

## SALE AND PURCHASE AGREEMENT

**THIS AGREEMENT** is entered into with effect from the Effective Date (as defined in the Schedule) between the Vendor (as defined in the Schedule), as seller, the Purchaser (as defined in the Schedule), as buyer, and the Fee Earner (as defined in the Schedule) (the "**Agreement**").

### WHEREAS:

- (A) The Vendor legally and beneficially owns the Collectible (as defined in the Schedule) and intends to enter into this Agreement, and wishes to sell, transfer and vest all of its legal and beneficial ownership in the Collectible to the Purchaser (the "**Transfer**"), and the Purchaser wishes to purchase the Collectible and to receive and accept such legal and beneficial ownership in the Collectible.

### IT IS AGREED as follows:

1. In this Agreement, unless the context otherwise requires, words denoting the singular number only shall include the plural and vice versa. Save as otherwise indicated, references to "**Clauses**" and the "**Schedule**" are to be construed as references to clauses of, and the schedule to, this Agreement. Words importing the masculine gender, feminine gender or neuter shall include the others. All capitalised words and phrases used in the agreement shall bear the meanings ascribed to them as set out in the definitions of such capitalised words and phrases in the Schedule.
2. Subject to Clause 7 and the Other Terms (as defined in the Schedule), in consideration of the payment of the Consideration Shares (as defined in the Schedule) in the manner specified in this Agreement, the Vendor hereby irrevocably and unconditionally sells and transfers all of its legal and beneficial ownership and all of its rights, title and interest in and/or to the Collectible (including the Intellectual Property in the Collectible, where applicable) to the Purchaser, and the Purchaser hereby purchases the Collectible (including the Intellectual Property in the Collectible, where applicable) and accepts all of the Vendor's legal and beneficial ownership and all of the Vendor's rights, title and interest in and/or to the Collectible (including the Intellectual Property in the Collectible, where applicable) from the Vendor. The Purchaser agrees to pay the Purchase Price to the Vendor in accordance with Clause 8 and the terms set forth in the Schedule.
3. In connection with the Transfer, the Vendor hereby irrevocably and unconditionally agrees to pay the Fee Earner (as defined in the Schedule) the Fee (as defined in the Schedule) in the manner described in the Schedule or in such other manner as may be agreed between the Vendor and the Purchaser.
4. The Vendor represents, warrants and undertakes to and for the benefit of the Purchaser as of the Effective Date as follows:
  - (i) Ownership: it is either the sole and full legal and beneficial owner, or has been and is as at the date of this Agreement, the full legal and beneficial owner of the Collectible and legally entitled to enter into this Agreement and has secured all the necessary permissions and authority to do so and, if requested to do so, shall supply to the Purchaser all necessary information, documents and material to demonstrate the ownership to and provenance of the Collectible;

