



**CHINA GRAND FORESTRY RESOURCES GROUP LIMITED**

**中國林大資源集團有限公司**

*(Incorporated in Bermuda with limited liability)*

**Announced the Approval of Garment Business Disposal in the Shareholders' Meeting  
To Focus its Resources on Further Cultivating the Ecological Forestry Business**

(Hong Kong, 29 February 2008) **China Grand Forestry Resources Group Limited** ("CH GRAND FOREST" or the "Group") (SEHK: 00910) announced that the garment business disposal has been approved by the shareholders in the SGM yesterday (please refer to the circular released on 4 February 2008), pursuant to which the Group disposes and Mr. Ng Leung Ho (being the chairman, an executive director and a substantial shareholder of the Group) purchases the entire issued share capital of Holt Hire Holdings Limited. The net proceeds from the disposal of approximately HK\$189 million are intended to be used for general working capital of the Group.

Mr. Ng Leung Ho, Chairman of the Group, said, "We are delighted to receive shareholders' support regarding this disposal, which reflects their recognition towards the Group's business development direction. In future, the Group will focus its resources on further cultivating the ecological forestry business and enhance its position in the PRC ecological forestry industry. Realizing its investment in the garment business would enable the Group to deploy resources in a more flexible way for better profit."

- End -

**About China Grand Forestry Resources Group Limited (SEHK: 00910)**

The Group is principally engaged in the tree planting and management, manufacture and distribution of forest products such as timber and bark materials. In view of the enormous market demand for timber, pulp and energy in the PRC, the Group believes that forestry business has a promising prospect. The Group will focus its resources in developing ecological forestry business and consolidating its position as the industry leader.

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

**Media Relations**

Mr. Danny Cheng / Ms. Priscilla Wong

Tel: (852) 3183 0233 / 3183 0236

Fax: (852) 2583 9138

Email: danny.cheng@prasia.net / priscilla.wong@prasia.net

**Investor Relations:**

Ms. Cindy Xin / Ms. Gloria Chan

Tel.: 3183 0226 / 3183 0227

Fax: 2155 9165

Email: cindy.xin@ccgelite.com / gloria.chan@ccgelite.com