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This announcement is not an offer of securities for sale in the United States. Securities may not be offered or sold in the United States absent registration or an exemption from registration under the U.S. Securities Act of 1933, as amended (the "Securities Act"). Any public offering of securities to be made in the United States will be made by means of a prospectus that may be obtained from the Company and will contain detailed information about the Company and management, as well as financial statements. The Company does not intend to register any part of the possible offering of the Notes or the Warrants in the United States. The Notes and the Warrants will be sold in accordance with all applicable laws and regulations. None of the Notes or Warrants will be offered to the public in Hong Kong and none of the Notes or the Warrants will be placed to any connected persons of the Company.

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for shares.



CGL
沿海綠色家園®

沿海綠色家園有限公司
COASTAL GREENLAND LIMITED

(incorporated in Bermuda with limited liability)

(Stock Code: 1124)

POSSIBLE ISSUE OF US\$ NOTES WITH DETACHABLE WARRANTS

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

The Company is considering raising funds in the capital markets with an issue of US\$-denominated Notes. The structure of the offering of the Notes has not been finalized. The Company is also considering an issue to subscribers of the Notes detachable Warrants that will entitle the holders to subscribe for shares in the Company based on an initial exercise price to be determined on the pricing date. The possible issue of the Notes with detachable Warrants is expected to be arranged by The Hongkong and Shanghai Banking Corporation Limited. In connection with the possible issue, the Company may provide certain institutional and professional investors with an offering circular that will include certain updated business information regarding the Group that has not been previously disclosed to the public. This information includes, among other things, risk factors in relation to the possible issue, certain discussion and analysis of the business and the historical financial results of the Group, and information on the corporate structure and business of the Group. An extract of such information can be viewed at the Company's website at www.irasia.com/listco/hk/coastal.

Terms and conditions of the Notes and the Warrants, including the issue price, interest rate and redemption price, are still being determined. Once the terms and conditions of the Notes and the Warrants have been finalized, the Company intends to enter into a purchase agreement with The Hongkong and Shanghai Banking Corporation Limited, as the initial purchaser of the Notes and the Warrants, who will then offer and sell the Notes and the Warrants to certain selected institutional and professional investors in accordance with the offering restrictions contained therein. The possible issue of the Notes and the Warrants will only be launched if the Company considers the market conditions to be favourable.

The Notes and the Warrants will not be listed on the Stock Exchange. Approval in-principle has been obtained for the listing of the Notes on the SGX-ST. However, admission of the Notes to the official list of the SGX-ST is not to be taken as an indication of the merits of the Company, the Subsidiary Guarantors, the Notes or the Warrants. The Warrants will not be listed on any stock exchange. As the Shares to be issued upon exercise of the subscription rights attaching to the Warrants will be listed on the Stock Exchange, an application for the listing of, and permission to deal in, the Shares to be issued upon the exercise of the subscription rights attaching to the Warrants will be made to the Stock Exchange.

If the Warrants are issued, the Shares underlying the Warrants will be issued by the Directors under the authority of the general mandate granted to them by the shareholders in the annual general meeting on 11 September 2007.

As the Company is still considering the possibility of this fund raising exercise, no binding agreement in relation to the possible issue of the Notes and the Warrants has been entered into and the possible issue of the Notes and the Warrants may or may not proceed. Shareholders of the Company and potential investors are advised to exercise caution when dealing in the securities of the Company. Should the issue of the Notes and the Warrants materialise, it will be launched in compliance with the Listing Rules. Further announcements will be made by the Company as soon as practicable regarding the final terms and structure of the Notes and the Warrants when such terms and structure have been finalised and a purchase agreement has been entered into.

POSSIBLE ISSUE OF US\$ NOTES AND WARRANTS

The Company is considering raising funds in the capital markets with an issue of US\$-denominated Notes. The structure of the offering of the Notes has not been finalized. The Company is also considering an issue to subscribers of the Notes detachable Warrants that will entitle the holders to subscribe for shares in the Company based on an initial exercise price to be determined on the pricing date. The possible issue of the Notes with detachable Warrants is expected to be arranged by The Hongkong and Shanghai Banking Corporation Limited. In connection with the possible issue, the Company may provide certain institutional and professional investors with an offering circular that will include certain updated business information regarding the Group that has not been previously disclosed to the public. This information includes, among other things, risk factors in relation to the possible issue, certain discussion and analysis of the business and the historical financial results of the Group, and information on the corporate structure and business of the Group. An extract of such information can be viewed at the Company's website at www.irasia.com/listco/hk/coastal.