- (ii) Title: the Transfer is free from all claims, liens, security interest, encumbrances and all rights of any kind exercisable by third parties, threatened or pending, relating to the Collectible, the Vendor's title to the Collectible, or the Vendor's authority to sell the Collectible (collectively the "**Claims**");
- (iii) Claims: it has no knowledge of any Claims threatened or pending, nor any knowledge of any facts or circumstances likely to give rise to any Claims and shall notify the Purchaser of any Claims in respect of the Collectible as soon as the Vendor becomes aware of it or foresees it;
- (iv) Condition and Restoration: the Collectible (a) is a first sale of the Collectible, (b) has not been restored or repaired (or any part thereof) and (c) the Collectible is in the same condition as set forth in the condition report relating to it (if any) (the "**Condition Report**");
- (v) Power: it has the capacity to enter into and perform and comply with its obligations under this Agreement;
- (vi) Authorisation and Consents: all action, conditions and things required to be taken, fulfilled and done (including the obtaining of any necessary consents) in order (a) to enable the Vendor to lawfully enter into and perform and comply with its obligations under this Agreement, and (b) to ensure that those obligations are legal, valid, binding and enforceable, have been taken, fulfilled and done;
- (vii) Non-Violation of Laws: its entry into and/or performance of or compliance with its obligations under this Agreement do not and will not violate any law to which it is subject;
- (viii) Importation and Exportation: the exportation, if any, of the Collectible from any country has been in full conformity with the laws of such country, and the importation of the Collectible into any country has been in full conformity with the laws of such country;
- (ix) Obligations Binding: its obligations under this Agreement are legal, valid, binding and enforceable in accordance with its terms;
- (x) Non-Violation of other Agreements: its entry into and/or performance of or compliance with its obligations under this Agreement do not and will not (a) violate any agreement to which it is a party or which is binding on it or its assets, or (b) result in the creation of, or oblige it to create, any security over those assets;
- (xi) Litigation: no litigation, arbitration or administrative proceeding is current or pending or, so far as it is aware, threatened (a) to restrain the entry into and/or performance or enforcement of or compliance with the relevant obligations under this Agreement by the Vendor or (b) which has or could have a material adverse effect on it; and
- (xii) Bankruptcy/Insolvency: no steps have been taken by the Vendor nor have any legal proceedings been started or threatened for its bankruptcy, winding up or insolvency or for the appointment of a receiver, trustee or similar officer of any of its assets.

5. The Vendor does hereby agree to indemnify, defend and hold the Purchaser free and harmless from any and all third-party demands, claims, suits, actions, judgments, obligations, damages,

losses or other liability, including all reasonable attorney or other professional fees and other costs, fees and expenses, suffered or incurred by, or asserted or alleged against the Purchaser (i) arising by reason of, or in connection with, the breach or alleged breach of, or falsity or inaccuracy (or alleged falsity or inaccuracy) of any representation or warranty contained in this Agreement, (ii) arising by reason of, or in connection with, the breach or alleged breach of this Agreement, or (iii) any claim by any third party alleging a right to receive from the Vendor any commission or other payment in connection with the sale of the Collectible.

6. To the fullest extent permitted by law, the Vendor expressly and irrevocably waives, and covenants not to assert any claims of moral rights of authors (i.e., “droit moral”) or similar rights in connection with the Collectible, including any rights of attribution or integrity, under any applicable law in any jurisdiction, and represents and warrants that it will not cause, assist, or encourage any other person to assert any such rights. Without limiting the generality of the foregoing and without prejudice to clause 11 of this Agreement, the Vendor hereby acknowledges the rights of attribution and integrity generally conferred by Section 106A(a) of Title 17 of the U.S. Code (The Visual Artists Rights Act of 1990, “VARA”) with respect to certain works, and acknowledges and agrees that:
  - (i) the Collectible may be minted into a fusion token (“FT”) or any other digital instrument, the image of the Collectible, the FT and any information attached thereto, including, but not limited to sale and purchase, provenance and valuation, may be displayed, offered for sale on a platform and recorded on a blockchain; and
  - (ii) the Collectible, the FT or the underlying image of the Collectible may be relocated or removed from the FT platform or relocated onto any other platform, for any reason whatsoever, if and as may be applicable; and
  - (iii) the Collectible, the FT or underlying image of the Collectible may be destroyed, no longer be accessible, may not be maintained in any manner for any reason whatsoever; and
  - (iv) the Collectible and/or the FT can be sold to third parties by the Purchaser in the Purchaser’s sole discretion; and
  - (v) the Vendor of his own free act, waives all moral rights in the Collectible under VARA or of any other federal or state or local provision of law, whether in the United States or of any other local or foreign government, including, but not limited to, any claims based upon the Purchaser’s destruction, minting, removal, storage, relocation or sale of the Collectible or FT.
7. Without prejudice to the other provisions of this Agreement, the Purchaser’s obligation to complete the Transfer shall be conditional upon the receipt of the Condition Report and an acceptable valuation report in writing prepared by a recognised independent valuer for the purposes of establishing the fair market value of the Collectible both of which shall be satisfactory to the Purchaser in the Purchaser’s sole and absolute discretion, as well as all necessary information, documents and material to demonstrate the Vendor’s ownership of the Intellectual Property rights associated with the Collectible in the Purchaser’s sole and absolute discretion. In the event the Condition Report, valuation report and/or other documents referred to in this Clause 7 do not reasonably satisfy the Purchaser’s requirements, the Purchaser may terminate this Agreement and will have no further obligations to complete the Transfer or to pay the Purchase Price to the Vendor.
8. The Purchase Price is arrived at on a willing-buyer willing-seller basis, and shall be satisfied and payable in accordance with the Payment Method (as defined in the Schedule). For the avoidance of doubt, no Balance Consideration shall be payable to the Vendor unless there is a successful Completion (as defined in the Schedule).
9. This Agreement shall inure to the benefit of the Purchaser and its successors and assigns, and the

