

IN RE CHINA CERAMICS CO. LTD.
SECURITIES LITIGATION

No. 1:14-cv-04100 (VSB)
ECF Case

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

If you purchased China Ceramics Co., Ltd. (“China Ceramics” or the “Company”) common stock during the period from March 30, 2012, through and including May 1, 2014 (“Class Period”) you could get a payment from a class action settlement (the “Settlement”).

A federal court has authorized this notice.

If approved by the Court, the settlement will provide \$310,000 in cash and \$540,000 worth of shares of China Ceramics common stock (the “Settlement Amount”), to pay claims of investors who purchased China Ceramics common stock during the period from March 30, 2012, through and including May 1, 2014 (“Class Period”).

- The Settlement represents an average recovery of \$0.15 per damaged share¹ of China Ceramics common stock. This estimate reflects the *average* recovery per damaged share of China Ceramics common stock should all eligible class members file a claim to participate in the Settlement. 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 China Ceramics stock, and the total number and amount of claims filed by all class members who purchased shares eligible for recovery (some affected shares may have changed hands more than once during the Class Period).
- Attorneys for the Lead Plaintiffs (“Co-Lead Counsel”) intend to ask the Court to award them fees of \$283,333 or one-third of the Settlement Amount (in a combination of cash and stock similar to their proportions of the Settlement Fund), reimbursement of litigation expenses of no more than \$50,000, and will also seek an award to the three Lead Plaintiffs not to exceed \$1,500 each. Collectively, the attorneys’ fees and expenses are estimated to average \$0.06 per share of China Ceramics common stock. If approved by the Court, these amounts will be paid from the Settlement Fund.
- The approximate recovery, after deduction of attorneys’ fees, expenses, and awards (if any) approved by the Court, is an average of \$0.09 per share of China Ceramics common stock. This estimate is based on the assumptions set forth in the first bullet point. Your actual recovery, if any, will vary depending on your purchase price and sales price, and the number and amount of claims filed.

¹ Lead plaintiffs’ damage consultant estimates that approximately 5.8 million shares of China Ceramics common stock purchased or otherwise acquired during the Class Period may have been damaged by the conduct at issue in this action. The \$0.15 per damaged share is before deduction of attorneys’ fees, expenses and awards (if any) approved by the Court.

- The Settlement resolves the lawsuit concerning whether China Ceramics and certain of its officers and directors made false and misleading statements, in violation of federal securities laws, based upon the allegations set forth in the Complaints, including that China Ceramics misrepresented that its internal control over its financial reporting was effective and also that the Company’s consolidated financial statements were fairly stated, despite the identification of a material weakness. Defendants China Ceramics, Huang Jia Dong, Su Pei Zhi, Hen Man Edmund, Ding Wei Dong, Paul K. Kelly, Cheng Yan Davis, William L. Stulginsky, and Su Wei Feng (collectively, “Defendants”) deny all allegations of misconduct.
- **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.

YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT

SUBMIT A CLAIM FORM NO LATER THAN DECEMBER 30, 2015	The only way to get a payment.
EXCLUDE YOURSELF NO LATER THAN DECEMBER 16, 2015	Get no payment. This is the only option that allows you to be part of any other lawsuit against the Defendants about the legal claims in this case.
OBJECT NO LATER THAN DECEMBER 16, 2015	Write to the Court about why you do not like the settlement.
GO TO A HEARING ON JANUARY 6, 2016	Speak in Court about the fairness of the settlement.
DO NOTHING	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:

China Ceramics Securities Litigation c/o Strategic Claims Services P.O. Box 230 600 N. Jackson Street, Suite 3 Media, PA 19063 Tel: 866-274-4004 Fax: 610-565-7985 info@strategicclaims.net	or	THE ROSEN LAW FIRM, P.A. 275 Madison Avenue, 34 th Floor New York, NY 10016 Tel.: 212-686-1060 Fax: 212-202-3827 info@rosenlegal.com or GLANCY PRONGAY AND MURRAY LLP 122 EAST 42nd Street, Suite 2920 New York, NY 10168 Tel: 212-682-5340 Fax: 212-884-0988 bmurray@glancylaw.com glinkh@glancylaw.com
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COMMON QUESTIONS AND ANSWERS CONCERNING THE SETTLEMENT

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

You or someone in your family may have purchased China Ceramics common stock during the Class Period.

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

Three cases have been filed against China Ceramics and certain of its officers and directors: 1) *Pollock v. China Ceramics Co., Ltd, et al.*, Case No. 14-cv-04100; 2) *Artinoff v. China Ceramics Co., Ltd, et al.*, Case No. 14-cv-04312; and 3) *Finlayson v. China Ceramics Co., Ltd, et al.*, Case No. 14-cv-04997, and have been consolidated into *In re China Ceramics Co. Ltd. Securities Litigation*, Case No. 1:14-cv-4100 (VLB) (collectively, the “Litigation”). The Court in charge of the Litigation is the United States District Court for the Southern District of New York.

The Class Action involves whether the Defendants violated the federal securities laws because the Company allegedly made false and misleading statements to the investing public as set out in the complaint, including that: (1) China Ceramics’ internal control over its financial reporting was effective; and (2) China Ceramics’ consolidated financial statements were fairly stated, despite the identification of a material weakness. The Defendants deny they did anything wrong. The Settlement resolves all of the claims in the Class Action against the Defendants.

