CHINA BEST GROUP HOLDING LIMITED
國華集團控股有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 370)

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31ST DECEMBER, 2007

The Board of Directors of China Best Group Holding Limited (the "Company") are pleased to announce the consolidated results of the Company and its subsidiaries (the "Group") for the year ended 31 December, 2007 as follows:

CONSOLIDATED INCOME STATEMENT
For the year ended 31st December, 2007

	NOTES	2007 HK$'000	2006 HK$'000
Revenue		**288,863**	97,130
Cost of sales		**(280,246)**	(106,743)
Gross profit (loss)		**8,617**	(9,613)
Other income	4	**6,209**	5,188
Administrative expenses		**(41,112)**	(40,643)
Selling and distribution expenses		**(20,156)**	(9,352)
Fair value gain on investments held for trading		**71,522**	9,891
Impairment loss on property, plant and equipment		**(58,000)**	(6,533)
Finance costs	5	**(20,143)**	(8,314)
Share based payment expense		**(24,087)**	–
Share of results of associate		**641**	(412)
Loss before taxation		**(76,509)**	(59,788)
Taxation	6	**(4,888)**	(795)
Loss for the year		**(81,397)**	(60,583)
Attributable to:			
Equity holders of the Company		**(81,547)**	(45,768)
Minority interests		**150**	(14,815)
		(81,397)	(60,583)
Loss per share	7		
– Basic		**1.3 HK cents**	0.8 HKcents
– Diluted		**N/A**	N/A

* *For identification purpose only*

CONSOLIDATED BALANCE SHEET

At 31st December, 2007

	NOTES	**2007** **HK$'000**	2006 HK$'000
Non-Current Assets			
Investment property		**1,700**	1,500
Property, plant and equipment		**118,326**	151,068
Prepaid lease payments		**3,876**	3,725
Interests in associate		**4,363**	3,722
Available-for-sale investments		**8,850**	8,850
Club debentures		**1,168**	514
		138,283	169,379
Current Assets			
Inventories		**20,878**	4,785
Trade and other receivables	*8*	**33,172**	19,263
Prepaid lease payments		**172**	19
Short term receivables		**18,212**	5,976
Investments held for trading		**180,756**	70,820
Deposits placed with Security brokers		**579**	1,657
Pledged bank deposits		**20,519**	24,349
Bank balances and cash		**20,579**	26,652
		294,867	153,521
Current Liabilities			
Trade and other payables	*9*	**234,782**	223,043
Taxation payable		**5,599**	795
Margin loan payables		**75,726**	–
Other borrowings		**98,647**	41,114
		414,754	264,952
Net Current Liabilities		**(119,887)**	(111,431)
Total Assets less Current Liabilities		**18,396**	57,948
Non-Current Liability			
Other borrowings		**32,719**	26,533
		(14,323)	31,415
Capital and Reserves			
Share capital		**310,299**	302,449
Reserves		**(280,486)**	(229,564)
Equity attributable to equity holders of the Company		**29,813**	72,885
Minority interests		**(44,136)**	(41,470)
		(14,323)	31,415

Notes:

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

In preparing the consolidated financial statements, the directors have given careful consideration to the future liquidity of the Group in light of the consolidated net current liabilities of approximately HK$119.9 million at 31st December, 2007.

Against this background, the directors have given careful consideration to the liquidity position and financial performance of Shanxi Changxing Yuci Coking Co., Limited ("Shanxi Changxing"), a 51% owned subsidiary of the Group, which sustained net current liabilities of approximately HK$246.0 million at 31st December, 2007 and loss for the year of approximately HK$104.4 million. Shanxi Changxing is currently focusing on strengthening its operations of manufacturing and sale of coke, and the management of Shanxi Changxing is implementing active cost-saving and value-adding measures to improve its operating cash flows and financial position.

At the same time, the directors are considering various options to raise new equity funds for the Group. Subsequent to the balance sheet date, the Company proposed to raise an amount of approximately HK$232.72 million but not more than approximately HK$256.13 million, before expenses, by way of a rights issue to the qualifying shareholders (the "Rights Issue") to provide new fundings to the Group.

