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SINO-TECH INTERNATIONAL HOLDINGS LIMITED

泰豐國際集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 724)

LETTER OF INTENT IN RESPECT OF THE PROPOSED FORMATION OF JOINT VENTURE

This announcement is made in accordance with Rule 13.09(1) of the Listing Rules.

CITIC Logistics, a wholly owned subsidiary of the Company, entered into the Letter of Intent with the Joint Venture Partner for the proposed formation of the Joint Venture intended to provide logistics and related services for an industrial project located in southern China.

The proposed formation of the Joint Venture may or may not proceed. Shareholders and investors of the Company are advised to exercise caution when dealing in the shares of the Company.

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

PROPOSED FORMATION OF THE JOINT VENTURE

The board of directors (the “**Board**”) of Sino-Tech International Holdings Limited (the “**Company**”) is pleased to announce that on 28 December 2009, CITIC Logistics (International) Company Limited (“**CITIC Logistics**”), a wholly owned subsidiary of the Company, entered into a letter of intent (the “**Letter of Intent**”) with CITIC Logistics Company Limited* (中信物流有限公司) (“**Joint Venture Partner**”) for the proposed formation of a joint venture company (the “**Joint Venture**”).

* *For identification purpose only*

The Joint Venture is proposed to be established in southern China as a sino-foreign joint venture company. It will be engaged in the provision of logistics and related services for a sizeable industrial project.

CITIC Logistics and the Joint Venture Partner will further negotiate on the detailed terms and other issues in relation to establishment of the Joint Venture which will be incorporated in the legally binding formal joint venture agreement in due course.

REASONS FOR THE FORMATION OF THE JOINT VENTURE

The Company and its subsidiaries (the “**Group**”) are principally engaged in manufacturing and trading of electronic and electrical parts and components, as well as the provision of logistics services. The directors of the Company consider that the proposed formation of the Joint Venture will enable the Group to further expand its logistics and related services business and is in the best interests of the Company and its shareholders as a whole.

GENERAL

The Letter of Intent is not legally binding and may or may not lead to any formal agreement and the transactions contemplated thereunder may or may not be consummated. Should the proposed formation of the Joint Venture proceed, it may constitute a notifiable transaction under Chapter 14 of the Listing Rules. As Mr. Wang Jianzhi, an executive director of the Company is the chairman of the Joint Venture Partner, and Mr. Li Weimin is an executive director and a substantial shareholder of the Company and owns 30% equity interest of the Joint Venture Partner as at the date of the announcement, the proposed formation of the Joint Venture may also constitute a connected transaction under Chapter 14A of the Listing Rules. Further announcements will be made by the Company where appropriate in accordance with the requirements of the Listing Rules.

The proposed formation of the Joint Venture may or may not proceed. Shareholders and investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board of
Sino-Tech International Holdings Limited
Lam Yat Keung
President

Hong Kong, 28 December 2009

As at the date of this announcement, the Board comprises Messrs. Lam Yat Keung, Lam Pik Wah, Lam Hung Kit, Li Weimin and Wang Jianzhi as executive Directors and Messrs. Lo Wah Wai, Pai Te Tsun and Ho Chi Fai as independent non-executive Directors.