In order to standardize the Company's tax behavior and make investors, regulators and other external stakeholders understand the Company's tax risk profile, the Company has formulated a formal tax policy statement to guide the Company's tax strategy. This policy statement is under the overall supervision of the Board of Directors, jointly formulated by the Board of Directors and relevant senior management, and subject to regular review and improvement to ensure that emerging tax risks can be addressed in a timely manner.

China Jushi promises:

1. To comply with the spirit as well as the letter of the tax laws and regulations in the countries in which the Company operates;

2. Not to transfer value created to low tax jurisdictions;

3. Not to use tax structures without material commercial relations;

4. To undertake transfer pricing using the arm’s length principle;

5. Not to use secrecy jurisdictions or so-called "tax havens” for tax avoidance.