Terms and conditions of the Notes and the Warrants, including the issue price, interest rate and redemption price, are still being determined. Once the terms and conditions of the Notes and the Warrants have been finalized, the Company intends to enter into a purchase agreement with The Hongkong and Shanghai Banking Corporation Limited, as the initial purchaser of the Notes and the Warrants, who will then offer and sell the Notes and the Warrants to certain selected institutional and professional investors in accordance with the offering restrictions contained therein. The possible issue of the Notes and the Warrants will only be launched if the Company considers the market conditions to be favourable.

POSSIBLE ISSUE OF WARRANTS

The Board may issue the Warrants to holders of the Notes. The number of Shares initially issuable upon exercise of the Warrants, exercise price and ratio as well as subscription period will be determined on the pricing date. If the Warrants are issued, an application will be made to the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the Shares to be issued upon the exercise of the subscription rights attaching to the Warrants. If the Warrants are issued, the Shares underlying the Warrants will be issued by the Directors under the authority of the general mandate granted to them by the Shareholders in the annual general meeting on 11 September 2007.

LISTING

The Notes and the Warrants will not be listed on the Stock Exchange. Approval in-principle has been obtained for the listing of the Notes on the SGX-ST. However, admission of the Notes to the official list of the SGX-ST is not to be taken as an indication of the merits of the Company, the Subsidiary Guarantors, the Notes or the Warrants. The Warrants will not be listed on any stock exchange.

As the Company is still considering the possibility of this fund raising exercise, no binding agreement in relation to the possible issue of the Notes and the Warrants has been entered into and the possible issue the Notes and the Warrants may or may not proceed. Shareholders of the Company and potential investors are advised to exercise caution when dealing in the securities of the Company. Should the possible issue of the Notes and the Warrants materialise, it will be launched in compliance with the Listing Rules. Further announcements will be made by the Company as soon as practicable regarding the final terms and structure in respect of the Notes and the Warrants when such terms and structure have been finalised and a purchase agreement has been entered into.

DEFINITIONS

In this announcement, the following expressions shall have the meanings set out below unless the context requires otherwise:

“Board”	the board of directors of the Company
“Company”	Coastal Greenland Limited, a company incorporated in Bermuda with limited liability, the shares of which are listed on the Stock Exchange
“Directors”	the directors of the Company
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Notes”	fixed rate senior notes that may be issued by the Company
“PRC”	the People’s Republic of China

“SGX-ST”	Singapore Exchange Securities Trading Limited
“Shares”	shares of HK\$0.10 each in the share capital of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Subsidiary Guarantors”	means all of the Company’s existing and future subsidiaries (other than the subsidiaries organized under the laws of the PRC) that will become subsidiary guarantors to guarantee the payment of the Notes
“United States”	the United States of America
“Warrants”	warrants that may be constituted by an instrument by way of a warrant agreement to be executed by, among others, the Company, and to be issued by the Company entitling the holders to subscribe for new Shares at a price based on an initial exercise price set forth in such warrant agreement

By order of the Board
Coastal Greenland Limited
Chan Boon Teong
Chairman

Hong Kong, 15 October 2007

As at the date of this announcement, the Board comprises Mr. Chan Boon Teong, Mr. Jiang Ming, Mr. Tao Lin, Mr. Cheng Wing Bor, Mr. Lin Chen Hsin, Mr. Wu Xin, Mr. Xin Xiang Dong as executive Directors, Mr. Zheng Hong Qing, Mr. Oliver P. Weisberg, Mr. Hu Aimin, Mr. Zhang Yijun and Mr. Zhang Huaqiao as non-executive Directors and Mr. Tang Lap Yan, Mr. Law Kin Ho and Mr. Wong Kai Cheong as independent non-executive Directors.