Notice of Shanghai MSA

Re: Implementing the requirements of the Yangtze River Protection Law to prohibit the transportation of highly toxic chemicals and other goods in the Shanghai section of the Yangtze River

To Relevant Parties:

The Yangtze River Protection Law of the people's Republic of China (hereinafter referred to as the "Protection Law") which was approved in the 24th Meeting of the Standing Committee of the 13th National People's Congress on 26 December, 2020, will come into force on 01 March, 2021.

The 2nd paragraph of Article 51 of the Law stipulates that "It is prohibited to transport highly toxic chemicals and other dangerous chemicals forbidden to be transported by inland river in the Yangtze River Basin". According to this article, the "highly toxic chemicals" and "other dangerous chemicals transported by inland river" are the prohibited goods in the Yangtze River Basin.

According to the 3rd paragraph of Article 54 of the Regulations on the Safety Management of Hazardous Chemicals, the "highly toxic chemicals" referred to in the Protection Law are the chemicals marked as "highly toxic" in the remarks column of the *Catalogue of Hazardous Chemicals* (2015 Edition) formulated by the General Administration of Safety Supervision in conjunction with the Ministry of Industry and Information Technology; the "Other dangerous chemicals transported by inland river" are the chemicals listed in the *Catalogue of Prohibited Dangerous Chemicals by Inland River* (2019 Edition) formulated by the Ministry of Transport in conjunction with the Ministry of Ecological Environment.

According to Article 2 of the Protection Law, the Shanghai section of the Yangtze River belongs to the Yangtze River as specified in the Protection Law. From 01 March 2021, it shall be prohibited to enter/leave, transit or transfer the prohibited goods mentioned above, including transportation in bulk or in package by ship. In accordance with the provisions of Article 90, those who violate the provisions shall be ordered by the competent department of transportation or the MSA at or above the county level to correct their action, their illegal gains shall be confiscated and they shall be fined not less than CNY200,000 but not more than CNY 2.0 million, and the persons in charge and other directly responsible persons shall be fined not less than CNY 50,000 but not more than CNY 100,000. If the circumstances are serious, they shall be ordered to suspend their business

for rectification, or have their relevant license revoked.

In order to follow the requirements of the Protection Law, shipping enterprises in Shanghai port are requested to attach great importance to the above requirements. From 01 March 2021, it is strictly prohibited for ships to carry highly toxic substances and other dangerous chemicals forbidden to be transported by inland rivers to enter, transit and transfer in the Shanghai section of the Yangtze river.

Notice is hereby given

Shanghai MSA 18 February 2021