

Notice of General Meeting

NOTICE is hereby given that the General Meeting of eCargo Holdings Limited, ARBN 601 083 069, Hong Kong Company Number 2088880 ("**ECG**" or the "**Company**") will be held at 2:30pm (Hong Kong time), 4:30pm (Sydney, Australia time) on Wednesday, July 31, 2024 at 13018, ATL Logistics Centre B, 3 Kwai Chung Container Terminals, New Territories, Hong Kong.

If you are unable to attend the meeting, we encourage you to complete and return the enclosed CDI Voting Instruction Form ("**Form**"). The completed Form must be received at the address shown on the Form by 2:30pm (Hong Kong time), 4:30pm (Sydney, Australia time) on Sunday, July 28, 2024. Any Form received after that time will be invalid.

SPECIAL BUSINESS

1. Resolution 1 – Approval for the Removal of the Company from the ASX Official List

That the following resolution be approved as a **special resolution**:

"That, for the purposes of ASX Listing Rule 17.11, and for all other purposes, the Company be removed from the Official List of the ASX on a date to be decided by ASX and that the Directors be authorised to do all things reasonably necessary for the removal of the Company from the Official List of the ASX"

Short explanation

ASX Listing Rule 17.11 provides that the ASX may at any time remove an entity from the ASX Official List at the request of the entity. The ASX is not obligated to act on an entity's request to be removed from the ASX Official List, or the ASX may require certain conditions to be satisfied before the ASX will act on the request.

The ASX has approved ECG's request to be removed from the ASX Official List, subject to the conditions detailed in paragraph 1.3 being satisfied, one of which include the approval by a special resolution of security holders.

2. Resolution 2 – Approval for authorising any member of the Board to sign and execute the documents in connection with the conversion of the CDIs into ordinary shares of the Company

That the following resolution be approved as an **ordinary resolution**:

"That, any one Director be and is hereby authorised to do all such acts and things and execute all such documents or instruments and take all such steps on behalf of the holder of the CDI as the Director may in his or her sole opinion and absolute discretion consider necessary, appropriate or desirable to implement or give effect to or in connection with the conversion of the CDIs into ordinary shares"

NOTES

(i) Voting entitlements

The Directors have determined that the shareholding of each Shareholder for the purposes of ascertaining the voting entitlements for the General Meeting and CDI holding of CDI Holders will be taken to be held by the persons who are registered as members at 5:00pm (Hong Kong time), 7:00pm (Sydney, Australia time) on Sunday, July 28, 2024. Accordingly transfers registered after that time will be disregarded in determining members entitled to

attend and vote at the General Meeting.

(ii) Proxy voting by holders of Shares

Shareholders who are unable to attend the General Meeting are requested to complete, sign, date and return the Proxy Form.

A Proxy Form must be received at the address shown on the Proxy Form by 2:30pm (Hong Kong time), 4:30pm (Sydney, Australia time) on Monday, July 29, 2024. Any Proxy Form received after that time will be invalid.

(iii) Direct voting by holders of CDIs

Holders of CDIs are invited to attend the General Meeting.

CDI Holders may complete, sign and return the enclosed CDI Voting Instruction Form to eCargo Holdings Limited c/o- Link Market Services Limited at Locked Bag A14, Sydney South NSW 1235, Australia (fax number within Australia: (02) 9287 0309 or outside Australia: +61 2 9287 0309) in order to direct CHESS Depositary Nominees Pty Ltd ("CDN") to vote the relevant underlying Ordinary Shares on his or her behalf.

The CDI Voting Instruction Form must be received at the address shown on the Form by 2:30pm (Hong Kong time), 4:30pm (Sydney, Australia time) on Sunday, July 28, 2024. Any CDI Voting Instruction Form received after that time will be invalid.

Online: The CDI voting instruction can be lodged online by visiting <https://investorcentre.linkgroup.com>.

By order of the Board

Explanatory Statement

*This explanatory statement accompanies and forms part of the Notice of General Meeting of eCargo Holdings Limited, ARBN 601 083 069, Hong Kong Company Number 2088880 ("**Company**") for the General Meeting to be held at 2:30pm (Hong Kong time), 4:30pm (Sydney, Australia time) on Wednesday, July 31, 2024 at 13018, ATL Logistics Centre B, 3 Kwai Chung Container Terminals, New Territories, Hong Kong ("**Explanatory Statement**").*

DEFINITIONS

Where a term is defined in Chapter 19 of the ASX Listing Rules and is used in this Explanatory Statement, the term is given the same meaning as it is given in Chapter 19 of the ASX Listing Rules.

