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SHENZHEN DONGJIANG ENVIRONMENTAL COMPANY LIMITED*

深圳市東江環保股份有限公司

(a joint stock limited company incorporated in the People's Republic of China)

(Stock code on GEM: 08230)

(Stock code on Main Board: 00895)

**TRANSFER OF LISTING
FROM THE GROWTH ENTERPRISE MARKET
TO THE MAIN BOARD OF
THE STOCK EXCHANGE OF HONG KONG LIMITED**

On 18 August 2010, an application was made by the Company to the Stock Exchange for the Transfer of Listing of the H Shares from GEM to the Main Board. The Company has applied for the listing of, and permission to deal in, the entire 355,800,000 H Shares in issue on the Main Board by way of transfer of listing from GEM to the Main Board.

The approval-in-principle has been granted by the Stock Exchange on 16 September 2010 for the H Shares to be listed on the Main Board and de-listed from GEM according to Rule 9A.09(6) of the Listing Rules. The Company has also obtained the approval from the China Securities Regulatory Commission in connection with the implementation of the Transfer of Listing on 9 August 2010.

All pre-conditions for the Transfer of Listing as set out in Rule 9A.02 of the Listing Rules have been fulfilled in relation to the Company and its H Shares.

The last day of dealings in the H Shares on GEM will be 27 September 2010. Dealings in the H Shares on the Main Board will commence at 9:30 a.m. on 28 September 2010. The H Shares will be traded on the Main Board under the new stock code "00895".

The Transfer of Listing will have no effect on the existing share certificates in respect of the H Shares which will continue to be good evidence of legal title and be valid for trading, settlement and registration purposes, and will not involve any transfer or exchange of the existing share certificates. Currently, the H Shares have a board lot size of 2,000 H Shares each and are traded in Hong Kong dollars. No change will be made to the existing share certificates, board lot size, trading currency and the share registrar of the H Shares in Hong Kong in connection with the Transfer of Listing.

Reference is made to the announcement issued by the Company dated 18 August 2010 in relation to the formal application submitted to the Stock Exchange for the Transfer of Listing pursuant to Chapter 9A of the Listing Rules.

TRANSFER OF THE LISTING OF THE H SHARES FROM GEM TO THE MAIN BOARD

On 18 August 2010, an application was made by the Company to the Stock Exchange for the Transfer of Listing. The Company has applied for the listing of, and permission to deal in, the entire 355,800,000 H Shares in issue on the Main Board by way of transfer of listing from GEM to the Main Board.

The approval-in-principle has been granted by the Stock Exchange on 16 September 2010 for the H Shares to be listed on the Main Board and de-listed from GEM according to Rule 9A.09(6) of the Listing Rules. The Company has also obtained the approval from the China Securities Regulatory Commission in connection with the implementation of the Transfer of Listing on 9 August 2010.

All pre-conditions for the Transfer of Listing as set out in Rule 9A.02 of the Listing Rules have been fulfilled in relation to the Company and its H Shares.

REASONS FOR THE TRANSFER OF LISTING

The Group is principally engaged in (i) the collection, treatment and disposal of wastes; (ii) the production and sales of recycled products and renewable energy; and (iii) the construction and provision of environmental systems and services.

The Directors believe that the listing of the H Shares on the Main Board will enhance the profile and corporate image of the Group, and could improve the trading liquidity of the H Shares. The Directors consider that the listing of the H Shares on the Main Board will be beneficial to the future growth, financing flexibility and business development of the Group.

As at the date of this announcement, no plan of change in nature of business of the Company following the Transfer of Listing is contemplated by the Directors. The Transfer of Listing will not involve any issue of new H Shares by the Company.

DEALINGS IN THE H SHARES ON THE MAIN BOARD

The H Shares have been accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from 29 January 2003, the date on which the H Shares were listed on GEM. Subject to the continued compliance with the stock admission requirements of HKSCC, the H Shares will continue to be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS once dealings in the H Shares on the Main Board commence, and that all activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time.

The last day of dealings in the H Shares on GEM will be 27 September 2010. Dealings in the H Shares on the Main Board will commence at 9:30 a.m. on 28 September 2010. The H Shares will be traded on the Main Board under the new stock code "00895" in board lot size of 2,000 H Shares each following the Transfer of Listing.