obligations of the Vendor under this Agreement shall be binding on it and its successors and personal representatives.

10. The illegality, invalidity or unenforceability of any provision of this Agreement under the law of any jurisdiction shall not affect its legality, validity or enforceability under the law of any other jurisdiction nor the legality, validity or enforceability of any other provision in this Agreement.
11. This Agreement shall be governed by, and construed in accordance with, the laws of Singapore and the parties hereby submit to the non-exclusive jurisdiction of Singapore courts.
12. Save for the Fee Earner in respect of its rights under this Agreement, a person who is not a party to this Agreement has no right under the Contracts (Rights of Third Parties) Act (Chapter 53B) to enforce any term of this Agreement.

IN WITNESS WHEREOF this Agreement has been duly executed to take effect on and from the Effective Date.

**VENDOR**

Signed, Sealed and Delivered )  
by **LEE YING CHIU HERBERT** )



**PURCHASER**

Signed, Sealed and Delivered )  
by **CHAN MAN CHUNG** )  
for and on behalf of )  
**MASSIVE TREASURE LIMITED** )



We, **COSMOS GROUP HOLDINGS INC**, hereby acknowledge the terms contained in this Agreement.

Signed, Sealed and Delivered )  
by **CHAN MAN CHUNG** )  
for and on behalf of )  
**COSMOS GROUP HOLDINGS INC** )

A handwritten signature in black ink, appearing to read 'Chan Man Chung', is written over a set of four closing parentheses. The signature is fluid and cursive.

## SCHEDULE

1. **“Effective Date”** means 02 August 2021.
2. **“Vendor”** means LEE YING CHIU HERBERT an individual, being holder of the HKID Card number D030076(5).
3. **“Purchaser”** means MASSIVE TREASURE LIMITED (BVI Company Number: 2055795), which expression shall include its successors and assigns.
4. **“Collectible”** means the collectible described in the attached valuation report(s).
5. **“Purchase Price”** means HKD 160,000 (Equivalent to approximately USD 20,645).
6. **“Payment Method”** means:
  - (i) the allotment and issuance of the Consideration Shares, which shall be allotted and issued to the Vendor as soon as practicable after the execution of this Agreement by the Vendor and the Purchaser, or in such other manner as may be agreed between the Vendor and the Purchaser; and
  - (ii) payment by the Purchaser of the Balance Consideration in cash to the Vendor on Completion.
7. **“Fee Earner”** means COINLECTIBLES LIMITED (BVI Company Number: 2067445), for providing authentication, valuation and certification services to the Vendor.
8. **“Fee”** means 20% of the Purchase Price, which shall be paid by the Vendor to the Fee Earner by instructing the Purchaser to allot and issue 20% of the Consideration Shares, due to the Vendor in accordance with the Payment Method, to the Fee Earner.
9. **“Valuation Price”** means the fair market value of the Collectible as set out in the valuation report in writing in accordance with Clause 7 of this Agreement, which shall be equal to or more than HKD 200,000 (Equivalent to approximately USD 25,900).
10. **“Completion”** means the successful sale, by way of auction or otherwise, of the Collectible by the Purchaser.
11. **“Consideration Shares”** means the 2,797 ordinary shares in the share capital of the Purchaser, with an aggregate market value of HKD 160,000 (Equivalent to approximately USD 20,645), which shall be allotted and issued by the Purchaser to the Vendor as part of the Purchase Price in accordance with Clause 8 of this Agreement.
12. **“Balance Consideration”** means HKD 0 which shall be transferred by the Purchaser to the Vendor as part of the Purchase Price in accordance with Clause 8 of this Agreement upon Completion.
13. **“Intellectual Property”** means all rights in, to, or arising out of: (i) U.S. international or foreign patent or any application thereof and any and all reissues, divisions, continuations, renewals, extensions and continuations in-part thereof, (ii) inventions (whether patentable or not in any country), invention disclosures, improvements, trade secrets, proprietary information, know-how, technology and technical data, (iii) copyrights, copyright registrations, mask works, mask work registrations, and applications therefore in the U.S. or any foreign country, and all other rights corresponding thereto throughout the world, (iv) trademarks, domain names, brands, or