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

In a class action, one or more persons and/or entities, called Lead Plaintiffs, sue on behalf of all persons and/or entities who 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?**

Lead Plaintiffs and the Defendants do not agree regarding the merits of Lead Plaintiffs’ allegations with respect to liability or the average amount of damages per share that would be recoverable if Lead Plaintiffs were to prevail at trial on each claim. The issues on which the Lead Plaintiffs and the Defendants disagree include: (1) whether the Defendants made false and misleading statements or omitted to state certain facts; (2) whether the Defendants made these statements or omitted to state certain facts with the intent to defraud the investing public; (3) whether the statements or omissions 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 Lead Plaintiffs or the Defendants. Instead, Lead Plaintiffs and the Defendants have agreed to settle the Class Action. Lead Plaintiffs and Co-Lead 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 Defendants. Even if Plaintiffs win at trial, and also withstand any challenge on appeal, Plaintiffs might not be able to collect some, or all, of the judgment.

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

To be a Class Member, you must have purchased China Ceramics common stock during the period from March 30, 2012, through and including May 1, 2014.

6. Are there exceptions to being included?

Yes. Excluded from the Class are the Settling Defendants, officers and directors of China Ceramics, members of their immediate families and their legal representatives, heirs, successors, or assigns, and any entity in which a China Ceramics Defendant has or had a controlling interest; all current and former employees of the Settling Defendants that were employed by the Settling Defendants during the Class Period, their immediate families, their heirs, successors, or assigns, and any entity controlled or owned by any such person. Also excluded from the Settlement Class are those persons who have no compensable damages (i.e., those who sold prior to a corrective disclosure). Also, if you properly 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 the Defendants to create a Settlement Fund (the “Settlement Fund”) consisting of \$310,000 in cash and \$540,000 in China Ceramics common stock (which the Claims Administrator shall convert to cash before distribution).² The Settlement is subject to Court approval. Also, subject to the Court's approval, a portion of the Settlement Fund will be used to pay Lead Plaintiffs’ attorneys’ fees and reasonable litigation expenses and any award to Lead Plaintiffs. A portion of the Settlement Fund also will 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 the foregoing 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 China Ceramics common 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 Lead Plaintiffs, if any, and to Co-Lead Counsel for attorneys’ fees, costs, and expenses.

PROPOSED PLAN OF ALLOCATION OF THE NET SETTLEMENT FUND

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 Court may approve the Plan of Allocation with or without modifications agreed to among the Parties, or another plan of allocation, without further notice to Settlement Class Members. Any orders regarding a modification of the Plan of Allocation will be posted to the Claims Administrator’s website, www.strategicclaims.net.

² The estimated average recovery per damaged share of China Ceramics common stock under the Settlement is approximately \$0.15 (\$850,000 divided by 5.8 million damaged shares) before deduction of Court-awarded attorneys’ fees and expenses. A damaged share may have been traded more than once during the Class Period, and the indicated average recovery would be the total for all purchasers of that share. This estimated average amount assumes that all Class members will submit timely, valid claims seeking a payment from the Net Settlement Fund. The number of Class members who submit claims varies widely from case to case, and is often less than 100%. If not all Class members submit claims, your actual recovery could be more than the estimated average amount. If the Court approves Lead Counsel’s fee and expense application, the average cost of recovery per damaged share is \$0.09.

The Claims Administrator shall determine each Authorized Claimant's *pro rata* share of the Net Settlement Fund based upon each Authorized Claimant's Recognized Claim. **Please Note:** The Recognized Claim formula, set forth below, is not intended to be an estimate of the amount of what a Settlement 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 Claim formula is the basis upon which the Net Settlement Fund will be proportionately allocated to the Authorized Claimants. To the extent there are sufficient funds in the Net Settlement Fund, each Authorized Claimant will receive an amount equal to the Authorized Claimant's Recognized Claim. If, however, the amount in the Net Settlement Fund is not sufficient to permit payment of the total Recognized Claim of each Authorized Claimant, then each Authorized Claimant shall be paid the percentage of the Net Settlement Fund that each Authorized Claimant's Recognized Claim bears to the total Recognized Claims of all Authorized Claimants (*i.e.*, "*pro rata* share"). Payment in this manner shall be deemed conclusive against all Authorized Claimants. No distribution will be made on a claim where the potential distribution amount is less than ten dollars (\$10.00) in cash. In no event will any Authorized Claimant receive more than their recognized claim.

If any funds remain in the Net Settlement Fund by reason of uncashed checks, or otherwise, after the Claims Administrator has made reasonable and diligent efforts to have Authorized Claimants who are entitled to participate in the distribution of the Net Settlement Fund cash their distribution checks, then any balance remaining in the Net Settlement Fund six (6) months after the initial distribution of such funds shall be used: (i) first, to pay any amounts mistakenly omitted from the initial distribution to Authorized Claimants or to pay any late, but otherwise valid and fully documented claims received after the cut-off date used to make the initial distribution, provided that such distributions to any late post-distribution claimants meet all of the other criteria for inclusion in the initial distribution, including the \$10.00 minimum check amount set forth in the Notice; (ii) second, to pay any additional Notice and Administration Costs incurred in administering the Settlement; and (iii) finally, to make a second distribution to Authorized Claimants who cashed their checks from the initial distribution and who would receive at least \$10.00 from such second distribution, after payment of the estimated costs or fees to be incurred in administering the Net Settlement Fund and in making this second distribution, if such second distribution is economically feasible. If six (6) months after such second distribution, if undertaken, or if such second distribution is not undertaken, any funds shall remain in the Net Settlement Fund after the Claims Administrator has made reasonable and diligent efforts to have Authorized Claimants who are entitled to participate in this Settlement cash their checks, any funds remaining in the Net Settlement Fund shall be donated to a non-profit charitable organization(s) selected by Lead Counsel.