The Transfer of Listing will have no effect on the existing share certificates in respect of the H Shares which will continue to be good evidence of legal title and be valued for trading, settlement and registration purposes, and will not involve any transfer or exchange of the existing share certificates. Currently, the H Shares have a board lot size of 2,000 H Shares each and are traded in Hong Kong dollars. The H Share registrar of the Company in Hong Kong is Tricor Tengis Limited. No change will be made to the existing share certificates, the board lot size, the trading currency and the share registrar of the H Shares in connection with the Transfer of Listing.

COMPETING INTERESTS

As at the date of this announcement, none of the Directors, controlling shareholders of the Company nor their respective associates has any interest in any business which competes or potentially competes, either directly or indirectly, with the business of the Group.

GENERAL

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Listing Rules for the purpose of giving information with regard to the Group. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the following documents will be made available for inspection on the websites of the Company at <http://www.dongjiang.com.cn> and of the Stock Exchange at <http://www.hkexnews.hk>:

- (a) the articles of association of the Company;
- (b) the interim report of the Company for the six months ended 30 June 2010;
- (c) the first quarterly report of the Company for the three months ended 31 March 2010;
- (d) the Directors' report and the annual report of the Company for the financial year ended 31 December 2009;
- (e) the interim report of the Company for the six months ended 30 June 2009;
- (f) the circular of the Company dated 6 September 2010 in relation to the proposed provision of guarantees and proposed issue of short-term commercial papers;
- (g) the circular of the Company dated 15 April 2010 in relation to the general mandate to issue shares, proposed bonus share issue and dividends, and amendments to the articles of association;
- (h) the circular of the Company dated 2 December 2009 in relation to the proposed amendments to the articles of association;
- (i) the circular of the Company dated 20 October 2009 in relation to the continuing connected transactions;
- (j) the circular of the Company dated 14 May 2009 in relation to the general mandate to issue shares; and
- (k) a copy of each of the announcements and other corporate communications made by the Company as required under the GEM Listing Rules and the Listing Rules.

BIOGRAPHICAL DETAILS OF THE DIRECTORS AND SUPERVISORS

The Company discloses below the biographical information of each current Director or Supervisor:

Executive Directors

Mr. Zhang Wei Yang (張維仰), aged 45, is the chairman of the Board, the chief executive officer of the Company, an executive Director and a founder of the Group. Mr. Zhang is responsible for the overall strategic development and policy of the Group. He has over 20 years of experience in the field of environmental protection and chemical technology, including his employment in Shenzhen environmental protection authorities for approximately five years, and in Shenzhen Fang Yuan Petrochemical Industries Co., Ltd. (深圳市方元化工實業有限公司) for approximately six years. Mr. Zhang is currently a committee member of the Association for High and New Technology Industry of Shenzhen (深圳市高新技術產業協會) and a committee member of the Association for Environmental Protection Industry of Shenzhen (深圳市環保產業協會). Mr. Zhang is an uncle of Mr. Li Yong Peng, an executive Director. He was appointed as an executive Director on 16 September 1999.

Save as disclosed herein, Mr. Zhang does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Zhang entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Zhang is entitled to receive a monthly remuneration of RMB50,000 (including benefits) which is determined with reference to his role in the Company and the market rate, and a discretionary bonus which is determined with reference to his performance during the relevant period.

As at the date of this announcement, Mr. Zhang owned 431,589,646 Domestic Shares, representing approximately 48.01% of the entire Domestic Shares, and approximately 34.40% of the entire issued share capital of the Company. Save as disclosed herein, Mr. Zhang does not have any other interests in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Mr. Chen Shu Sheng (陳曙生), aged 43, is an executive Director and the vice president of the Company. Mr. Chen joined the Group in July 2001 and is responsible for the management of daily operations of industrial wastes treatment business and the technology development of the Group. He obtained a bachelor degree from the Chemistry Department of Jiangxi University (江西大學) in 1988, majoring in chemistry. Mr. Chen worked in Jiangxi Provincial Research Institute of Rare Earth (江西省稀土研究所) for about 13 years. Mr. Chen was appointed as an executive Director on 2 June 2005.

Save as disclosed herein, Mr. Chen does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Chen entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Chen is entitled to receive a monthly remuneration of RMB28,125 (including benefits) which is determined with reference to his role in the Company and the market rate, and a discretionary bonus which is determined with reference to his performance during the relevant period.

