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CHINA ASSETS (HOLDINGS) LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 170)

APPOINTMENT OF NEW EXECUTIVE DIRECTOR

AND

CHANGE OF COMPANY SECRETARY AND AUTHORISED REPRESENTATIVE

The Board of Directors (the “Board”) of China Assets (Holdings) Limited (the “Company”) announces that with effect from 1 January 2011:

1. Mr. Chan Suit Khown will be appointed as an executive director of the Company;
2. Mr. Lau On Kwok will resign as company secretary and the authorised representative of the Company;
3. Mr. Cheng Sai Wai will be appointed as company secretary and authorised representative of the Company.

BIOGRAPHICAL DETAILS OF NEW DIRECTOR

Mr. Chan Suit Khown, aged 56, is the chief investment officer of China Assets Investment Management Limited (“CAIML”) since June 2009. CAIML is the investment manager of the Company and is a licensed corporation registered with the Securities and Futures Commission of Hong Kong. He is also the director of Holygene Corporation, Holygene (UK) Limited and First Pharmaceutical S.p.A, which are the subsidiaries of First Shanghai Investments Limited, the controlling shareholder of the Company. Mr. Chan has a broad base experience covering venture capital, investment banking as well as start-up and operation management. Mr. Chan was with Advent International (“Advent”), a global venture capital firm based in Boston for eleven years. At Advent, he specialized in cross border investments as well as financial and investment advisory services. Mr. Chan graduated from the University of Malaya with a Bachelor’s degree in Mechanical Engineering and the Harvard Business School with an MBA.

Saved as disclosed above, Mr. Chan has not held any directorship in any other listed companies in the last three years. Mr. Chan does not have any relationship with any other directors, senior management, substantial or controlling shareholders of the Company. He does not have any interest in shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

He will be entitled to a director's fee of HK\$80,000 per annum, such fee is determined by reference to the market range for the position and is subject to the review and approval of the remuneration committee of the Company. In addition, the Company may grant to Mr. Chan options to subscribe for the Company's shares in accordance with the share option scheme of the Company. Mr. Chan will hold office until the next following annual general meeting of the Company and will then be eligible for re-election at that meeting.

Save as disclosed above, there is no information relating to Mr. Chan that is required to be disclosed pursuant to Rule 13.51(2)(h) to 13.51(2)(v) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and there are no other matters that need to be brought to the attention of the shareholders of the Company in connection with the appointment of Mr. Chan.

BIOGRAPHICAL DETAILS OF NEW COMPANY SECRETARY

Mr. Cheng is a fellow member of the Hong Kong Institute of Certified Public Accountants. He has extensive experience in the field of company secretarial services, financial management and investment.

The Board takes this opportunity to thank Mr. Lau On Kwok for his valuable contribution to the Company during his term of service and welcome Mr. Chan Suit Khown and Mr. Cheng Sai Wai for their new appointment.

By Order of the Board
Lo Yuen Yat
Chairman

Hong Kong, 17 December 2010

The directors of the Company as at the date of this announcement are Mr. Lo Yuen Yat, Mr. Xu Xiao Feng and Ms. Lao Yuan Yuan as executive directors, Mr. Jiang Wei, Mr. Yeung Wai Kin and Mr. Zhao Yu Qiao as non-executive directors, Mr. Fan Jia Yan, Mr. Wu Ming Yu, Dr. David William Maguire as independent non-executive directors.