THE BASIS FOR CALCULATING YOUR RECOGNIZED CLAIM:

Each Authorized Claimant shall be allocated a *pro rata* share of the Net Settlement Fund based on his, her or its Recognized Claim as compared to the total Recognized Claims of all Authorized Claimants. Recognized Claims will be calculated for those shares of China Ceramics common stock purchased during the period March 30, 2012 and May 1, 2014, inclusive (the "Class Period").

A claimant's Recognized Claim will be calculated as follows:

- 1. For shares of common stock purchased between March 30, 2012 and November 12, 2013, inclusive:**
 - A. For shares retained at the end of trading on May 1, 2014 the Recognized Claim shall be the lesser of:
 - (1) \$.68 per share; or
 - (2) the difference between the purchase price per share and \$.99.³
 - B. For shares sold between March 30, 2012 and November 12, 2013, inclusive, the Recognized Claim shall be zero.
 - C. For shares sold between November 13, 2013 and May 1, 2014, inclusive, the Recognized Claim shall be the lesser of:
 - (1) \$.37 per share; or
 - (2) the difference between the purchase price per share and the sales price per share for each share sold.

- 2. For shares of common stock purchased between November 13, 2013 and May 1, 2014, inclusive:**
 - A. For shares retained at the end of trading on May 1, 2014, the Recognized Claim shall be the lesser of:
 - (1) \$.31 per share; or
 - (2) the difference between the purchase price per share and \$.99.
 - B. For shares sold between November 13, 2013 and May 1, 2014, inclusive, the Recognized Claim shall be zero.

To the extent a claimant had a trading gain or "broke even" from his, her or its overall transactions in China Ceramics shares during the Class Period, the value of the Recognized Claim 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 China Ceramics shares during the Class Period, but that trading loss was less than the Recognized Claim calculated above, then the Recognized Claim shall be limited to the amount of the claimant's actual trading loss.

For purposes of calculating your Recognized Claim, the date of purchase, acquisition or sale is the "contract" or "trade" date and not the "settlement" or "payment" date. The receipt or grant by gift, inheritance or operation of law of China Ceramics shares shall not be deemed a purchase, acquisition or sale of China Ceramics shares for the calculation of an Authorized Claimant's Recognized Claim. The covering purchase of a short sale is not an eligible purchase.

For purposes of calculating your Recognized Claim, all purchases, acquisitions and sales shall be matched on a First In First Out ("FIFO") basis in chronological order. Therefore, on the Proof of Claim

³ Pursuant to Section 21(D)(e)(1) of the Private Securities Litigation Reform Act of 1995, "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 period beginning on the date on which the information correcting the misstatement or omission that is the basis for the action is disseminated." China Ceramics was halted from trading from May 1, 2014 to August 6, 2014. \$.99 was the mean (average) daily closing trading price of China Ceramics common stock during the 90-day period beginning on August 7, 2014 and ending on November 4, 2014.

enclosed with this Notice, you must provide all of your purchases and acquisitions of China Ceramics shares during the time period March 30, 2012 through and including May 1, 2014.

Payment pursuant to the Plan of Allocation approved by the Court shall be conclusive against all Authorized Claimants. No person shall have any claim against Defendants, Defendants' Counsel, Lead Plaintiffs, Lead Counsel or the Claims Administrator or other agent designated by Lead Counsel based on the distributions made substantially in accordance with the Amended Stipulation and Agreement of Settlement contained therein, the Plan of Allocation, or further orders of the Court. Each claimant shall be deemed to have submitted to the jurisdiction of the Court with respect to the claimant's Claim Form. All persons involved in the review, verification, calculation, tabulation, or any other aspect of the processing of the claims submitted in connection with the Settlement, or otherwise involved in the administration or taxation of the Settlement Fund or the Net Settlement Fund shall be released and discharged from any and all claims arising out of such involvement, and all Settlement Class Members, whether or not they are to receive payment from the Net Settlement Fund, will be barred from making any further claim against the Net Settlement Fund beyond the amount allocated to them as provided in any distribution orders entered by the Court.