As at the date of this announcement, Mr. Chen owned 32,562,991 Domestic Shares, representing approximately 3.62% of the entire Domestic Shares, and approximately 2.60% of the entire issued share capital of the Company. Save as disclosed herein, Mr. Chen does not have any other interests in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Mr. Li Yong Peng (李永鵬), aged 35, is an executive Director and is responsible for the management of daily operation of one of the subsidiaries within the Group. He graduated from Zhong Nan Finance University (中南財經大學) (currently known as Zhong Nan Finance & Law University (中南財經政法大學)) with a bachelor degree in economics in 1998, majoring in state-owned assets management. Mr. Li is a nephew of Mr. Zhang Wei Yang, the chairman of the Board, the chief executive officer of the Company, an executive Director and a founder of the Group. Mr. Li was appointed as an executive Director on 28 November 2001.

Save as disclosed herein, Mr. Li does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Li entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Li is entitled to receive a monthly remuneration of RMB20,000 (including benefits) which is determined with reference to his role in the Company and the market rate, and a discretionary bonus which is determined with reference to his performance during the relevant period.

As at the date of this announcement, Mr. Li owned 63,851,550 Domestic Shares, representing approximately 7.10% of the entire Domestic Shares, and approximately 5.09% of the entire issued share capital of the Company. Save as disclosed herein, Mr. Li does not have any other interests in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Non-Executive Directors

Mr. Feng Tao (馮濤), aged 43, is a non-executive Director and the vice-chairman of the Board. Mr. Feng obtained a master degree in science from the Department of Statistics and Applied Probability from the University of Alberta in 1992. Since 1999, he had been serving as the vice president officer of The Foundation of Development in Science and Technology of the State Planning Committee, State Economic and Trade Commission and the China Science Academy (國家計劃委員會、國家經濟貿易委員會、中國科學院科技促進基金委員會) of the PRC. He is also a director of Venturepharm Laboratories Limited (listed on GEM (Stock code: 8225)), Ecogreen Fine Chemicals Group Limited (listed on the Main Board (Stock code: 2341)), Western Mining Co., Ltd. (listed on the Shanghai Stock Exchange (Stock code: 601168)). He was also a director of Jiangsu Lianhuan Pharmaceutical Co., Ltd. (listed on the Shanghai Stock Exchange (Stock code: 600513)) before 22 May 2009. He was appointed as a non-executive Director on 28 November 2001.

Save as disclosed herein, Mr. Feng does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Feng entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011, Mr. Feng is not entitled to receive any remuneration in his capacity as a non-executive Director.

As at the date of this announcement, Mr. Feng did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Mr. Wu Shui Qing (吳水清), aged 44, is a non-executive Director. Mr. Wu graduated from South China University of Technology (華南理工大學) with a doctorate degree in engineering in 1995. He has over three years of experience in the field of engineering and worked with Shenzhen University (深圳大學) in the field of research and development of bio-technology projects. Mr. Wu also has over 10 years of experience in the field of investment. Mr. Wu was appointed as a non-executive Director on 28 November 2001.

Save as disclosed herein, Mr. Wu does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Wu entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Wu is not entitled to receive any remuneration of in his capacity as a non-executive Director.

As at the date of this announcement, Mr. Wu did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Ms. Sun Ji Ping (孫集平), aged 54, is a non-executive Director. Ms. Sun graduated from Beijing Television Broadcast University (北京廣播電視大學) specializing in Chinese and obtained a Diploma in economics from Capital University of Economics & Trade (首都經貿大學) in 2002. She worked with China Petroleum and Chemical Group Limited (中國石油化學工業部) for about three years and with Petrochina Group Limited (中國石油天然氣集團公司) for over 20 years. Ms. Sun is the operation executive officer of China Venture Capital Inc. (中國風險投資有限公司). She is also a director of Beijing Dinghan Technology Company (listed on ChiNext of the Shenzhen Stock Exchange (Stock code: 300011)). Ms. Sun was appointed as a non-executive Director on 28 November 2001.

Save as disclosed herein, Ms. Sun does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Ms. Sun entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Ms. Sun is not entitled to receive any remuneration in her capacity as the non-executive Director.

