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中國秦發集團有限公司
CHINA QINF A GROUP LIMITED
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 00866)

**FURTHER DELAY IN DESPATCH OF CIRCULAR
IN RELATION TO ACQUISITION OF 32% EQUITY INTEREST IN
HUAMEIAO ENERGY**

The Board refers to the Announcement in which the Company announced that the Company intends to dispatch the Circular regarding the proposed Acquisition by 31 December 2010. Because of the reasons set forth in this announcement, the Company has applied for and the Stock Exchange has granted a revised waiver from strict compliance with the requirements under Rule 14.41(a) of the Listing Rules for the Company to delay the despatch of the Circular to a date no later than 31 May 2011.

The Board refers to the announcement (the “**Announcement**”) of China Qinfa Group Limited (the “**Company**”) dated 17 November 2010 in respect of the proposed acquisition (the “**Acquisition**”) of 32% equity interest in 山西華美奧能源集團有限公司 (Shanxi Huameiao Energy Group Company Limited*) (“**Huameiao Energy**”) for a consideration of RMB1.6 billion (equivalent to approximately HK\$1.87 billion). Unless the context requires otherwise, the capitalised terms used herein shall have the same meanings as defined in the Announcement.

As disclosed in the Announcement, the Company intends to dispatch the circular in relation to the Acquisition (the “**Circular**”) by 31 December 2010, which is beyond the date pursuant to the requirement under Rule 14.41(a) of the Listing Rules. In this regard, the Company has applied for and the Stock Exchange has granted a waiver from strict compliance with the requirements under Rule 14.41(a) of the Listing Rules to dispatch the Circular within the prescribed time period, subject to the condition that, inter alia, the Circular must be dispatched by 31 December 2010.

As the Company needs more time to finalise the information to be included in the Circular, including, inter alia, the Accountants’ Report, the Circular cannot be dispatched by 31 December 2010. In light of such delay and for the benefit of the Shareholders, the Directors intend to include in the Accountants’ Report the audited results of Huameiao Energy for the year ending 31 December 2010. As such audited results are expected to be available in around late April 2011, the Company expects that the Circular can only be dispatched by 31 May 2011.

In light of the foregoing, the Company has applied for and the Stock Exchange has granted a revised waiver from strict compliance with the requirements under Rule 14.41(a) of the Listing Rules for the Company to delay the despatch of the Circular to a date no later than 31 May 2011.

By order of the Board of
China Qinfra Group Limited
XU Ji Hua
Chairman

Hong Kong, 31 December 2010

* *English translation for identification only.*

As at the date of this announcement, the Board comprises Mr. XU Jihua, Ms. WANG Jianfei, Ms. LIU Xiaomei and Mr. WENG Li as the executive Directors, and Mr. HUANG Guosheng, Mr. LAU Sik Yuen and Dr. QIAN Pingfan as the independent non-executive Directors.