

Date: August 4, 2007 **Total Pages:** 9

For: Christine Chung
GLV Hong Kong, Ltd.

Subject: Kang Jun Bai (a.k.a. Kevin J. Bai)
(Manager and Director of Kiang Capital Partners, LLC)

Request Date: July 22, 2007
Reference: 2007-BG-581
Report Type: Final

The narrative portions of the report represent only the elements for which records were found. The summary charts provide the results of all searches and their jurisdictions and/or sources. Unless otherwise noted, all records have been matched to the subject by name, address, known associates and/or a combination of these.

Noteworthy Information:

A visit to the registered business office of Kiang Capital Partners, LLC in Shanghai on July 23, 2007 found the address to be a residential apartment building, with no entity named Kiang Capital Partners, LLC as its occupant. The manager of the building stated that no company ever leased or occupied the premises. According to the policy of Shanghai AIC, foreign companies setting up representative offices in Shanghai must have addresses in Grade-A office buildings for their registered addresses. **See Section A-3.**

One dismissed civil lawsuit filed in 2004 by Mandalay Bank, NA involving a book account for \$17,705.29 was located in New York at the New York County Supreme Court that listed Kang Jun Bai as defendant. **See Section A-5.**

The subject's credit report dated July 23, 2007 (accessed with authorization) reported the subject's Fair Isaac Risk Score as 663 with forty-five credit accounts, 35 of which are listed as closed, paid or inactive. Three of the closed accounts were reported as charged-offs in 2004 for a total balance of \$72,340. (The accounts were subsequently settled and paid for less than full balance owed.) Five other accounts were noted as current, but had histories of payments that were 30-60 days past due in 2003 and 2004. **See Section A-7.**

For questions regarding this report, please contact:

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Scherzer International has prepared this report in a professional manner in response to and in accordance with the client's request. Due to legal restrictions, Scherzer International's policies and/or the client's stated preferences, certain items may have been excluded from the report. These items include, but are not limited to: (i) records for name variations not specified in the report, (ii) matters outside the scope, time frame and/or jurisdictions indicated in the report, (iii) expunged criminal records, (iv) the existence of sealed records, (v) records of violations when the subject was a minor, (vi) domestic matters, (vii) minor infractions and traffic violations, (viii) small claims, (ix) matters prohibited from disclosure under federal and state laws and regulations, (x) matters that may be considered equivocal, such as lis pendens, mechanics liens, probate and similar filings, and (xi) records that were not located because of the limited or incorrect information supplied for the investigation. Scherzer International is not responsible for errors or omissions in the databases maintained by third parties, and does not assume any obligation to update the report unless requested. The usage of this report for employment, insurance or credit screening purposes is regulated by the Fair Credit Reporting Act (15 USCS §§1681 et seq.) which imposes limitations and obligations on the client that, among other things, may include the delivery of a copy of this report to the subject.

Results of Investigation Regarding Kang Jun Bai (a.k.a. Kevin J. Bai)

New York County, New York Eastern District	No Records Found	Records Found	Years Searched/ Comments
Address Verification and History		X	As Applicable
Social Security Number Trace		X	As Applicable
Secretary of State Officer/Director Records		X	As Applicable
Securities & Exchange Commission (SEC) Proxy Statements for Officer/Director Affiliations	X		10
County Level Fictitious Business Name Statements	X		10
Media Sources (noteworthy content; national and/or international publications, public record repositories and specialized libraries from the People's Republic of China and Republic of China)		X	10
Supreme Court – Civil Records		X	10
Supreme Court – Criminal Records (statewide felony & misdemeanor)	X		10
Federal District Court – Civil Records		X	10
Federal District Court – Criminal Records	X		10
Bankruptcy Records	X		10
Tax Lien Records	X		10
Judgment Records	X		10
Securities Law Violations (violations, litigation, disciplinary actions, administrative proceedings, enforcement actions, etc. from Securities & Exchange Commission, National Association of Securities Dealers, Commodity Futures Trading Commission, National Futures Association, New York Stock Exchange & State Department of Securities)	X		As Applicable
Securities Registrations (registrations from Securities & Exchange Commission, National Association of Securities Dealers, Commodity Futures Trading Commission, National Futures Association & State Department of Securities)	X		As Applicable