As at the date of this announcement, Ms. Sun did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Independent Non-executive Directors

Mr. Ye Ru Tang (葉如棠), aged 70, is an independent non-executive Director graduated from the Department of Architecture in Tsinghua University (清華大學) in 1965. From 1985 to 2000, he has acted as the Minister of The Ministry of Urban-Rural Construction and Environment Protection, the PRC (中國城鄉建設環境保護部) and the Deputy Minister of the Ministry of Construction, the PRC (中國建設部). Mr. Ye had been the Vice Director Member of the Ninth and Tenth Committee of Environment and Resource Protection of the National People's Congress (全國人大環境與資源保護委員會) from February 2001 to March 2008, and the Standing Member of the National People's Congress (全國人大常務委員會) from March 2003 to March 2008. Mr. Ye is now the Vice Chairman of the China International Institute of Multinational Corporations (中國國際跨國公司研究會), and the honorary director of Architectural Society of China (中國建築學會). He is also a director of Youngor Group Co., Ltd. (listed on the Shanghai Stock Exchange (Stock code: 600177)). Mr. Ye was appointed as an independent non-executive Director on 19 June 2008.

Save as disclosed herein, Mr. Ye does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Ye entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Ye is entitled to receive a director's remuneration of RMB11,000 per month, which is determined with reference to his role in the Company and the market rate.

As at the date of this announcement, Mr. Ye did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Mr. Hao Ji Ming (郝吉明), aged 63, is an independent non-executive Director and an academician of the Chinese Academy of Engineering (中國工程院). Mr. Hao graduated from Civil Engineering Department of Tsinghua University (清華大學) in 1970, majoring in water supply and sewage engineering. He obtained a master degree in engineering from Tsinghua University (清華大學) in 1982. In 1984, Mr. Hao obtained a doctorate degree in Environment Engineering Department from the University of Cincinnati, the United States. Since 1970, Mr. Hao had been working at Tsinghua University (清華大學) as lecturer, professor and the Dean of the Environment Science and Engineering Department. He is now the director of the Research Institute of Environmental Science and Engineering of Tsinghua University (清華大學). Mr. Hao was appointed as an independent non-executive Director on 19 June 2008.

Save as disclosed herein, Mr. Hao does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Hao entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Hao is entitled to receive a director's remuneration of RMB11,000 per month, which is determined with reference to his role in the Company and the market rate.

As at the date of this announcement, Mr. Hao did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Mr. Liu Xue Sheng (劉雪生), aged 46, is an independent non-executive Director and a Certificated Public Accountant of the PRC. Mr. Liu graduated from Jiangxi Institute of Finance and Economics (江西財經學院) (now known as the Jiangxi University of Finance and Economics (江西財經大學)) with a bachelor degree in 1989 and graduated from Shanghai University of Finance and Economics (上海財經大學) majoring in accounting and obtained a master degree in economics in 1992. From 1992 to 1999, Mr. Liu worked as an accountant with the OCT Group (華僑城集團). Since 1999, Mr. Liu has been working with Shenzhen Institute of Certified Public Accountants (深圳市註冊會計師協會) ("SZICPA") and is the Deputy Secretary General of the SZICPA. Mr. Liu was appointed as an independent non-executive Director on 19 June 2008.

Save as disclosed herein, Mr. Liu does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Liu entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Liu is entitled to receive a director's remuneration of RMB11,000 per month, which is determined with reference to his role in the Company and the market rate.

As at the date of this announcement, Mr. Liu did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Supervisors

Ms. Yuan Wei (袁桅), aged 40, is a Supervisor. Ms. Yuan graduated from Tsinghua University (清華大學) in 1993 majoring in environmental engineering and business management, and obtained a master degree in philosophy, majoring in technology and philosophy from Tsinghua University (清華大學) in 1995. Ms. Yuan worked in the Science and Technology Department of the PRC (中國科學技術部) for about four years. From August 2000 to January 2009, she had been an investment manager, an investment director and a partner of Shanghai New Margin Venture Capital Co., Ltd. (上海聯創創業投資有限公司). She is currently a partner of Redpoint Ventures (紅點投資). Ms. Yuan was appointed as a Supervisor on 28 November 2001.

Save as disclosed herein, Ms. Yuan does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Ms. Yuan entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Ms. Yuan is not entitled to receive any remuneration in her capacity as the Supervisor.

