

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA TRENDS HOLDINGS LIMITED

中國趨勢控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8171)

**COOPERATIVE FRAMEWORK AGREEMENT
EXTENSION OF ENERGY MANAGEMENT CONTRACT BUSINESS
TO LOW-CARBON TOURISM DEVELOPMENT PLAN
AND SHAREHOLDERS MAY QUALIFY FOR PREFERENTIAL SCHEME**

This announcement is made pursuant to Rule 17.10 of the GEM Listing Rules.

The Board is pleased to announce that on 17 June 2010 (after trading hour), the Company, New Times Global Investment and Ningbo Sunbay entered into a Cooperative Framework Agreement to establish the cooperation to develop the Sunbay Marina (Low Carbon Tourism) Project. The Company intends to extend energy management contract business to the low-carbon tourism development plan.

The Company's Shareholders may qualify for preferential scheme when purchasing any property available for sale in the Sunbay Marina (Low Carbon Tourism) Project. The details of which (if any) will be announced later.

INTRODUCTION

On 17 June 2010 (after trading hour), the Company, New Times Global Investment and Ningbo Sunbay entered into a Cooperative Framework Agreement in relation to the Possible Cooperation in the development of the Sunbay Marina (Low Carbon Tourism) Project.

COOPERATIVE FRAMEWORK AGREEMENT

Date

17 June 2010

Parties

- (1) the Company
- (2) New Times Global Investment, a connected person of the Company
- (3) Ningbo Sunbay

New Times Global Investment is incorporated in the British Virgin Islands with limited liability. Mr. Xiang Xin is the sole director of the company and Mr. Xiang's family member(s) (excluding Mr. Xiang) is/are the ultimate beneficiaries of such company. Therefore, New Times Global Investment is a connected person of the Company as defined under the GEM Listing Rules.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, Ningbo Sunbay is an Independent Third Party.

Principal terms

- (1) Ningbo Sunbay will take part in the investment and development of the Sunbay Marina (Low Carbon Tourism) Project. New Times Global Investment will set up "Sunbay Marina Development Fund" to participate in the development of the Sunbay Marina (Low Carbon Tourism) Project. Ningbo Sunbay and New Times Global Investment will establish "Sunbay Marina International Club for Entrepreneur" in Hong Kong.
- (2) The Company will provide integrated system of solar photovoltaic/LED lighting/new insulation plate/energy saving media terminal for the Sunbay Marina (Low Carbon Tourism) Project and also provide energy-saving solutions and infrastructure under energy management contract basis for the Sunbay Marina (Low Carbon Tourism) Project;

- (3) The Company and New Times Global Investment, with their experience in capital market, will assist the Sunbay Marina (Low Carbon Tourism) Project in the project financing through fund raising or initial public offer in the capital market in Hong Kong;
- (4) The Shareholders of the Company may qualify for a preferential scheme when purchasing any property available for sale in the Sunbay Marina (Low Carbon Tourism) Project. The scheme, if any, will be construed in compliance with the GEM Listing Rules; and
- (5) The Company, New Times Global Investment and Ningbo Sunbay agree to execute each of individual cooperation and investment agreement based on the progress and arrangement for the Sunbay Marina (Low Carbon Tourism) Project.

SUNBAY MARINA (LOW CARBON TOURISM) PROJECT

The Sunbay Marina (Low Carbon Tourism) Project, being developed and invested by Ningbo Sunbay, is located in an area of approximate 21.7 km² in Ningbo Xiangshan Harbor, the coastline of the Ningbo city in the PRC. The project is developed to be a low carbon leisure resort featuring leisure, sports and health, conference tourism, recreation and health-care, s. New Times Global Investment will set up “Sunbay Marina Development Fund” to participate in the development of the Sunbay Marina (Low Carbon Tourism) Project. The initial preliminary fund would be in the scale of approximate US\$ 500 million. New Times Global Investment, together with other international investment funds, is expected to invest approximate US\$ 200 million directly in Ningbo Sunbay or its immediate holding company.

Ningbo Sunbay and New Times Global Investment will invest and develop each of the sub-projects named “Sports and Leisure Park”, “Sunbay Waterfront Resort”, “Sunbay Marina International Hotel Management”, “Sunbay Marina Yacht Club” and “Sunbay Marina Theme Park”, “Sunbay Marina Resort Town” under the Sunbay Marina (Low Carbon Tourism) Project with promotion to international potential investors. It is expected that the first international promotion campaign will be held by late 2010.