GENERAL INFORMATION

1. Resolution 1 – Approval for the Removal of the Company from the ASX Official List

1.1 Background

The Company made an application to the ASX under ASX Listing Rule 17.11 for the removal of the Company from the Official List of the ASX (**Delisting**).

On July, 3 2024, the ASX confirmed that it agrees to remove ECG from the ASX Official List, subject to ECG complying certain conditions. As is its usual practice, ASX has imposed a condition (among others) under ASX Listing Rule 17.11 and Guidance Note 33 'Removal of Entities from the ASX Official List, that the Delisting be approved by a special resolution of the CDI Holders/Shareholders of the Company (**ASX Delisting Approval**).

The conditions of the ASX Delisting Approval are contained in paragraph 1.3.

Resolution 1 seeks the approval from the CDI Holders/Shareholders to the Delisting under and for the purposes of the ASX Listing Rules.

If the Resolution is passed, the Company will be able to proceed with the Delisting and ECG will be removed from the Official List of the ASX.

If the Resolution is not passed, unless a subsequent proposed delisting is approved by CDI Holders/Shareholders or the ASX determines that the Company should no longer be listed, the Delisting will not proceed and the Company would remain listed on the ASX.

1.2 ASX Listing Rule 17.11

ASX Listing Rule 17.11 provides that the ASX may at any time remove an entity from the ASX Official List at the request of the entity. The ASX is not obligated to act on an entity's request to be removed from the ASX Official List, or the ASX may require certain conditions to be satisfied before the ASX will act on the request.

The ASX has approved ECG's request to be removed from the ASX Official List, subject to the conditions detailed in paragraph 1.3 being satisfied.

1.3 ASX Conditions for the ASX Delisting Approval

On July, 3 2024, the ASX confirmed that it agrees to remove ECG from the ASX Official List, subject to the Company complying certain conditions. These conditions are as follows:

- (a) The request for removal of ECG from the official list is approved by a special resolution of ordinary security holders of ECG.
- (b) The notice of meeting seeking security holder approval for ECG's removal from the official list must include the following information, in form and substance satisfactory to ASX:
 - (i) a timetable of key dates, including the time and date at which ECG will be removed from ASX if that approval is given;
 - (ii) a statement to the effect that the removal will take place no earlier than one month after approval is granted;
 - (iii) a statement to the effect that if holders wish to sell their securities on ASX, they will need to do so before the entity is removed from the official list; and if they do not, details of the processes that will exist after ECG is removed from the official list to allow security holders to dispose of their holdings and how they can access those processes;
 - (iv) a statement to the effect that the steps holders of CHESS Depositary Interests ('CDIs') must take to convert their CDIs to the underlying securities before they are able to sell them on the other exchange or exchanges where the entity is listed; and the steps that will be taken by the CHESS depositary nominee if holders do not convert their CDIs to the underlying securities by a nominated date; and
 - (v) the information prescribed in section 2.11 of ASX Guidance Note 33.
- (c) The removal of ECG from the official list must not take place any earlier than one month after security holder approval is obtained so that security holders have at least that period to sell their securities should they wish to do so.
- (d) ECG must apply for its securities to be suspended from quotation at least two (2) business days before its proposed removal date.
- (e) ECG releases the full terms of this decision to the market upon making a formal application to ASX to remove ECG from the official list of ASX.

(together the **Delisting Conditions**)

The Company intends to comply in full with these Delisting Conditions.

1.4 Timing for Delisting and Indicative Timetable

In accordance with ASX Guidance Note 33, the ASX imposed a condition that the Delisting not take place any earlier than one month after security holder approval has been obtained.

It is proposed that the Delisting will occur on close of trading on August 30, 2024, subject to approval by the security holders at the General Meeting.