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Results of Investigation Regarding Kang Jun Bai (a.k.a. Kevin J. Bai) - Continued

New York County, New York Southern District	No Records Found	Records Found	Years Searched/ Comments
ADV Form	X		As Applicable
List of Excluded Parties (debarment or suspension from receiving federal contracts or subcontracts and certain types of federal financial and non-financial assistance and benefits)	X		As Applicable
International Fraud & Politically Exposed Persons (PEPs) Database (various records and master lists from U.S. Department of Treasury Office of Foreign Assets Control of Specially Designated Global Terrorists and Entities with Blocked Persons, U.S. Department of Commerce Bureau of Export Administration Denied Persons, Palestinian Legislative Council, FBI Fugitives 10 Most Wanted, Most Wanted Terrorists, United Nations Sanctions, World Bank of Debarred Firms, Commodity Futures Trading Commission Sanctions, Office of Comptroller of Currency Unauthorized Banks; Interpol; European Union Most Wanted, Bank of England, and Politically Exposed Persons)	X		As Applicable
Professional License Verification			None Claimed
Education Verification		X – BS & MS	As Applicable
Employment Verification		X	3 Employers
Consumer Credit Report		X	Release Obtained

Additional Jurisdiction Search Results

Shanghai, People’s Republic of China	No Records Found	Records Found	Years Searched/ Comments
Major Companies Database (profiles of national and international companies and executives, annual reports, selected SEC filings, bankruptcy reports, mergers and acquisitions, earnings, etc.)		X	As Applicable

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Additional Jurisdiction Search Results – Continued

Shanghai, People's Republic of China	No Records Found	Records Found	Years Searched/ Comments
Company Profiles – People's Republic of China (profiles of largest companies; includes company identification, registrations, board of directors information, auditors, capital, financial data, investments, certificates, etc., and EBIT where available)	X		As Applicable
Xinhua Financial Network Records (profiles of People's Republic of China public companies; includes executive officers and directors, capital structure, reported financials, recent announcements and news)	X		As Applicable
Property Search (Shanghai Property Exchange Center)	X		As Applicable
The Chinese People's Court – Civil Records (civil claims, bankruptcy orders, petitions for winding-up, and compulsory and voluntary liquidation orders)	X		January 2002 - January 2007
Criminal Proceeding Records	Could not be conducted; subject does not maintain a PRC identity card.		
Case Law Records – People's Republic of China (electronic versions of selected cases, unreported judgments and public law reports)	X		As Applicable
International Lawyer Database (legal materials, such as significant judicial decisions, national legislations, etc., documents from International Court of Justice including pleadings and orders from selected pending cases, judgments, advisory opinions, and other records of international interest)	X		As Applicable

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Additional Jurisdiction Search Results - Continued

Shanghai, People's Republic of China	No Records Found	Records Found	Years Searched/ Comments
Judicial Case Records – People's Republic of China (selected judgments translated pursuant to administrative, civil, criminal, commercial, intellectual property and maritime law)	X		As Applicable
Securities Case Records – People's Republic of China (reports and decisions relevant to securities practice from Court of First Instance and of Final Appeal of Hong Kong; Court of Appeal of High Court and High Court of Hong Kong; includes tribunals, records from Privy Council; alerts and latest judgments)	X		As Applicable
Bankruptcy & Compulsory Winding Up Records – People's Republic of China (filings from Government of Hong Kong Special Administrative Region Receiver's Office)	X		As Applicable

Detail of Investigation- Continued

A. Kang Jun Bai (a.k.a. Kevin J. Bai)

275 Pucheng Road, 7-3302

Shanghai, People's Republic of China

SSN: XXX-XX-1234 (Only a partial SSN is noted to protect the identity of the subject. The complete number was used, as applicable, for record identification.)

DOB: October 29, 1964

1. The address traces for Kang Jun Bai indicated that the subject also has been known as Kevin J. Bai and listed addresses in the following counties:

- New York County, New York (2000 - 2006)
- Clark County, Nevada (1995)

A customized investigation was conducted in New York County, New York and in Shanghai, People's Republic of China under the names Kang Jun Bai and Kevin J. Bai.

2. The New York Secretary of State records indicate that Kang Jun Bai is a managing member of Kiang Capital Partners, LLC, an active domestic entity in good standing that incorporated on November 4, 2000. The registered agent is reported as The Company Corporation (at 271 Center Street, Suite 400, New York, NY 10038). The New York Corporate number is 3211122.

Inquiries at the Shanghai Municipal Administration for Industry and Commerce (AIC) revealed that Kiang Capital Partners, LLC, a private fund entity engaged mainly in investments in capital markets in the USA and PRC, lists a representative office address at: Room 532, 40 Zhejiang Zhong Road, Shanghai; Telephone No.: 021- 6888 2277.

3. As requested by the client, the registered business office of Kiang Capital Partners, LLC in Shanghai, at the address noted above, was visited on July 23, 2007.

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Detail of Investigation - Continued

A) Kang Jun Bai (a.k.a. Kevin J. Bai)

The address is located in an up-market residential district. The security was very strict, thus preventing unauthorized entry into the building. Inquiries were made with the duty officers who stated that Room 532 is a private residence, and that there are no companies occupying the building. Further inquiries revealed that the space/apartment is approximately 200 square meters in size with two bedrooms, with two male residents. Additionally, the manager of the building stated that no company has ever leased or occupied the premises. (According to the policy of Shanghai AIC, foreign companies setting up representative offices in Shanghai must have addresses in Grade-A office buildings for their registered addresses.)

4. A few articles dated between 2003 and 2005 were located in searches of media sources that briefly referenced the subject and his affiliation as manager of Kiang Capital Partners, LLC, and formerly as managing director with China Fund Management. No adverse information was reported.
5. One dismissed civil lawsuit filed in 2004, noted below, was located in New York at the New York County Supreme Court that listed Kang Jun Bai as defendant.

Case Number:	L 004236 04
Date Filed:	8/11/2004
Plaintiff:	Mandalay Bank, NA
Defendant:	Kang Jun Bai
Type:	Book Account (\$17,705.29)
Status:	Dismissed for lack of prosecution – 2/25/2005

6. A third-party verification agency for Syracuse University in Syracuse, New York confirmed that the subject was awarded a Master of Science degree in Finance on May 11, 1998.

A third-party verification agency for the University of Nevada in Las Vegas confirmed that the subject was awarded a Bachelor of Science degree in Political Science on June 12, 1995.

Detail of Investigation - Continued

A) Kang Jun Bai (a.k.a. Kevin J. Bai)

7. At the client's request, and as authorized by the subject, a consumer credit report was obtained. The Experian credit report, dated January 19, 2007, reported the subject's Fair Isaac Risk Score as 663 with forty-five credit accounts, 35 of which are listed as closed, paid or inactive. Three of the closed accounts, noted below, were reported as charged-offs in 2004 for a total balance of \$72,340. (The accounts were subsequently settled and paid for less than full balance owed. No details were provided.) Five other accounts were noted as current, but had histories of payments that were 30-60 days past due in 2003 and 2004.

CREDIT ISSUER	STATUS	CHARGE OFF AMOUNT
Bank of Eastern New York	Charged Off (Account settled and paid for less than full balance.)	\$2,215 in 5/2004
BEA MBBA	Charged Off (Account settled and paid for less than full balance.)	\$36,058 in 6/2004
ABC NA	Charged Off (Account settled and paid for less than full balance.)	\$34,067 in 7/2004

8. According to the information provided by the client, the subject was formerly employed by the Bank of Shanghai, China Fund Management, and Jones Edwards LLC China. No job titles or dates were provided.

The Bank of Shanghai, in New York, New York uses a third-party verification agency to maintain its employment records. Verifications through this agency are system-generated with data that originated directly from the employer's payroll records. An employment record was located for Kevin Jun Bai, which disclosed that Bai was employed with the bank until December 31, 2000. A hire date and job title were not specified. No further information was available.

Detail of Investigation - Continued

A) Kang Jun Bai (a.k.a. Kevin J. Bai)

The human resources manager of China Fund Management Ltd. in Shanghai, China confirmed that the subject was employed as a fund manager from 2001 to 2003. The source declined to provide comments regarding Bai's performance.

The chief executive officer of Jones Edwards LLC China (JEC) in Shanghai, China confirmed that the subject was a managing director from 2003 to 2004, and stated that the position was created in order to set up a certain joint venture. Later, the project was determined to be unsuccessful and Bai was asked to leave the company. The source declined to provide further information.

END OF REPORT