



## Third and Fourth Coal Loading Stations of Qinfa Group Begin Operation

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### Expands Coal Business in Northwestern China Strengthens Integrated Coal Operation

(Hong Kong, 20 September 2009) – The third and fourth coal loading stations of China Qinfa Group Limited (“**Qinfa Group**”) (stock code: 866.HK), a leading coal operator in China, have begun commercial operation. The new coal loading stations represent a milestone for Qinfa Group to boost its integrated coal business in Northwest China.

Qinfa Group has leased two coal loading stations in an aggregate area of about 50,000 sq. m. in Jiuyuan District and Donghe District, Baotou in the Inner Mongolia Autonomous Region (“**Inner Mongolia**”) for coal storage yard, station platforms, railway transportation lines and transshipment coal yard outside the station. Each coal station is also equipped with modern coal handling equipment such as coal bulldozers, coal filtering machines and coal loading machines, etc.

These third and fourth coal loading stations have already started commercial operation since early September 2009. Qinfa Group expects that the two additional coal stations will be able to handle more than three million tonnes of coal annually, with an aggregate storage capacity of 200,000 tonnes, railway transportation scale of ten-thousand tonnes per train and blending capacity of 1.5 million tonnes. Together with the two existing coal loading stations in Datong, Shanxi Province and Yangyuan, Hebei Province, the overall annual coal handling capacity in coal loading stations of Qinfa Group reaches 10 million tonnes. This strong coal handling capability will further strengthen the leading position of Qinfa Group in the coal operation business in China.

Ms Wang Jianfei, Chief Executive Officer of Qinfa Group, said, “We have chosen Inner Mongolia to be the location of our new coal loading stations after in-depth study and detailed planning. Apart from enabling business expansion of Qinfa Group to the Northwestern China with abundant coal supply and resources, the additional coal loading stations are expected to relieve the existing constraints on the coal supply resulting from the transportation bottleneck between the coal mines in Northwestern China and the end-users in different cities in China. We are now able to source, process and handle coal from the coal mines in Inner Mongolia and deliver the coal via the local railway connecting the Daqin Railway to Qinhuangdao port for ship transportation to customers in different provinces in China and other countries. These new coal loading stations also allow us to increase our market share with extended geographical coverage from Shanxi to Inner Mongolia, thereby strengthening our integrated operational chain.”

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Ms Wang continued, "We will use the proceeds from listing to capture opportunities in China, the world's largest coal consumer, and in the gradually reviving global economy. Capitalizing on our extensive experience in purchase and sale, and blending and filtering of coal and unique advantages in shipping and transportation, we will strive to expand our coal operation chain and remain to be the largest private-owned coal operator in China."

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**About China Qinfra Group Limited** (Stock code: 866.HK)

Qinfra Group, a leading coal operator in China, is principally engaged in the integrated coal operation business involving purchase and sales, filtering, storage, blending, shipping and transportation of coal. Qinfra Group is strategically located in Hong Kong, Datong, Yangyuan, Qinhuangdao, Inner Mongolia, Zhuhai and Guangzhou. Qinfra Group has been listed on the main board of the Hong Kong Stock Exchange since 3 July 2009.

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