The indicative timetable for the proposed Delisting is as follows:

DATE	ACTION
July 4, 2024	Announce intention to be removed from the Official List of the ASX.
July 8, 2024	Dispatch Notice of Meeting seeking approval for the Delisting.
July 8, 2024	CDI Holder Letter to be sent to Shareholders.
July 28, 2024	Record date for determining eligibility to vote on the Resolution.
July 31, 2024	General Meeting to consider the Resolution seeking Shareholders' approval for the Delisting of the Company from the Official List of the ASX.
July 31, 2024	Results from the General Meeting to be announced on the ASX.
August 30, 2024	Shares are suspended from trading on the Official List of the ASX (Suspension Date) and the last date for CDI Holders to elect to convert CDIs into Shares.
September 6, 2024	Anticipated delisting of the Company from the Official List of the ASX (subject to Shareholders approving the Resolution) (Delisting Date).
September 6, 2024	Commencement of the process for the mandatory conversion of CDIs into Shares.

The above dates are subject to change and are indicative only. The Company and the ASX may vary the dates and times, subject to the Corporations Act, the ASX Listing Rules and other applicable laws. The Company will inform security holders of any changes to the indicative timetable by market announcement made via the ASX announcements platform.

The Delisting Date is not earlier than one month after the date that CDI Holder/Shareholder approval would be given.

Shareholders will be able to continue to trade Shares on the ASX from July 4, 2024, being the date of the announcement on the ASX of the Company's proposed Delisting, to the Suspension Date. This gives Shareholders almost two months to trade their Shares on the ASX.

1.5 Reasons for Delisting

The key reasons for the Company seeking to be removed from the Official List of the ASX at this time are as follows:

- (a) **Valuation:** The CDI price of ECG is A\$0.019 per CDI (based on the trading price of CDIs on June 5, 2024).

The Board considers that the trading price of the Company's CDIs in recent years implies a valuation that has been (and remains) consistently and materially lower than the valuations of unlisted and listed companies of a comparable nature and scale of ECG in Australia and other capital markets. In addition, the valuation does not

accurately reflect the continuous improvement of the business over the last three years.

- (b) **Liquidity:** Stock liquidity remains at low levels, with average daily trading volume around 56,000 over the 12-month period ending on May 31, 2024 (which represents about 0.009% of ECG stock). Trades occurred in 141 trading days over the 12-month period ending on May 31, 2024 (in which there were 254 total trading days on the ASX, representing more or less 55%), which the Board considers is a result of the Australian market sentiment towards the Company and Chinese listed stocks on the ASX.

After the Delisting, ECG's Shares will only be capable of sale via off-market private transactions, which will require the Company's Shareholders to identify and agree terms with potential purchasers of the Company's shares in accordance with the Company's Articles of Association and the Companies Ordinance (Chapter 622, Laws of Hong Kong) (**Companies Ordinance**). While the Company cannot guarantee the growth momentum of the Company following Delisting, it does anticipate that the Delisting may result in increased liquidity when compared to the liquidity while the Company was trading on the ASX. Refer to paragraph 1.8 for further information on the consequences of the Delisting.

- (c) **Australian market sentiment:** The negative perception towards Chinese listed stocks will continue to remain a significant impediment towards recognition of fair market value and prospective capital raisings irrespective of ECG's business performance.
- (d) **Costs of remaining listed on the ASX:** According to 2023 financial data, the total costs of remaining listed on the ASX were approximately AUD558,000 for the 12-month period ending on December 31, 2023. The AUD558,000 is made up of the following:

Item	Amount
Administrative (including registry and company secretarial services):	AUD60,000
Compliance (includes legal fees, auditor fees, internal audit fees):	AUD290,000
Direct (includes ASX listing fees, IR agency fees):	AUD145,000
Director Liability Insurance:	AUD63,000
TOTAL	AUD558,000

eCargo anticipates the costs for the Delisting to be approximately AUD250,000. Such costs relate to corporate advisory, legal and administrative fees and expenses of the Delisting process and the transfer of Shares to CDI holders and do not include any costs of the ASX.

The Company's ASX listing provides limited access to growth capital, therefore removing the key rationale of remaining listed on the ASX. The ongoing annual administrative, compliance and direct costs associated with the Company's ASX listing are disproportionate to the benefits of remaining an ASX listed security.

- (e) **Growth and Equity Raising requirements:**
- (i) Raising growth capital whilst listed on the ASX, will impose a significant dilutionary cost on non-participating Shareholders.
- (ii) Alternate debt and equity financing have been sourced without any prospect of obtaining whilst remaining an ASX-listed entity.