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 Claim that satisfies the requirements approved by the Court ("Authorized Claimant") will receive an amount equal to the Authorized Claimant's Recognized Claim described above. If, however, the amount in the Net Settlement Fund is not sufficient to permit payment of the total Recognized Claim of each Authorized Claimant, then each Authorized Claimant shall be paid the percentage of the Net Settlement Fund that each Authorized Claimant's Recognized Claim bears to the total of the Recognized Claims of all Authorized Claimants.
- ii) For Class members who conducted multiple transactions in China Ceramics common 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 (this is called the "first-in-first-out" or FIFO method).
- iii) Transactions during the Class Period resulting in a gain shall be netted against the Class Members transactions resulting in a loss to arrive at the Recognized Claim.
- iv) Any Class members whose collective transactions in China Ceramics common stock during the Class Period resulted in a net gain shall not be entitled to share in the Net Settlement Fund.
- v) The purchase and sales prices exclude any brokerage commissions, transfer taxes or other fees.
- vi) If a claimant's actual trading loss is less than his/her/its Recognized Claim calculated above, then the Recognized Claim shall be limited to the amount of the claimant's actual trading loss. A Recognized Claim that calculates to yield a negative number is treated as a Recognized Claim of zero.
- vii) The date of a purchase or sale is the "contract" or "trade" date as distinguished from the "settlement" date.
- viii) 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 a form entitled “Proof of Claim and Release” to the Claims Administrator. This claim form is attached to this Notice. You may also obtain a claim form on the Internet at 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 December 30, 2015, to:

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

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

9. 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 or be part of any other proceeding) all claims against the Defendants and all entities owned, affiliated or controlled by them, their past or present directors, officers, employees, partners, members, affiliates, predecessors, successors, parents, subsidiaries, divisions, joint ventures, principals, agents, attorneys, auditors, accountants, trustees, advisors, consultants, underwriters, investment bankers, insurers, reinsurers, assigns, spouses, heirs, executors, personal representatives, associates, related or affiliated entities, any members of their Immediate Families, marital communities, or any trusts for which they are trustee, settler or beneficiary, and anyone acting or purporting to act for or on behalf of any of them or their successors (“Settling Defendants’ Released Parties”) in connection with your acquisition of China Ceramics Stock during the Class Period, except that you do not release the Settling Defendants’ 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 its “Release of Claims,” which will bar you from ever filing a lawsuit against any of the Settling Defendants’ Released Parties to recover losses from the acquisition or sale of China Ceramics common stock during the Class Period, except to enforce the Settlement. That means you will accept your share in the Net Settlement Fund as sole compensation for any losses you have suffered in the acquisition and sale of China Ceramics common stock during the Class Period.

10. 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 any right you may have to sue or otherwise prosecute claims against the 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 from the consolidated action captioned *In re China Ceramics Co. Ltd. Securities Litigation*, Case No. 1:14-cv-4100 (VLB). 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 China Ceramics

common stock. You must mail your exclusion request, postmarked no later than December 16 2015, to:

China Ceramics Securities Litigation
c/o Strategic Claims Services
P.O. Box 230
600 N. Jackson Street, Suite 3
Media, PA 19063

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

11. If I do not exclude myself, can I bring claims against the Defendants for the same thing later?

No. Unless you exclude yourself, you give up any right to sue or otherwise prosecute the Defendants for the claims that this Settlement resolves. If you have a pending lawsuit, speak to your lawyer in that case.

12. Do I have a lawyer in this case?

The Court has preliminarily certified this action as a class action and has appointed Co-Lead Counsel to represent all members of the Settlement Class. You will not be charged for the services of these lawyers. You may contact Co-Lead Counsel as follows:

Brian P. Murray Gregory B. Linkh Glancy Prongay & Murray LLP 122 East 42nd Street, Suite 2920 New York, NY 10168 Telephone: (212)-682-5340 Facsimile: (212)-884-0988	Laurence Matthew Rosen Phillip C. Kim The Rosen Law Firm P.A. (NYC) 275 Madison Avenue, 34th Floor New York, NY 10016 Telephone: (212)-686-1060 Facsimile: (212)-202-3827
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You have the right to retain your own lawyer to represent you in this case, but you are not obligated to do so. If you do hire your own lawyer, you will have to pay his or her fees and expenses. You also have the right to represent yourself before the Court without a lawyer.

13. How will the lawyers be paid?

Co-Lead Counsel has not been paid any attorneys' fees to date. Co-Lead Counsel has prosecuted this action on a contingent fee basis and has paid for all of the expenses of the litigation themselves. Co-Lead Counsel has done so 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. Co-Lead Counsel will not receive attorneys' fees or be reimbursed for their litigation expenses except from the Settlement Fund. Therefore, Co-Lead 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 \$283,333 (in a combination of cash and stock similar to their proportions of the Settlement Fund), for reimbursement of reasonable litigation expenses not to exceed \$50,000 and may also seek an award to each of the Lead Plaintiffs in amounts not to exceed \$1,500 each. The Court may

award less than these amounts. Any amounts awarded by the Court will come out of the Settlement Fund.

14. How do I tell the Court that I do not like the Settlement?

You can tell the Court you do not agree with the Settlement, any part of the Settlement, the Plan of Allocation, or Co-Lead Counsel’s motion for an award of attorneys’ fees and expenses, and that you think the Court should not approve the Settlement, by mailing a letter stating that you object to the Settlement in *In re China Ceramics Co. Ltd. Securities Litigation*, No. 1:14-cv-4100 (VLB). Class members who 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. Be sure to include your name, address, telephone number, your signature, a list of your purchases and sales of China Ceramics common stock to demonstrate 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 they are received no later than December 16, 2015, to ensure the Court will consider your views:

