 3406 (a)(1)(c) of the Internal Revenue Code because: (a) I am (We are) exempt from backup withholding, or (b) I (We) have not been notified by the I.R.S. that I am (we are) subject to backup withholding as a result of a failure to report all interest or dividends, or (c) the I.R.S. has notified me (us) that I am (we are) no longer subject to backup withholding.

NOTE: If you have been notified by the I.R.S. that you are subject to backup withholding, please strike out the language that you are not subject to backup withholding in the certification above.

UNDER THE PENALTIES OF PERJURY UNDER THE LAWS OF THE UNITED STATES, I (WE) CERTIFY THAT ALL OF THE INFORMATION I (WE) PROVIDED ON THIS PROOF OF CLAIM AND RELEASE FORM IS TRUE, CORRECT AND COMPLETE.

Signature of Claimant (If this claim is being made on behalf of Joint Claimants, then each must sign):

\_\_\_\_\_  
(Signature)

\_\_\_\_\_  
(Signature)

(Capacity of person(s) signing, e.g. beneficial purchaser(s), executor, administrator, trustee, etc.)

Check here if proof of authority to file is enclosed.  
(See Item 2 under Claimant's Statement)

Date: \_\_\_\_\_

**THIS PROOF OF CLAIM MUST BE SUBMITTED NO LATER THAN OCTOBER 9, 2013 AND MUST BE MAILED TO:**

DYP Securities Litigation  
c/o Strategic Claims Services  
P.O. Box 230  
600 N. Jackson St., Ste. 3  
Media, PA 19063  
Tel.: 866-274-4004  
Fax: 610-565-7985  
info@strategicclaims.net

A Proof of Claim received by the Claims Administrator shall be deemed to have been submitted when posted, if mailed by October 9, 2013 and if a postmark is indicated on the envelope and it is mailed first class and addressed in accordance with the above instructions. In all other cases, a Proof of Claim shall be deemed to have been submitted when actually received by the Claims Administrator.

You should be aware that it will take a significant amount of time to process fully all of the Proofs of Claim and to administer the Settlement. This work will be completed as promptly as time permits, given the need to investigate and tabulate each Proof of Claim. Please notify the Claims Administrator of any change of address.

**REMINDER CHECKLIST**

- Please be sure to sign this Proof of Claim on page 14. If this Proof of Claim is submitted on behalf of joint claimants, then both claimants must sign.
- Please remember to attach supporting documents. Do NOT send any stock certificates. Keep copies of everything you submit
- Do NOT use highlighter on the Proof of Claim or any supporting documents.
- If you move after submitting this Proof of Claim, please notify the Claims Administrator of the change in your address.

DYP Securities Litigation  
Claims Administrator  
c/o Strategic Claims Services  
P.O. Box 230  
600 North Jackson Street, Suite 3  
Media, PA 19063

PRESORTED  
FIRST CLASS MAIL  
U.S. POSTAGE  
PAID  
PERMIT NO. 138  
PHILADELPHIA, PA

**PLEASE FORWARD**

**FIRST CLASS MAIL**

**PLEASE FORWARD—IMPORTANT LEGAL NOTICE**