REASONS FOR ENTERING INTO THE COOPERATIVE FRAMEWORK AGREEMENT

With strong support from the PRC government to promote the implementation of energy management contract project to facilitate the energy-saving service sector in the economy, the Company expects that the Cooperative Framework Agreement for the Sunbay Marina (Low Carbon Tourism) Project with New Times Global Investment and Ningbo Sunbay could further extend its energy management contract business to low-carbon tourism development plan sector, and enhance the Group's sources of income under the energy management contract business.

GENERAL

This announcement is intended to set out the salient features of the Cooperative Framework Agreement. Further announcement(s) will be made by the Company in respect of any material development on the possible transactions and actions to comply with the disclosure and/or approval requirements under the GEM Listing Rules.

The Board wishes to emphasize that no binding agreement in relation to the Possible Cooperation has been entered into as at the date of this announcement. As such, the Possible Cooperation may or may not proceed. Shareholders and investors are urged to exercise caution when dealing in the securities of the Company.

DEFINITIONS

In this announcement, unless otherwise defined, the following terms shall have the meanings set out below:

“Board”	the board of Directors
“Company”	China Trends Holdings Limited, a company incorporated in the Cayman Islands with limited liability and the Shares of which are listed on GEM
“Cooperative Framework Agreement”	the cooperative framework agreement dated 17 June 2010 entered into the Company, New Times Global Investment and xxx setting out the preliminary understanding in relation to the Possible Cooperation
“Director(s)”	the director(s) of Company
“GEM”	the Growth Enterprise Market of the Stock Exchange
“GEM Listing Rules”	the Rules Governing the Listing of Securities on GEM
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC

“Independent Third Party”	any person or company and their respective ultimate beneficial owner(s), to the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, are third parties independent of the Company and its connected persons (as defined the GEM Listing Rules)
“LED”	light emitting diode, a semiconductor diode that emits light when connected with an electric circuit
“New Times Global Investment”	New Times Global Investment Limited, a company incorporated in the British Virgin Islands with limited liability and Mr. Xiang Xin is the sole director of the company and Mr. Xiang’s family member(s) (excluding Mr. Xiang) is/are the ultimate beneficiaries of such company
“Ningbo Sunbay”	寧波陽光海灣發展有限公司 (transliterated as Ningbo Sunbay Development Co., Ltd), a foreign-invested enterprise established in Ningbo city of the PRC and its ultimate holding company is Sun & Sun Capital Holdings Pte. Ltd., a company incorporated in Singapore with limited liability
“PRC”	the People’s Republic of China, which, for the purposes of this announcement, excludes Hong Kong, Macau Special Administrative Region of the PRC and Taiwan
“Possible Cooperation”	the possible cooperation between Ningbo Sunbay, New Times Global Investment Limited and the Company in relation to the development of the Sunbay Marina (Low Carbon Tourism) Project as contemplated in the Cooperative Framework Agreement
“Share(s)”	the ordinary share(s) with par value of HK\$0.01 each in the capital of the Company
“Shareholder(s)”	holder(s) of the issued Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

“Sunbay Marina (Low Carbon Tourism) Project” The investment and development of the Sunbay Marina (Low -Carbon Tourism) Project located in an area of with approximate area of 21.7 km² in Ningbo Xiangshan Harbor, the coastline of the Ningbo city in the PRC

“US\$” United States dollars, the lawful currency of the United States of America

By Order of the Board
China Trends Holdings Limited
Xiang Xin
Chairman

Hong Kong, 17 June 2010

As at the date of this announcement, the executive Directors are Mr. Xiang Xin, Mr. Yang Gaocai, Mr. Wong Chak Keung and Mr. Law Gerald Edwin and the independent non-executive Directors are Mr. Zhang Zhan Liang, Ms. Lu Yuhe and Mr. Kwok Chi Hung.

This announcement, for which the Directors collectively and individually accept full responsibilities, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material aspects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumption that are fair and reasonable.

This announcement will remain on GEM website on the “Latest Company Announcements” page for at least 7 days from the date of its posting and the Company website at www.8171.com.hk.