- (iii) Debt financing has become more available during Q1 and Q2 2024 however, it will require the third-party support of the Company Chairman in order to facilitate such debt instruments. This requirement further removes the rationale of remaining listed on the ASX to source debt capital.
- (iv) Given the main business activities of ECG are in China, the Company has also sought debt and/or equity financing in the Chinese market. Domestic funding in the Chinese market is provided preferentially to Chinese domestic and HK-listed entities and to private Chinese companies.
- (v) Debt and/or equity financing options in China are significantly hampered by the Australian market capitalisation of ECG. This dynamic has provided a competitive funding advantage to its competitors in the market.

(f) Current limitations on business growth:

- (i) eCargo's advanced supply chain technology has been experiencing a less than favourable valuation that is not reflective of the Company's business growth and is hindering its ability to raise capital.
- (ii) ECG is focused on the opportunities available for growth in the Chinese and South East Asian digital economies and considers the growth trajectory of the business will require access to growth funding to protect the interests of all CDI Holders/Shareholders.

(g) Returning value to CDI Holders: The Board considers it has two key priorities:

- (i) To protect the interests of all Shareholders and ensure the business can access funding to survive and grow to build CDI/Shareholder value.
- (ii) To ensure that the funding pathway can provide Shareholders with the prospect of a liquidity event at a fair market value.

(h) Alternatives impeded by current ASX listed status: Based on the above, the Board has formed a view that it must seek to delist from the ASX. The Board considers that an alternative pathway to address the objectives stated in paragraph 1.5(g) above is to access funding in the Chinese or, potentially, the United States' markets.

1.6 Advantages of Delisting

The key advantage of the Delisting is to provide a more definitive path to achieve growth funding for the business.

1.7 Disadvantages of Delisting

The Board has considered the potential disadvantages and risks associated with the Delisting, which include the following:

- (a) **CDI Holders/Shareholders will no longer have the ability to sell their Shares and CDIs on the ASX:** After ECG is removed from the Official List of the ASX, the Company's Shares and CDIs will no longer be quoted on the ASX and the security holders will be unable to trade their Shares and CDIs. After the Delisting, ECG's Shares will only be capable of sale via off-market private transactions which will require the Company's Shareholders to identify and agree terms with potential purchasers of the Company's shares in accordance with the Company's Articles of

Association and the Companies Ordinance (Chapter 622, Laws of Hong Kong) (**Companies Ordinance**).

- (b) **Raising Capital:** After the Company is removed from the Official List of the ASX, the Company will no longer be able to raise capital from the issue of securities to the public by means of limited disclosure fundraising documents.
- (c) **Regulation under ASX Listing Rules:** The ASX Listing Rules will no longer apply to ECG and shareholder protections contained in the ASX Listing Rules will no longer apply. This may include relief for the Company from some reporting and disclosure requirements, removal of certain restrictions on the issue of new securities, from the rules relating to participation in related party transactions and requirements to comply with the ASX Corporate Governance Principles and Recommendations. The absence of the protections contained in the ASX Listing Rules and the lack of restrictions in certain areas may be perceived to be a disadvantage by some CDI Holders/Shareholders, especially minority CDI Holders/Shareholders.

1.8 Consequences of Delisting

The Board considers that some of the key consequences for ECG and its CDI Holders/Shareholders if the Company is removed from the ASX Official List include:

- (a) The Company's CDIs will no longer be quoted on and traded on the ASX.
- (b) The Company's Shares will only be capable of sale via off-market private transactions which will require the Company's Shareholders to identify and agree to terms with potential purchasers of the Company's shares in accordance with the Company's Articles of Association and the Companies Ordinance.
- (c) During any period ECG remains an unlisted public company, the Company will no longer be able to raise capital from the issue of securities to the public by means of limited disclosure fundraising documents.
- (d) The Company will remain as a public company under the Companies Ordinance as either one of the following conditions are met:
 - (i) the Company has more than 50 Shareholders (including but not limited to CDI Holders); or
 - (ii) the Company's Articles of Association do not (a) restrict the transferability of the shares by members; or (b) prohibit any invitation to the public to subscribe for any shares or debentures of the Company.

Under such circumstances, the Company will remain subject to The Codes on Takeovers and Mergers regulated by the Securities and Futures Commission of Hong Kong.