<p>Clerk of the Court United States District Court Southern District of New York Daniel Patrick Moynihan Courthouse 500 Pearl Street New York, NY 10007-1312</p>	<p>Eugene R. Licker Loeb & Loeb LLP 345 Park Avenue New York, NY 10154 Telephone: (212) 407-4157 Facsimile: (646) 219-7454</p> <p>Thomas Patrick Battistoni Schiff Hardin LLP 666 Fifth Avenue, 17th Floor New York, NY 10103 Telephone: (212) 745-0877 Facsimile: (212) 753-5044</p> <p><i>Counsel for Defendants</i></p>	<p>Brian P. Murray Gregory B. Linkh Glancy Prongay & Murray LLP 122 East 42nd Street, Suite 2920 New York, NY 10168 Telephone: (212) 682-5340 Facsimile: (212) 884-0988</p> <p>Laurence Matthew Rosen Phillip C. Kim The Rosen Law Firm P.A. (NYC) 275 Madison Avenue, 34th Floor New York, NY 10016 Telephone: (212) 686-1060 Facsimile: (212) 202-3827</p> <p><i>Counsel for Lead Plaintiffs</i></p>
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15. 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. If you stay in the Class and object, but your objection is overruled, you will not be allowed a second opportunity to exclude yourself.

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

The Court will hold a Settlement Hearing on January 6, 2016, at 2:00 p.m., in a courtroom before the Honorable Vernon S. Broderick, United States District Judge for the Southern District of New York, Daniel Patrick Moynihan Courthouse, 500 Pearl Street, New York, NY 10007-1312. 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 rule upon whether the Plan of Allocation is fair and reasonable and decide how much to pay Co-Lead Counsel for attorneys' fees and expenses.

17. Do I have to come to the hearing?

No. Co-Lead Counsel will answer any questions the Court may have about the proposed Settlement, the Plan of Allocation and the attorneys' fees, expenses and Lead Plaintiff awards requested. However, you are welcome to attend at your own expense. If you timely send an objection, you do not need to personally appear at the hearing to have that objection considered by the Court. However if you object and wish to appear at the hearing, you must provide notification that you wish to appear at the hearing in your written objection.

18. 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 or be part of any other lawsuit against the Defendants about the claims made in this case ever again.

19. How can I get more information?

You can get more information by contacting the Claims Administrator at 866-274-4004. A copy of the Amended 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. Copies of Lead Plaintiffs' motion(s) for final approval of the Settlement, Plan of Approval, and for attorneys' fees, expenses, and Lead Plaintiff awards, will be posted on the Claim Administrator's website promptly after they have been filed with the Court.

DATED: SEPTEMBER 1, 2015.

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

IN RE CHINA CERAMICS CO. LTD.
SECURITIES LITIGATION

No. 1:14-cv-04100 (VSB)
ECF Case

PROOF OF CLAIM AND RELEASE

ALL CLAIMANTS (PERSONS OR ENTITIES WHO PURCHASED SHARES OF THE COMMON STOCK OF CHINA CERAMICS CO., LTD. (“CHINA CERAMICS” OR THE “COMPANY”) DURING THE PERIOD MARCH 30, 2012 THROUGH MAY 1, 2014, INCLUSIVE (THE “CLASS PERIOD”) ARE URGED TO READ THE NOTICE OF PENDENCY AND SETTLEMENT OF CLASS ACTION (THE “NOTICE”) ACCOMPANYING THIS PROOF OF CLAIM AND RELEASE.

I. INSTRUCTIONS

A. To recover as a Settlement Class Member based on your claims in the above litigation (the “Actions”), you must have purchased shares of China Ceramics common stock between March 30, 2012 and May 1, 2014, both dates inclusive. You must not be a person who is excluded from the Class, as is defined in the Notice. You also must not be a person who requested to be excluded from the Class. If you are a Class member and not one of the excluded persons, and wish to participate in the proposed settlement (“Settlement”) of the Actions, you must complete and sign this Proof of Claim and Release (“Proof of Claim”). If you fail to file a properly addressed and fully completed Proof of Claim, or fail to provide required documentation, your claim may be rejected and you may be precluded from any recovery from the proposed Settlement.

B. YOU MUST MAIL YOUR COMPLETED AND SIGNED PROOF OF CLAIM POSTMARKED ON OR BEFORE **DECEMBER 30, 2015** TO:

China Ceramics Securities Litigation
c/o Strategic Claims Services
P.O. Box 230
600 N. Jackson Street, Suite 3
Media, PA 19063
Tel: (866) 274-4004
Fax: (610) 565-9202
info@strategicclaims.net

C. If you are a Settlement Class Member and did not request exclusion, you will be bound by the terms of any judgment entered in the Actions in connection with the Settlement **WHETHER OR NOT YOU SUBMIT A PROOF OF CLAIM.**

II. CLAIMANT IDENTIFICATION INSTRUCTIONS

A. If you purchased China Ceramics common stock and registered the certificate in your name, you are the beneficial owner as well as the record purchaser. If, however, you purchased China Ceramics common stock and the certificate was registered in the name of a third party, such as your stock broker or some other nominee or trustee, you are the beneficial owner even though the third party

is the record purchaser listed on China Ceramics' records. Proceeds of this Settlement will be distributed to Class members who are beneficial owners of China Ceramics common stock.

B. Use Section IV of this form, entitled "Claimant Identification Schedule," to identify yourself and each owner of record, such as your stock broker, if different from the beneficial owner, of China Ceramics common stock that forms the basis of this claim. **THIS CLAIM MUST BE FILED BY THE ACTUAL BENEFICIAL OWNER(S), OR THE LEGAL REPRESENTATIVE OF SUCH OWNER(S), OF THE COMMON STOCK UPON WHICH THIS CLAIM IS BASED.**

C. All joint owners must sign this claim. Executors, administrators, guardians, conservators, and trustees must complete and sign this claim on behalf of persons represented by them and must identify each beneficial owner or owners for whom they are acting; proof of their authority must accompany this claim and their titles or capacities must be stated.