any other goodwill or franchise, whether registered or otherwise throughout the world, and (v) any other proprietary rights anywhere in the world.

14. “**Other Terms**” means as follows:

- a. Notwithstanding Clause 6 and that the Intellectual Property in the Collectible has been transferred by the Vendor to the Purchaser, the Purchaser agrees that the Vendor, the artist, the creator and/or the brand of the Collectible shall, subject to Clause 4(x) above, be entitled to use such Intellectual Property in any manner whatsoever that is not for the purpose of generating any revenue, including (i) any advertising or marketing of the Vendor, the artist, the creator or the brand of the Collectible, and (ii) publishing a book or catalogue of the achievements or art pieces or products of the Vendor, the artist, the creator or the brand of the Collectible.
- b. The Vendor shall co-operate with the Purchaser in all matters relating to the marketing of the Collectible, in each case subject to the Purchaser’s prior written approval, which include but are not limited to the following:
  - i. a short introductory video with an audio and visual explanation of the Collectible and how it is unique; and
  - ii. reasonably utilising all resources available to it (including social media) to jointly and separately promote its partnership with the Purchaser and the Collectible.
- c. The Vendor shall co-operate with the Purchaser to create identification elements in the Collectible for unequivocal identification of the Collectible.
- d. After the payment of the Consideration Shares, the Purchaser can elect to receive possession of the Collectible from the Vendor in which case Vendor shall (i) release the Collectible to Purchaser or its agents and (ii) arrange, in consultation with the Purchaser, for the packing and shipping of the Collectible to such location indicated by the Purchaser to the Vendor in writing and Purchaser agrees to timely reimburse the Vendor for such packing, shipping and transporting costs and expenses. The Vendor will assume the risk of loss or damage to the Collectible up until the Collectible is delivered and inspected by the Purchaser and the Purchaser will assume the risk of loss or damage following the Purchaser’s satisfactory inspection of the Collectible. Upon receipt of the Collectible, the Purchaser will inspect the Collectible and shall have the right to cancel the purchase of the Collectible if the condition of the Collectible has deteriorated so that it is not in the same condition as set forth in the Condition Report. The Purchaser shall promptly notify the Vendor in writing of the Purchaser’s intention to cancel the purchase of the Collectible pursuant to this Clause. Upon receipt of such notice, the Vendor shall, within five (5) business days, return to Purchaser all amounts previously received from the Purchaser pursuant to this Agreement.
- e. The Collectible shall be completed and ready for delivery from the Vendor to the Purchaser in the manner to be determined by the Purchaser on or before the date falling 2 months after the Effective Date. The Vendor will permit the Purchaser, its agents and the Fee Earner to have access to the Collectible and to inspect it from time to time on reasonable notice to the Vendor.



