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中國秦發集團有限公司  
**CHINA QINFA GROUP LIMITED**  
(incorporated in the Cayman Islands with limited liability)  
(Stock Code: 866)

**UNAUDITED QUARTERLY KEY OPERATIONAL DATA**

The board (the “**Board**”) of directors (the “**Directors**”) of China Qinfa Group Limited (the “**Company**”, and together with its subsidiaries the “**Group**”) is pleased to present the Group’s unaudited key operational data for the three months ended 31 March 2011 (the “**First Quarter**”), together with the comparative data for the same period of 2010 as follows:–

**Unaudited key operational indicators**

Key operational indicators	For the three months ended		Changes
	2011	31 March 2010	
Coal handling and trading volume ( <i>thousand tonnes</i> ) ( <i>Note</i> )	<b>2,868</b>	3,000	-4.4%
Average coal selling price ( <i>RMB per tonne</i> )	<b>611</b>	548	+11.5%

*Note:* The figures exclude the coal trading volume handled by Huameiao Energy Group attributable to the Group’s 32% equity interest in Huameiao Energy.

Huameiao Energy represents 山西華美奧能源集團有限公司 (Shanxi Huameiao Energy Group Company Limited), a limited liability company established on 12 January 2004 under the laws of the PRC in which the Group owns 32% equity interest as of the date hereof, while Huameiao Energy Group represents Huameiao Energy and its subsidiaries.

During the First Quarter, the total coal handling and trading volume of the Group was approximately 2,868,000 tonnes, which was roughly in line with the coal handling and trading volume over the last corresponding period.

The Group’s average coal selling price during the First Quarter was approximately RMB611 per tonne, which was higher than the average coal selling price of approximately RMB548 per tonne during the same period in 2010. The increase was in line with the market trend.

The Company wishes to provide a business update of the Group with the objective of enabling the Company's shareholders and potential investors to appraise the development in respect of its coal business. Quarterly key operational data of the First Quarter are based on the internal statistics of the Group and have not been reviewed or audited by any independent auditor yet. Investors are hereby reminded of the risks which may result from inappropriate reliance upon or utilization of the information included herein.

**Shareholders and investors should exercise caution when dealing in the shares of the Company.**

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

Guangzhou, the PRC, 25 May 2011

*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, Dr. QIAN Pingfan and Mr. LAU Sik Yuen as the independent non-executive Directors.*