D. The Social Security (or Taxpayer Identification) number and telephone number of the beneficial owner must be provided.

E. Failure to provide the foregoing information could delay verification or result in the rejection of the claim.

III. INSTRUCTIONS FOR SCHEDULE OF TRANSACTIONS

A. Use Section V of this form, entitled "Schedule of Transactions," to supply all required details of your transactions (purchases and sales) in China Ceramics common stock that took place during the period from March 30, 2012 through May 1, 2014, inclusive.

B. If you need more space, attach separate, numbered sheets giving all of the required information in substantially the same form. Print your name and Social Security or Taxpayer Identification number at the top of each additional sheet.

C. On the schedules, provide all of the requested information with respect to all of your purchases and sales of China Ceramics common stock that took place at any time during the Class Period, whether such transactions resulted in a profit or a loss.

D. The failure to report all such transactions may result in the rejection of your claim.

E. List each transaction during the Class Period separately and in the order in which they took place, *by trade date*, beginning with the earliest. You must accurately provide the month, day, and year of each transaction you list, as well as the purchase and/or sales price, excluding commissions, taxes, and other fees. If you do not have this information, your broker may be able to help you find it.

F. China Ceramics common stock acquired or disposed of for any consideration other than, or in addition to, cash must be reported as having been acquired or disposed of.

G. **COPIES OF BROKER'S CONFIRMATIONS, BROKER'S ACCOUNT STATEMENTS, OR OTHER ACCEPTABLE DOCUMENTATION OF YOUR TRANSACTIONS IN CHINA CERAMICS COMMON STOCK MUST BE ATTACHED TO YOUR CLAIM. DO NOT SEND ORIGINAL DOCUMENTS, INCLUDING SHARES OF STOCK.** If you no longer have copies of your broker's confirmations or statements, your broker may be able to get you copies. A complete list of acceptable supporting documentation can be found on the website: www.strategicclaims.net.

H. Any claims submitted that contain more than 50 transactions during the Class Period are requested to be filed electronically and to provide all the purchase and sale information required in the Schedule of Transactions. For a copy of instructions and parameters concerning such a submission, contact the Claims Administrator: (1) at the website address above, and click on China Ceramics Securities Litigation; (2) by phone at (866) 274-4004, or (3) by fax at (610) 565-7985.

IV. CLAIMANT IDENTIFICATION SCHEDULE

Claims must be received by the Claims Administrator postmarked no later than **December 30, 2015.**

Please Type or Print

Please Type or Print

Beneficial Owner's Name (as it appears on your brokerage statement)

Joint Beneficial Owner's Name (as it appears on your brokerage statement)

Record Owner's Name and Address (if different from beneficial owner listed above)

Street Address

Street Address2

City

State

Zip Code

Foreign Province

Foreign Country

Social Security Number

Taxpayer Identification Number

or

Area Code Telephone Number (Day)

Area Code Telephone Number (Evening)

Area Code Facsimile Number

E-Mail Address

Specify one of the following.

Claimant holder of China Ceramics Common Stock is:

<input type="checkbox"/>	A. <u>Individual Claimant</u> : I am a claimant acting in my own interest, and am the sole owner of the shares.
<input type="checkbox"/>	B. <u>Joint Claimants</u> : We are claimants acting jointly.
<input type="checkbox"/>	C. <u>Corporate Claimant</u> : I am the _____ of _____, a corporation whose address is _____. I am authorized to make this claim on behalf of the corporation. The corporation is the owner of the shares.
<input type="checkbox"/>	D. <u>IRA Claimant</u> : I am a claimant acting on behalf of my IRA. The shares are held in my IRA.
<input type="checkbox"/>	E. <u>Partnership Claimant</u> : I am a partner of _____, a partnership whose business address is _____. I am authorized to make this claim on behalf of the partnership. The partnership is the owner of the shares.
<input type="checkbox"/>	F. <u>Decedent's Estate Claimant</u> : I am the <u>executor</u> or the <u>administrator</u> (circle which) of the estate of _____, whose last address was _____. (Valid proof of authority must accompany this claim.)
<input type="checkbox"/>	G. <u>Trust Claimant</u> : I am a trustee of _____, a trust authorized under the laws of _____. I am authorized to make this claim on behalf of the trust. The trust is the owner of the shares.
<input type="checkbox"/>	H. <u>Custodial or Guardian Claimant</u> : I am the <u>custodian</u> or the <u>guardian</u> (circle which) for _____ whose address is _____. (Valid proof of authority must accompany this claim.)
<input type="checkbox"/>	I. <u>Other</u> : (Specify) _____

V. SCHEDULE OF TRANSACTIONS IN CHINA CERAMICS SECURITIES

A. State the total number of shares of China Ceramics common stock owned at the close of trading on March 29, 2012, long or short (*must be documented; see III above, Instruction G*):

B. Separately list each and every purchase of China Ceramics common stock during the period March 30, 2012 **through** May 1, 2014, inclusive, and provide the following information (*must be documented; see III above, Instruction G*):

Trade Date <i>(list chronologically)</i> Month/Day/Year	Number of Shares Purchased	Total Cost <i>(excluding commissions,</i> <i>fees & taxes)</i>

C. Separately list each and every sale of China Ceramics common stock during the period March 30, 2012 **through** May 1, 2014, inclusive, and provide the following information (*must be documented; see III above, Instruction G*):

Trade Date <i>(list chronologically)</i> Month/Day/Year	Number of Shares Sold	Net Proceeds <i>(excluding commissions, fees & taxes)</i>

D. State the total number of shares of China Ceramics common stock you still owned at the close of trading on May 1, 2014, long or short (*must be documented; see III above, Instruction G*):

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.