- (e) Given ECG is a company incorporated and registered under Hong Kong law, following the Delisting, continuous disclosure obligations under ASX Listing Rules will no longer apply to ECG, but it will remain to be subject to the annual filing requirements under the Companies Ordinance which include the filing of annual returns and the Company's financial statements (including directors' reports and auditors' reports) to the Companies Registry in Hong Kong. Further, apart from keeping a register of members, the Companies Ordinance requires the Company to maintain a significant controllers register to be accessible by law enforcement officers upon demand. The Company will continue to disclose to Shareholders of material matters on the Company's website.

- (f) A reduction of obligations associated with a listing on ASX, which may include relief from some reporting and disclosure requirements, removal of restrictions on the issue of shares by the Company and requirements concerning significant changes to the Company's activities.
- (g) The ASX Listing Rules and ASX Corporate Governance Principles and Recommendations will no longer be applicable to the Company.
- (h) The Company's Articles of Association and, therefore, Shareholders' rights under the Articles of Association will remain unchanged immediately following the Delisting, such that Shareholders will continue to have the right to:
 - (i) receive notices of meetings and other notices issued by the Company;
 - (ii) exercise voting rights attached to shares; and
 - (iii) receive dividends payable by the Company from time to time.

1.9 Consequences if Delisting Resolution is not passed

If the Resolution is not passed, unless a subsequent proposed delisting is approved by CDI Holders/Shareholders or the ASX determines that the Company should no longer be listed, the Delisting will not proceed and the Company would remain listed on the ASX.

1.10 Options for CDI Holders on Delisting

Given ECG has CDIs trading on the ASX, ECG will include with this Notice of Meeting a letter in a form and substance satisfactory to ASX (**CDI Holder Letter**), setting out the consequences to security holders of giving that approval and stating:

- the steps holders must take to convert their CDIs to the underlying securities, if that is what they wish to do; and
 - the steps that will be taken by the CHESS Depository Nominee if holders do not convert their CDIs to the underlying securities by a nominated date.
- (a) **Option 1 – Sell your CDIs on the ASX before the Suspension Date (on or before August 30, 2024)**
- (i) CDI Holders can elect to sell their CDIs on the ASX prior to close of trading on the Suspension Date (at which time registers are transferred across) by contacting their stockbroker or financial advisor who can arrange the sale. To do this, the CDIs would trade as per usual but must ensure that the trade occurs prior to the Suspension Date at which point the register is moved from Australia to Hong Kong.
 - (ii) If a CDI Holder elects to sell their CDIs on the ASX prior to the Suspension Date, they will be responsible for any costs associated with the sale of the CDIs as is customary, including any broker commission.
 - (iii) After the Suspension Date, CDI Holders will not be able to sell their CDIs on the ASX.
 - (iv) In the event this Option 1 is selected, a CDI Holder is not required to do anything further.

(b) **Option 2 – Elect to convert your CDIs into Shares (on or before August 30, 2024)**

- (i) On or before August 30, 2024, the date agreed upon with ASX Settlement, CDI Holders have the right to convert their CDIs into the underlying Shares at the rate of (1) CDI to (1) Share.
- (ii) CDI Holders will need to complete the "CDI Cancellation – Australia to Hong Kong" form to eCargo Hong Kong shares Request Form (**CDI Cancellation Request Form**) and submit the form to Link Market Services via email to ecargo@linkmarketservices.com.au or by post to eCargo Holdings Limited, C/- Link Market Services Limited, Locked Bag A14, Sydney South NSW 1235, Australia (please be mindful that postal deliveries take longer to arrive at the share registry).
- (iii) The CDI Cancellation Request Form is available at <https://ecargo.com/pages/ecargo-investor>.
- (iv) The Hong Kong Registry will also require a signed (wet ink) Instrument of Transfer. This will be sent to you directly in the event you provide a CDI Cancellation Request Form.
- (v) Following conversion of the CDIs, the Shares will be held on ECG's Hong Kong share register.

(c) **Option 3 – Do nothing – Mandatory Conversion to Shares (on or after September 6, 2024)**

CDI Holders may elect to do nothing, in which case, on or after September 6, 2024, the CDIs will be automatically converted to Shares on the Hong Kong share register and a share certificate will be issued and mailed to the name and address that the CDIs were registered in.

