

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

This announcement appears for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for the securities mentioned herein.



CHINA CHENGTONG DEVELOPMENT GROUP LIMITED

中國誠通發展集團有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 217)

- DELAY IN DESPATCH OF CIRCULAR IN RELATION TO –**
- (1) PROPOSED RIGHTS ISSUE OF NOT LESS THAN 607,051,490 RIGHTS SHARES AND NOT MORE THAN 616,021,490 RIGHTS SHARES OF HK\$0.1 EACH AT HK\$0.33 PER RIGHTS SHARE PAYABLE IN FULL ON ACCEPTANCE (IN THE PROPORTION OF THREE RIGHTS SHARES FOR EVERY TEN EXISTING SHARES HELD ON THE RECORD DATE)**
 - (2) APPLICATION FOR WHITEWASH WAIVER**
 - (3) POSSIBLE DISCLOSEABLE AND CONNECTED TRANSACTION: PROPOSED ACQUISITION OF 30% INTEREST IN A 70% SUBSIDIARY FROM A CONNECTED PERSON**
 - (4) PROPOSED REFRESHMENT OF GENERAL MANDATE**
 - (5) PROPOSED GRANT OF SPECIFIC MANDATE**

As additional time is required for the finalisation of certain information, in particular the valuation reports and other financial information of the Group, to be contained in the Circular, an application has been made to the Executive for a consent for an extension of time to despatch the Circular from 31 January 2007 to no later than 28 February 2007 as required by Rule 8.2 of the Takeovers Code.

Further announcement containing the revised expected timetable in relation to the Rights Issue will be issued by the Company on the date of despatch of the Circular. The revised expected timetable in relation to the Rights Issue will also be set out in the Circular. Accordingly the closure of the register of members of the Company will not take place from 23 February 2007 to 27 February 2007 (both dates inclusive) but will be postponed to such dates as will be shown in the revised expected timetable. An announcement on the appointment of the independent financial adviser will also be made by the Company as soon as practicable upon the appointment of the independent financial adviser.

Reference is made to the announcement (“**Announcement**”) of China Chengtong Development Group Limited (“**Company**”) dated 9 January 2007 in relation to, among other matters, the proposed Rights Issue and application for Whitewash Waiver. Unless the context otherwise requires, words defined in the Announcement have the same meanings when used in this announcement.

DELAY IN DESPATCH OF CIRCULAR

As stated in the Announcement, a circular (“**Circular**”) containing, among other things, details of the Rights Issue and the Whitewash Waiver, and the letter of advice and recommendation of the independent board committees and the letter from the independent financial adviser to the independent board committees and the relevant Independent Shareholders, together with a notice convening the EGM, would be despatched by the Company to the Shareholders as soon as practicable and as far as the Rights Issue and the Whitewash Waiver are concerned, in accordance with the Takeovers Code.

As additional time is required for the finalisation of certain information, in particular the valuation reports and other financial information of the Group, to be contained in the Circular, an application has been made to the Executive for a consent for an extension of time to despatch the Circular from 31 January 2007 to no later than 28 February 2007 as required by Rule 8.2 of the Takeovers Code.

REVISED EXPECTED TIMETABLE IN RELATION TO THE RIGHTS ISSUE AND CLOSURE OF REGISTER OF MEMBERS

As a result of the delay in despatch of the Circular, further announcement containing the revised expected timetable in relation to the Rights Issue will be issued by the Company on the date of despatch of the Circular. The revised expected

timetable in relation to the Rights Issue will also be set out in the Circular. Accordingly the closure of the register of members of the Company will not take place from 23 February 2007 to 27 February 2007 (both dates inclusive) but will be postponed to such dates as will be shown in the revised expected timetable. An announcement on the appointment of the independent financial adviser will be made by the Company as soon as practicable upon the appointment of the independent financial adviser.

By Order of the Board
China Chengtong Development Group Limited
Wang Hongxin
Executive Director

Hong Kong, 30 January 2007

As at the date of this announcement, the executive Directors are Mr. Zhang Guotong and Mr. Wang Hongxin; the non-executive Directors are Mr. Ma Zhengwu, Mr. Hong Shuikun, Mr. Gu Laiyun and Ms. Xu Zhen; and the independent non-executive Directors are Mr. Kwong Che Keung, Gordon, Mr. Tsui Yiu Wa, Alec and Mr. Lao Youan.

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statements in this announcement misleading.