YOU MUST ALSO READ AND SIGN THE RELEASE ON PAGE 19.

IMPORTANT: FAILURE TO ATTACH SUPPORTING DOCUMENTATION MAY PREVENT YOU FROM RECEIVING ANY DISTRIBUTION UNDER THE SETTLEMENT

VI. SUBMISSION TO JURISDICTION OF COURT

I/we submit this Proof of Claim under the terms of the Amended Stipulation And Agreement Of Settlement (“Stipulation”). I/we also submit to the jurisdiction of the United States District Court for the Southern District of New York with respect to my/our claim as a Settlement Class Member and for purposes of enforcing the release set forth herein. I/we agree to furnish additional information to Co-Lead Counsel to support this claim if requested to do so. I/we authorize China Ceramics or any brokerage house with whom I/we transacted business to release to Co-Lead Counsel, or their designee, upon their request and without notice to me/us, any and all information relating to any purchase or sale of China Ceramics common stock by me/us during the Class Period.

VII. RELEASE

A. I/we hereby acknowledge full and complete satisfaction of, and do hereby fully, finally and forever settle, release and discharge any and all Released Plaintiffs’ Claims (as defined below) against any and all of the Defendants (as defined below) and the Settling Defendants’ Released Parties (as defined below). I/we agree not to pursue such claims, either in the United States or in any foreign jurisdiction.

B. “Released Plaintiffs’ Claims” means any and all claims (including “Unknown Claims” as defined in Paragraph D), debts, rights, demands, disputes, suits, matters, damages, losses, restitution, judgments, obligations, issues, liabilities, allegations of liability, or causes of action of any kind, nature,

and character whatsoever (including but not limited to any claims for damages, interest, attorneys' fees, expert or consulting fees, and any and all other costs, expenses, or liabilities whatsoever), whether based on federal, state, local, statutory, common or foreign law, or any other law, rule, or regulation, whether fixed or contingent, accrued or unaccrued, liquidated or unliquidated, at law or in equity, matured or unmatured, whether class or individual in nature (collectively, "Claims"), including both known Claims and Unknown Claims, (i) that were asserted or could have been asserted against any of the Settling Defendants' Released Parties or in any of the Actions, (ii) that would have been barred by *res judicata* had any of the Actions been fully litigated to a final judgment, or (iii) that could have been, or could in the future be, asserted in any forum or proceeding or otherwise by any Class Member against any of the Settling Defendants' Released Parties that arise out of, are based upon, or are related to the facts alleged in the Complaints or their purchase, acquisition, sale or disposition of China Ceramics common stock during the Class Period; *provided, however*, that the term "Released Plaintiffs' Claims" shall not include claims to enforce the Settlement.

C. "Released Settling Defendants' Claims" means all claims, demands, rights, liabilities, or causes of action, in law or in equity, accrued or unaccrued, fixed or contingent, direct, individual or representative, of every nature and description whatsoever, whether known or unknown, or based on federal, state, local, statutory or common law or any other law, rule or regulation, including the law of any jurisdiction outside the United States, that could have been brought heretofore or in the future against Class Plaintiffs, Lead Counsel and their Released Parties, arising out of the institution, prosecution, settlement or resolution of any of the Actions, provided however, that Settling Defendants and Settling Defendants' Released Parties shall retain the right to enforce the terms of the Settlement Stipulation.

D. "Unknown Claims" means any and all Released Plaintiffs' Claims and Released Settling Defendants' Claims of every nature and description that Class Plaintiffs, any Class Member, and the Settling Defendants, and each and every one of them, does not know or suspect to exist in his, her or its favor as of the Effective Date that, if known by him, her or it, might have affected his, her or its decision(s) with respect to the Settlement, or might have affected his, her or its decision not to object to this Settlement. Unknown Claims include those claims in which some or all of the facts comprising the claim may be suspected, or even undisclosed, concealed or hidden. Notwithstanding the choice of law provisions in the Settlement Stipulation, upon the Effective Date, the Parties shall expressly waive, and each Class Member shall be deemed to have waived, and by operation of the Judgment shall have expressly waived, the provisions, rights and benefits of California Civil Code § 1542, which provides:

A general release does not extend to claims which the creditor does not know or suspect to exist in their or her favor at the time of executing the release, which if known by him or her must have materially affected their or her settlement with the debtor.

The Parties shall expressly and each Class Member shall be deemed to have, and by operation of the Final Judgment shall have, expressly waived any and all provisions, rights, and benefits conferred by any U.S. federal or state law or principle of common law or otherwise that is similar, comparable or equivalent to California Civil Code § 1542. The Parties and Class Members may hereafter discover facts in addition to or different from those which he, she, or it now knows or believes to be true with respect to the subject matter of the Released Plaintiffs' and the Released Settling Defendants' Claims, but the Parties and Class Members, upon the Effective Date, by operation of the Judgment shall have expressly, fully, finally and forever settled and released, any and all Released Plaintiffs' Claims and any and all Released Settling Defendants' Claims, known or unknown, suspected or unsuspected, contingent or non-contingent, whether or not concealed or hidden, that now exist, or heretofore have existed, upon any theory of law or equity now existing or coming into existence in the future, including, but not limited to,

conduct which is negligent, reckless, intentional, with or without malice, or a breach of any duty, law or rule, without regard to the subsequent discovery or existence of such different or additional facts. The Parties acknowledge, and the Class Members shall be deemed by operation of the Judgment to have acknowledged, that the foregoing waiver was separately bargained for and a key element of the Settlement of which this release is a part.

E. “Defendants” means China Ceramics, Huang Jia Dong, Su Pei Zhi, Hen Man Edmund, Ding Wei Dong, Paul K. Kelly, Cheng Yan Davis, William L. Stulginsky, Su Wei Feng, Shen Chang Liang, and Jianwei Liu.

F. “Released Parties” means the Class Plaintiffs’ Released Parties and the Settling Defendants’ Released Parties.

G. “Class Plaintiffs’ Released Parties” shall mean Ramin Siroosian, Shiva Siroosian, and Mike Banigan and/or their respective families, associates, affiliates, and each and all of their respective past and present employees, attorneys, accountants, insurers, co-insurers, reinsurers, heirs, executors, trustees, general or limited partners or partnerships, limited liability companies, members, personal or legal representatives, estates, administrators, predecessors, successors, and assigns or other individuals or entities in which Class Plaintiffs have a controlling interest or which is related to or affiliated with Class Plaintiffs and any other representatives of any of these Persons or entities whether or not any such Released Parties were named, served with process or appeared in the Actions.

H. “Settling Defendants’ Released Parties” shall mean the Settling Defendants and all entities owned, affiliated or controlled by them, their past or present directors, officers, employees, partners, members, affiliates, predecessors, successors, parents, subsidiaries, divisions, joint ventures, principals, agents, attorneys, trustees, advisors, consultants, underwriters, investment bankers, insurers, reinsurers, assigns, spouses, heirs, executors, personal representatives, associates, related or affiliated entities, any members of their Immediate Families, marital communities, or any trusts for which they are trustee, settler or beneficiary, and anyone acting or purporting to act for or on behalf of any of them or their successors.

I. I/we hereby warrant and represent that I/we have not assigned or transferred or purported to assign or transfer, voluntarily or involuntarily, any matter released pursuant to this Release or any other part or portion thereof.

J. This Release shall be of no force or effect unless the United States District Court approves the Stipulation and unless the Stipulation becomes effective as to the Defendants on the Effective Date (as defined in the Stipulation).

VIII. CERTIFICATION

I/we certify that I/we believe in good faith that I am/we are a Settlement Class Member, as defined in the Notice, or am/are acting for such person; that I/we have read and understood the contents of the Notice; that I/we have not submitted a Request for Exclusion seeking to be excluded from the Class; that I/we believe that I am/we are entitled to receive a portion of the Net Settlement Fund; and that the foregoing information is true, accurate, and complete to the best of my/our knowledge, information, and belief.

Federal law provides that the filing of a false claim is punishable by a fine of not more than \$10,000 or imprisonment for not more than five years, or both.

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.

NOTE: If you have been notified by the Internal Revenue Service that you are subject to backup withholding, please strike out the word “NOT” in the certification above.

I/we declare under penalty of perjury under the laws of the United States that the foregoing information supplied by the undersigned and the supporting documentation attached hereto are true and

correct, that I/we wish to enter into the Release, and that this Proof of Claim form was executed this _____ day of _____ (month), _____ (year) in _____ (City, State, Country).

Signature of Claimant

Signature of Joint Claimant, if any

(Print your name here)

(Print your name here)

Signature of person signing on behalf of claimant

(Print your name here)

(Capacity of persons signing on behalf of claimant, e.g., Executor, Custodian, etc.)

IMPORTANT: IF THIS CLAIM IS ON BEHALF OF JOINT OWNERS, ALL JOINT OWNERS MUST SIGN.

**ACCURATE CLAIMS PROCESSING TAKES A SIGNIFICANT AMOUNT OF TIME
THANK YOU FOR YOUR PATIENCE.**

Reminder Checklist:

1. Please sign the above Release and Certification.
2. Remember to attach only **copies** of acceptable supporting documentation, a complete list of which can be found on the Claims Administrator’s website.
3. Do not send original common stock certificates.
4. Keep a copy of the completed claim form and documentation for your records.
5. If you desire an acknowledgment of receipt of your claim form, please send it Certified Mail, Return Receipt Requested, or its equivalent. **You will bear all risks of delay or non-delivery of your claim.**
6. If your address changes in the future, or if these documents were sent to an old or incorrect address please send us **written** notification of your new address.
7. If you have any questions or concerns regarding your claim, please contact the Claims Administrator at:

China Ceramics Securities Litigation
c/o Strategic Claims Services
P.O. Box 230
600 N. Jackson Street, Suite 3
Media, PA 19063
Tel: (866) 274-4004
Fax: (610) 565-9202
info@strategicclaims.net

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