

For immediate release



**CHINA GRAND FORESTRY RESOURCES GROUP LIMITED**

**中國林大資源集團有限公司**

*(Incorporated in Bermuda with limited liability)*

**Announces Share Repurchase of 5,000,000 Shares  
Prosperous Outlook of Ecological Forestry Business  
Repurchase Contributes to Increase Earnings per Share**

\*\*\*

(Hong Kong, 2 May, 2007) China Grand Forestry Resources Group Limited (“CH GRAND FOREST” or the “Group”) (SEHK: 910) announced that, on 30 April 2007, the Group repurchased 5,000,000 issued shares (0.099% of the Group’s issued share at present stage) at prices of HK\$0.84 and HK\$0.85 per share, involving a total cash consideration of HK\$4,230,000. Upon the completion of share repurchase, relevant shares will be cancelled and the total number of the Group’s issued share will be reduced from 5,062,807,600 to 5,057,807,600.

Mr. Ng Leung Ho, Chairman of the Group, said, “In view of the prosperous future of the Group’s ecological forestry business, the share repurchase illustrates the confidence the Group has in its outlook. It also contributes to increase the Group’s earnings per share, bringing greater benefit towards shareholders.”

**About China Grand Forestry Resources Group Limited (SEHK: 910)**

The Group is an investment company that was originally engaged in the design, manufacture and sale of quality men's and women's wear and accessories. In the second quarter of 2006, the Group has successfully transformed its business into ecology forestry business in the PRC through the acquisition of Beijing Wan Fu Chun Forest Resources Development Company Limited. In view of the enormous market demand of raw materials for the paper making industry in the PRC, the Group believes that the ecological forestry business is a unique opportunity with favorable long-term prospect. The Group is committed to utilizing its resources for developing ecological forestry business and becoming the industry leader.

- End -

Released by the **Elite Communications Group Limited** for and on behalf of **China Grand Forestry Resources Group Limited**. For further information, please contact:

Investor Relations

Ms. Cindy Xin

Tel.: 3183 0226

Fax: 2155 9165

Media Relations

Mr. Danny Cheng

Tel.: 3183 0233

Fax: 2583 9138