As at the date of this announcement, Ms. Yuan did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Mr. Luo Xiao Hong (駱曉紅), aged 43, is a Supervisor. He graduated from South China University of Technology (華南理工大學) with a bachelor degree in radio technology in 1988. He worked with Shenzhen Bao Hua Electrical Co., Ltd. (深圳市寶華電子有限公司) and Shenzhen Longgang Huaxia Real Estate Management Co., Ltd. (深圳市龍崗華夏物業公司) from 1988 to 1999. Mr. Luo is a PRC registered real estate valuer and has over 10 years experience in the field of real estate management and valuation. Mr. Luo has been the general manager, and is now the chairman of the board of directors of Shenzhen Great Strategy Real Estate Appraisal & Consulting Co., Ltd. (深圳市國策房地產土地估價有限公司), 62.5% and 28.13% interest of which is owned by Mr. Luo and Mr. Zhang Wei Yang, the chairman of the Board, the chief executive officer of the Company, an executive Director and a founder of the Group, respectively. Mr. Luo was appointed as a Supervisor on 2 June 2005.

Save as disclosed herein, Mr. Luo does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Luo entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Luo is not entitled to receive any remuneration in his capacity as the Supervisor.

As at the date of this announcement, Mr. Luo owned 800,000 Domestic Shares, representing approximately 0.09% of the entire Domestic Shares, and approximately 0.06% of the entire issued share capital of the Company. Save as disclosed herein, Mr. Luo does not have any other interests in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Mr. Liu An (劉安), aged 37, is a Supervisor. Mr. Liu has been working in the chief executive officer's office of the Company since 2005 when he joined the Company. He has over 10 years of experience in the field of corporate management. Mr. Liu was appointed as a Supervisor on 19 June 2008.

Save as disclosed herein, Mr. Liu does not have any relationship with any Director, senior management, substantial shareholder or controlling shareholder of the Company, and did not hold any directorship in other listed companies in the past three years.

Mr. Liu entered into a service contract with the Company for a term of three years commencing from 19 June 2008 until the conclusion of the annual general meeting of the Company in 2011. Mr. Liu is not entitled to receive any remuneration in his capacity as the Supervisor.

As at the date of this announcement, Mr. Liu did not have any interest in any share, underlying share or debenture of the Company and its associated corporations within the meaning of Part XV of the SFO.

Save as disclosed above, there is no information relating to the Directors or the Supervisors that is required to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Listing Rules and the Board is not aware of any other matter that needs to be brought to the attention of the Shareholders in relation to the Directors' or the Supervisors' engagement.

WAIVER FROM STRICT COMPLIANCE WITH THE LISTING RULES

Rule 8.12 of the Listing Rules provides that an issuer applying for a primary listing on the Stock Exchange must have a sufficient management presence in Hong Kong, which normally means that at least two of its executive Directors must be ordinary resident in Hong Kong. Rule 19A.15 of the Listing Rules further provides that the requirements under Rule 8.12 of the Listing Rules shall apply to the Company which is a PRC issuer (as defined in the Listing Rules) except as otherwise permitted by the Stock Exchange in its discretion.

Given that the business and operation of the Group are primarily located, managed and conducted in the PRC and none of the executive Directors are ordinarily resident in Hong Kong, the Company does not and will not, in the foreseeable future, have a management presence in Hong Kong.

Accordingly, the Company has applied to the Stock Exchange for a waiver from compliance with the requirements under Rules 8.12 and 19A.15 of the Listing Rules. The Stock Exchange has granted the requested waiver to the Company from strict compliance with the requirements under Rules 8.12 and 19A.15 of the Listing Rules on condition that the Company would adopt the following arrangements to maintain regular communication with the Stock Exchange:

- (a) the Company has two authorised representatives pursuant to Rule 3.05 of the Listing Rules, who will act as the Company's principal channel of communication with the Stock Exchange. The two authorised representatives appointed are Mr. Zhang Wei Yang, an executive Director and Mr. Lo Wah Wai, the company secretary of the Company. Each of the authorised representatives will be available to meet with the Stock Exchange in Hong Kong upon reasonable short notice and will be readily contactable by telephone, facsimile or email. Each of the two authorised representatives is authorised to communicate on behalf of the Company with the Stock Exchange;
- (b) all the authorised representatives have the means to promptly contact all members of the Board (including the independent non-executive Directors) and of the senior management team at all times as and when the Stock Exchange wishes to contact them or any of them for any matter. To enhance the communication between the Stock Exchange, the authorised representatives and the Directors, the following policies will be implemented by the Company: (i) each executive Director, non-executive Director and independent non-executive Director shall provide his/her mobile phone number, office phone number, fax number and email address to the authorised representatives; (ii) in the event that an executive Director, non-executive Director or independent non-executive Director expects to travel and be out of office, he/she shall provide the phone number of the place of his/her accommodation to the authorised representatives; and (iii) all the Directors and authorised representatives will provide their respective mobile phone number, office phone number, fax number and email address to the Stock Exchange;
- (c) the Company has established a liaison office in Hong Kong at Suites 06-12, 33rd Floor, Shui On Center, 6-8 Harbour Road, Wanchai, Hong Kong. The Company and its representatives may from time to time be contactable via such liaison office;
- (d) if the circumstances require, meetings of the Board can be convened and held in such manner as permitted under the articles of association of the Company at short notice to discuss and address any issue with which the Stock Exchange is concerned in a timely manner;
- (e) meetings between the Stock Exchange and the Directors can be arranged through the authorised representatives or directly with the Directors within a reasonable time frame. The Company will inform the Stock Exchange promptly of any change in the authorised representatives; and
- (f) all the Directors have confirmed that they possess or can apply for valid travel documents to visit Hong Kong and would be able to come to Hong Kong and meet with the Stock Exchange upon reasonable notice.

DEFINITIONS

In this announcement, the following terms shall have the following meanings unless the context otherwise requires:

“associate(s)”	has the meaning ascribed to it under the Listing Rules
“Board”	the board of Directors
“CCASS”	the Central Clearing and Settlement System established and operated by HKSCC
“Company”	深圳市東江環保股份有限公司 (Shenzhen Dongjiang Environmental Company Limited*), a joint stock limited company incorporated in the PRC and the issued H Shares of which are listed on GEM
“controlling shareholder(s)”	has the meaning ascribed to it under the Listing Rules
“Director(s)”	director(s) of the Company
“Domestic Share(s)”	domestic share(s) with a nominal value of RMB0.10 each in the share capital of the Company which are subscribed for in RMB
“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
“H Share(s)”	overseas listed foreign share(s) with a nominal value of RMB0.10 each in the share capital of the Company which are listed on GEM and are subscribed for and traded in Hong Kong dollars
“HK\$”	Hong Kong dollar, the lawful currency of Hong Kong
“HKSCC”	Hong Kong Securities Clearing Company Limited
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange
“Main Board”	the stock market operated by the Stock Exchange prior to the establishment of GEM (excluding the options market) which stock market continues to be operated by the Stock Exchange in parallel with GEM. For the avoidance of doubt, the Main Board excludes GEM

“PRC”	the People’s Republic of China, which for the purposes of this announcement only, excludes Hong Kong, the Macau Special Administrative Region of the People’s Republic of China and Taiwan
“RMB”	Renminbi, the lawful currency of the PRC
“SFO”	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Shareholder(s)”	holder(s) of the H Shares and holder(s) of the Domestic Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“substantial shareholder(s)”	has the meaning ascribed to it under the Listing Rules
“Supervisor(s)”	supervisor(s) of the Company
“Transfer of Listing”	the transfer of listing of the H Shares from GEM to the Main Board
“%”	per cent.

By order of the Board
Shenzhen Dongjiang Environmental Company Limited*
ZHANG WEI YANG
Chairman

Shenzhen, the PRC, 16 September 2010

As at the date of this announcement, the Board comprises three executive Directors, being Mr. Zhang Wei Yang, Mr. Chen Shu Sheng and Mr. Li Yong Peng; three non-executive Directors, being Mr. Feng Tao, Mr. Wu Shui Qing and Ms. Sun Ji Ping; and three independent non-executive Directors, being Mr. Ye Ru Tang, Mr. Hao Ji Ming and Mr. Liu Xue Sheng.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Group. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the GEM website at <http://www.hkgem.com> on the “Latest Company Announcements” page for at least 7 days from the date of its posting, on the Stock Exchange website at <http://www.hkexnews.hk> on the “Listed Company Information” page, and on the Company’s website at <http://www.dongjiang.com.cn> from the date of publication.

** For identification purpose only*