If for any reason the registration is unable to be completed, the Shares will be sold and the net proceeds of the sale will be remitted to the former CDI Holder, or if they are not able to be located, the proceeds will be dealt with in accordance with applicable unclaimed money laws.

1.11 Trading until the Suspension Date and then transfers following Delisting

The Delisting will not take place any earlier than one month after Shareholder approval has been obtained. CDIs may continue to be traded on the ASX up until the Suspension Date, after which trading will be suspended until the Delisting Date. The Company notes that Shareholders will be given an opportunity to sell their CDIs on the ASX in the one-month period between the date of Shareholder approval and the Delisting Date, if they do not wish to remain Shareholders.

Following the Delisting, the Company's Shareholders will be able to dispose of their shareholdings in private transactions in accordance with the Company's Articles of Association and the Hong Kong Companies Ordinance.

The Company will decide whether to pursue funding options now available as an unlisted Hong Kong entity in the Chinese and United States domestic markets towards the end of this calendar year following the Delisting. The primary purpose being to maintain growth momentum of the business.

1.12 Remedies available to CDI Holders/Shareholders

If a CDI Holder/Shareholder of the Company considers the proposed Delisting to be unfairly prejudicial to the interests of a CDI Holder/Shareholder or CDI Holders/Shareholders, the CDI Holder/Shareholder may apply to the Court for an order under section 725 of the Hong Kong Companies Ordinance (equivalent law to section 233 of the *Corporations Act 2001* (Cth)), pursuant to which, the Court can make any order that it thinks fit for giving relief, including but not limited to:

- (a) an order restraining the continuance of the Delisting;
- (b) an order appointing a manager for the Company's business; or
- (c) an order that the Company be wound up on the basis of just and equitable pursuant to section 177(1)(f) of the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Chapter 32, Laws of Hong Kong).

1.13 Recommendation and voting requirements

The Board unanimously recommends that CDI Holders/Shareholders vote in favour of Resolution 1.

The Chair of the General Meeting intends to vote undirected proxies in favour of Resolution 1.

2. Resolution 2 – Approval for authorising any member of the Board to sign and execute the documents in connection with the conversion of the CDIs into ordinary shares of the Company

2.1 Background

In the event the Delisting is approved by the CDI Holders/Shareholders in accordance with Resolution 1, there are three options available for the CDI Holders as mentioned in 1.10 above. If the CDI Holders elect to do nothing under Option 3, the CDIs will be automatically converted to Shares on the Hong Kong share register and a share certificate will be issued and mailed to the name and address that the CDIs were registered in.

Resolution 2 seeks approval from the CDI Holders/Shareholders to authorise any one Director to execute all such documents or instruments, including the instrument of transfer, on behalf of the CDI Holder (as transferee) to effect the transfer of the legal ownership of the Shares held by CHESS Depositary Nominees Pty Ltd ("CDN") to the CDI Holder.

2.2 Reasons for Resolution 2

According to the Articles of Association of the Company, the instrument of transfer of any share shall be executed by or on behalf of the transferor and the transferee and that the Board shall recognise any instrument of transfer if it has been duly stamped by the Stamp Office of the Inland Revenue Department in Hong Kong (the "Stamp Office").

In the event the CDI Holders choose Option 3 and do nothing, the automatic conversion of the CDIs into Shares on the Hong Kong share register will involve the transfer of the legal ownership of the underlying Shares of the CDIs from CDN to the CDI Holder and such transfer will be effected by way of an instrument of transfer to be signed and executed by both CDN, as the transferor and the CDI Holder, as the transferee and stamped by the Stamp Office.

In the event the Company is not able to locate the relevant CDI Holder to sign and execute the instrument of transfer, as transferee, to effect the transfer of the underlying Shares of



the CDIs from CDN to the CDI Holder, the approval obtained in Resolution 2 will allow any one Director to sign and execute the instrument of transfer on behalf of the CDI Holder (as transferee) so that the duly executed instrument of transfer can be stamped at the Stamp Office and the transfer of the Shares can be completed.

2.3 Recommendation and voting requirements

The Board unanimously recommends that CDI Holders/Shareholders vote in favour of Resolution 2.

The Chair of the General Meeting intends to vote undirected proxies in favour of Resolution 2.