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CHIHO-TIANDE GROUP LIMITED

齊合天地集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 976)

NEW JOINT VENTURES VOLUNTARY ANNOUNCEMENT

- Chiho-Tiande Investments has signed a joint venture agreement to establish the Hong Kong JV for the development of metal recycling and related businesses. The Hong Kong JV will engage in sourcing of scrap materials from Hong Kong and overseas and also engage in sales to customers in Hong Kong, Mainland China and other parts of the world.
- Chiho-Tiande Ningbo has signed a letter of intent to establish the Proposed Shanghai JV for the development of metal scrap recycling and processing business in Shanghai.

This is a voluntary announcement.

The Board is pleased to announce that on 11 September 2010, the following has been signed:–

- (a) a joint venture agreement between Chiho-Tiande Investments and ISA
- (b) a letter of intent between Chiho-Tiande Ningbo and Shanghai Lu Yong

Hong Kong JV

This marks Chiho-Tiande's first metal recycling business in Hong Kong. The Hong Kong JV will engage in sourcing of scrap materials from Hong Kong and overseas and also engage in sales to customers in Hong Kong, Mainland China and other parts of the world. Through the establishment of this Hong Kong JV, Chiho-Tiande is looking to become a leading metal recycler in Hong Kong.

The Hong Kong JV is expected to have a total issued capital of HK\$35 million and will be subscribed by Chiho-Tiande Investments and ISA as to 55% and 45% respectively. This brings the total investment from Chiho-Tiande Investment in the Hong Kong JV to HK\$19.25 million. Correspondingly, ISA's investment in the Hong Kong JV will be HK\$15.75 million. Chiho-Tiande Investments will appoint a majority of the directors to the board of the Hong Kong JV and the joint venture agreement also provides for rights of first refusal for the transfer of shares in the Hong Kong JV and other governance matters relating to the Hong Kong JV.

The ultimate owners of ISA are not related to Shanghai Lu Yong.

Proposed Shanghai JV

Chiho-Tiande Ningbo and Shanghai Lu Yong have signed a letter of intent to establish the Proposed Shanghai JV for the development of metal scrap recycling and processing business in Shanghai. This Shanghai JV is targeted to achieve a processing capacity of 500,000 tonnes within the next three years.

The Proposed Shanghai JV is expected to have a registered capital of no more than RMB31 million and that will be contributed by Chiho-Tiande Ningbo and Shanghai Lu Yong as to 51% and 49% respectively. Chiho-Tiande Ningbo's capital contribution is expected to be RMB15.81 million and may take the form of cash and/or equipment. Similarly, Shanghai Lu Yong's capital contribution of RMB15.19 million may also take the form of cash and/or equipment. Parties expect to sign a formal joint venture agreement within 30 days of signing of the letter of intent and should that not occur, the letter of intent will lapse unless the parties otherwise agree.

The ultimate owners of Shanghai Lu Yong are not related to ISA.

“Board”	the board of directors of Chiho-Tiande
“Chiho-Tiande”	Chiho-Tiande Group Limited, a company incorporated in the Cayman Islands and whose shares is listed on the Main Board of The Stock Exchange of Hong Kong Limited (Stock Code: 976)
“Chiho-Tiande Investments”	Chiho-Tiande Investments Limited, a company incorporated in Hong Kong and a subsidiary of Chiho-Tiande
“Chiho-Tiande Ningbo”	齊合天地(寧波)再生金屬有限公司, a company established in Mainland China and a subsidiary of Chiho-Tiande
“Hong Kong JV”	Chiho-Tiande (HK) Metals Recycling Co. Ltd (齊合天地(香港)再生金屬有限公司), a joint venture company which will be held as to 55% by Chiho-Tiande through its subsidiary Chiho-Tiande Investments, and as to the remaining 45% by ISA

“Independent Third Parties”	persons (including ultimate beneficial owners) who, to the best of the knowledge, information and belief of the directors of Chiho-Tiande having made all reasonable enquiry, are third parties independent of Chiho-Tiande and its connected persons (as that terms is defined in the Listing Rules)
“ISA”	ISA Co., Limited, a company incorporated in Hong Kong and owned by Independent Third Parties
“Listing Rules”	The Rules Governing The Listing of Securities on The Stock Exchange of Hong Kong Limited
“Mainland China”	The People’s Republic of China (excluding Hong Kong, Macau and Taiwan)
“Proposed Shanghai JV”	a joint venture company to be established in accordance with the laws of Mainland China and which will be held as to 51% by Chiho-Tiande through its subsidiary Chiho-Tiande Ningbo, and as to the remaining 49% by Shanghai Lu Yong
“Shanghai Lu Yong”	上海路永金屬物資有限公司，a company established in Mainland China and owned by Independent Third Parties

By order of the Board
Chiho-Tiande Group Limited
Fang Ankong
Chairman

Hong Kong, 11 September 2010

As at the date of this announcement, the Board of Directors of the Chiho-Tiande comprises:

<i>Executive directors:</i>	Fang Ankong, Stephanus Maria van Ooijen and Gu Liyong
<i>Non-executive director:</i>	Ralph Sytze Ybema
<i>Independent non-executive directors:</i>	Loke Yu, Li Xikui and Zhang Jingdong