# 香港國際拍賣有限公司

## Hong Kong International Auction House Limited



簽發日期 Issuing Date:  
2021年06月17日

尺寸規格: 闊 28.5cm 深 24.7cm 高 51cm

名稱: 清代祭紅釉葫蘆觀音瓶

### 鑑定報告

### APPRAISAL REPORT

證書編號 Certificate Number: HL No. 031

DIMENSIONS: 28.5 cm (Width) 24.7cm (Depth) 51cm (Height)  
NAME:

**Gourd-shape Guanyin Vase in Altar Red Glaze of the Qing Dynasty  
(19<sup>th</sup> century)**

Brief Description of HL No. 031



This gourd-shape vase has a small mouth, a short neck, an upper bulb that is small in comparison to the lower one, and a rounded foot. The exterior wall is in the altar-red glaze that is bright, lustrous and even. This piece, recovered from overseas, bears a gilded-copper rim and phoenixes on the two sides of the body, which were added later. The circular base -- a gilded-copper sculpture of French origin -- is exquisite, vivid, gorgeous and elegant.

The altar-red glaze--developed from red underglaze--originated during the Yuan dynasty and matured in the Yongle reign of the Ming dynasty. Thus, it is a precious glaze. Ware in the altar-red glaze was intended for sacrificial purposes, and from that purpose the name is derived. The altar-red glaze is translated from ji hong ("祭紅", "霽紅", "霽紅" and "際紅" which refer to the same type of glaze). Other alternative names also include "bright red," "drunken red" and "ruby red." It is more difficult to produce than other colored glazes. It is documented that "ruby powder is added" to produce the altar-red glaze. Thus, the altar-red glaze is also known as ruby-red glaze.

The gourd shape is characteristic of many traditional Chinese porcelain vessels. Based on some of its features, such as the intertwining tendrils and abundant seeds (in Chinese, the character for "seed" (in pinyin, z) is homophonous with the character for "offspring"), the gourd bears auspicious meaning, such as abundance and fertility. The gourd was also a sacred object among Daoist practitioners. For centuries, it was believed that people with miraculous powers were able to use the gourd as a vehicle with which to enter the land of immortals. Thus, it was also used as a container for Daoist elixirs of immortality. This piece presents great value for the knowledgeable collector, in consideration of its plump and dignified but elegant form, its harmonious proportions, its languid lines and its solemn glaze.

Market price: USD 25,900-51,700

產品簡述: HL No. 031

本拍品瓶呈葫蘆形，小口、短頸，上腹較小，下腹較大，束腰、圈足。瓶外施祭紅釉，釉色鮮亮，釉質光潤均勻。

此物件為回流藏品，從新鑲嵌金銅口、瓶身左右配上對稱鑲嵌金銅雕花朵、圓形底座是高級質的法國鑲嵌金銅雕，雕塑精美生動，華麗優雅。

祭紅釉源於元代，由釉裡紅脫胎而出，至明代永樂年間成熟，是顏色中的珍貴品種，因往往用作祭器而得名，也叫「鮮紅」、「霽紅」、「霽紅」、「霽紅」、「霽紅」。 「祭紅」製作之難遠甚於其它顏色釉，文獻記載祭紅「以西寶石為未入釉」，故又稱為寶石紅。

葫蘆形瓶是中國古代陶瓷中的傳統造型，葫蘆實有「福、祿」的諧音之稱，喻意福祿萬代，葫蘆的多籽與纏繞的藤蔓被人類賦予多子多孫和延綿不斷繁衍的含義，葫蘆也是道教的聖物，既是通往仙境的法器，也是存放金丹的容器。此瓶造型飽滿端莊秀美，比例合宜，婀娜流暢，釉色莊重沈靜，為收藏之良選。本拍品市場價值。

市場價格: USD 25,900-51,700元

2021.06.17

鑑定專家 EXPERT APPRAISER:

FOR AND ON BEHALF OF HONG KONG INTERNATIONAL AUCTION HOUSE LTD

簽發日期 Issuing Date: