

Our only “promoter” (within the meaning of Rule 405 under the Securities Act of 1933, as amended), or person who took the initiative in the formation of our business or in connection with the formation of our business received 10% of our debt or equity securities or 10% of the proceeds from the sale of such securities in exchange for the contribution of property or services, during the last five years has been Redsky Group. As disclosed elsewhere, in connection with the share exchange, Redsky Group, the majority shareholder of Baorun Group, received 22,454,545 shares of our common stock representing approximately 88.12% of our issued and outstanding shares. Mr. Gao and Ms. Meiyi Xia serve on the board of directors of Redsky Group and Ms. Xia is the sole shareholder of Redsky Group.

<b>Name of Selling Stockholder</b>	<b>Shares Beneficially Owned Prior to Offering(1)</b>	<b>Maximum Number of Shares to be Sold</b>	<b>Number of Shares Beneficially Owned After Offering</b>	<b>Percentage Ownership After Offering</b>
Vision Opportunity Master Fund Ltd.	1,321,136(2)	300,001(3)	1,336,893	4.99%
Princeton Capital Group	1,500,000(4)	1,500,000	-0-	*
Castle Bison, Inc.	156,057(5)	156,057	-0-	*
Vincent Finnegan	4,000(6)	4,000	-0-	*
Stallion Ventures, LLC	468,618(7)	468,618	-0-	*
Menlo Venture Partners, LLC	78,647(8)	78,647	-0-	*
Robert Scherne	16,667(9)	16,667	-0-	*
John Vogel	4,000(10)	4,000	-0-	*
Windermere Insurance Company Ltd.	86,779(11)	86,779	-0-	*
Sichenzia Ross Friedman Ference LLP	9,000(12)	9,000	-0-	*
Alfred Schiffrin	7,500(13)	7,500	-0-	*
Ronit Sucoff	33,556	33,556	-0-	*
Helen Kohn	33,556	33,556	-0-	*
Shadow Capital, LLC	20,001(14)	20,001	-0-	*
Stanley Goldberg Rev Trust	16,667(15)	16,667	-0-	*
Irv Edwards	8,250	8,250	-0-	*
Fink Family Trust	33,556(16)	33,556	-0-	*
Mark Bell MD Retirement Trust	8,250(17)	8,250	-0-	*
Larry Chimierine	53,390	53,390	-0-	*
Cliff Sullivan	5,679	5,679	-0-	*

\* Represents beneficial ownership of less than one percent of our outstanding shares.

- (1) Beneficial ownership is determined in accordance with the rules and regulations of the SEC. In computing the number of shares beneficially owned by a person and the percentage ownership of that person, securities that are currently convertible or exercisable into shares of our common stock, or convertible or exercisable into shares of our common stock within 60 days of the date hereof are deemed outstanding. Such shares, however, are not deemed outstanding for the purposes of computing the percentage ownership of any other person. Except as indicated in the footnotes to the following table, each stockholder named in the table has sole voting and investment power with respect to the shares set forth opposite such stockholder's name. The percentage of beneficial ownership is based on 25,454,545 shares of common stock outstanding as of June 26,



- (2) Vision Capital Advisors, LLC (formerly known as Vision Opportunity Capital Management, LLC), a Delaware limited liability company, which serves as the investment manager to Vision Opportunity Master Fund Ltd. and Adam Benowitz, who is the managing member of Vision Capital Advisors and the Director of Vision Opportunity Master Fund share voting and investment power with Vision Opportunity Master Fund with respect to the shares beneficially owned by Vision Opportunity Master Fund. Vision Capital Advisors and Mr. Benowitz may each be deemed to beneficially own the shares of common stock held by Vision Opportunity Master Fund. Each disclaims beneficial ownership of such shares. This amount includes 300,001 shares of our common stock that Vision owned prior to the share exchange. This amount does not include 1,000,000 shares of our Series A Convertible Preferred Stock, which are initially convertible into approximately 4,545,455 shares of common stock, subject to adjustment and warrants to purchase up to 5,681,819 shares of our common stock, all of which we must register in another registration statement pursuant to the registration rights agreement we entered into with Vision; however, based upon the terms of the both the Series A Convertible Preferred Stock and the warrants issued to Vision, holders may not convert the Series A Convertible Preferred Stock and/or exercise the warrants, if on any date, such holder would be deemed the beneficial owner of more than 4.99% of the then outstanding shares of our common stock (in connection with the calculations explained in footnote 1 above, the calculation of Vision's ownership and percentage of ownership in the table above considers these additional securities and the corresponding cap); however, a holder can elect to waive the cap upon 61 days notice to us, except that during the 61 day period prior to the expiration date of their warrants, they can waive the cap at any time, but a waiver during such period will not be effective until the day immediately preceding the expiration date of the warrant. Additionally, the shares of Series A Convertible Preferred Stock are subject to certain anti-dilution provisions, which would be triggered if we were to sell securities at a price below the price at which we sold the Series A Preferred Stock.
- (3) This represents the number of shares of our common stock that Vision owned prior to the Share Exchange.
- (4) The shares were issued to Princeton Capital Group in connection with the share exchange, in exchange for 500 shares of Baorun Group owned by Princeton Capital Group. Ms. Meiyi Xia and Ms. Lin Li share voting and dispositive power over the shares.
- (5) Castle Bison, Inc. owned approximately 10.4% of our common stock immediately prior to the share exchange. All shares of Castle Bison, Inc. are beneficially owned by Mr. Raul Silvestre, who, as president of Castle Bison, has sole voting and investment power over the shares. Mr. Silvestre was our legal counsel from September 16, 2006 through October 23, 2007.
- (6) Mr. Finnegan was a member of our board of directors from September 16, 2006 until his resignation on October 23, 2007.
- (7) Stallion Ventures, LLC owned approximately 31.24% of our common stock immediately prior to the share exchange. Martin Sumichrast and Ralph Olson, the Managing Directors of Stallion Ventures, share voting and dispositive power over the shares held by Stallion Ventures
- (8) Ariel Coro, the Manager of Menlo Venture Partners, LLC, has sole voting and dispositive power over the shares held by Menlo Venture Partners.
- (9) Mr. Scherne was our Chief Financial Officer from September 16, 2006 until his resignation on October 23, 2007.
- (10) Mr. Vogel was our Chief Executive Officer from September 16, 2006 until his resignation on October 23, 2007, and served as a member of our board of directors until his resignation on December 9, 2007.