On the basis that the Group can improve its operating results and cash flows through the implementation of the measures described above and the Rights Issue can be successfully completed, the directors are satisfied that the Group will be able to meet in full its financial obligations as they fall due for the foreseeable future. Accordingly, the consolidated financial statements have been prepared on a going concern basis.

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

In the current year, the Group has applied, for the first time, the following new standard, amendment and interpretations ("new HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which are effective for the Group's financial year beginning 1st January, 2007.

HKAS 1 (Amendment)	Capital Disclosures
HKFRS 7	Financial Instruments: Disclosures
HK(IFRIC) – Int 7	Applying the Restatement Approach under HKAS 29 Financial Reporting in Hyperinflationary Economies
HK(IFRIC) – Int 8	Scope of HKFRS 2
HK(IFRIC) – Int 9	Reassessment of Embedded Derivatives
HK(IFRIC) – Int 10	Interim Financial Reporting and Impairment

The adoption of the new HKFRSs had no material effect on how the results and financial position for the current or prior accounting periods have been prepared and presented. Accordingly, no prior period adjustment has been required.

The Group has applied the disclosure requirements under HKAS 1 (Amendment) and HKFRS 7 retrospectively. Certain information presented in prior year under the requirements of HKAS 32 has been removed and the relevant comparative information based on the requirements of HKAS 1 (Amendment) and HKFRS 7 has been presented for the first time in the current year.

The Group has not early applied the following new and revised standards or interpretations that have been issued but are not yet effective.

HKAS 1 (Revised)	Presentation of Financial Statements[1]
HKAS 23 (Revised)	Borrowing Costs[1]
HKAS 27 (Revised)	Consolidated and Separate Financial Statements[2]
HKFRS 2 (Amendment)	Vesting Conditions and Cancellations[1]
HKFRS 3 (Revised)	Business Combinations[2]
HKFRS 8	Operating Segments[1]
HK(IFRIC)-Int 11	HKFRS 2: Group and Treasury Share Transactions[3]
HK(IFRIC)-Int 12	Service Concession Arranagements[4]
HK(IFRIC)-Int 13	Customer Loyalty Programmes[5]
HK(IFRIC)-Int 14	HKAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction[4]

[1] Effective for annual periods beginning on or after 1st January, 2009
[2] Effective for annual periods beginning on or after 1st July, 2009
[3] Effective for annual periods beginning on or after 1st March, 2007
[4] Effective for annual periods beginning on or after 1st January, 2008
[5] Effective for annual periods beginning on or after 1st July, 2008

The adoption of HKFRS 3 (revised) may affect the accounting for business combination for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1st July 2009. HKAS 27 (revised) will affect the accounting treatment for changes in a parent's ownership interest in a subsidiary that do not result in a loss of control, which will be accounted for as equity transactions. The directors of the Company anticipate that the application of the other new or revised standards and interpretations will have no material impact on the results and the financial position of the Group.

3. BUSINESS AND GEOGRAPHICAL SEGMENTS

(a) Business segments

For management purpose, the Group is currently organised into three operating divisions – (i) international air and sea freight forwarding; (ii) securities trading and (iii) manufacture and sale of coke. These divisions are the basis on which the Group reports its primary segment information.

	International air and sea freight forwarding	**Securities trading**	**Manufacture and sales of coke**	**Others**	**Consolidated**
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
For the year ended 31st December, 2007					
Revenue	**16,765**	**–**	**272,098**	**–**	**288,863**
Segment result	**1,740**	**71,522**	**(100,249)**	**–**	**(26,987)**
Unallocated corporate expenses					**(12,142)**
Other income					**6,209**
Finance costs					**(20,143)**
Share-based payments expense			**(10,297)**	**(13,790)**	**(24,087)**
Share of results of associates	**641**	**–**	**–**	**–**	**641**
Loss before taxation					**(76,509)**
Taxation					**(4,888)**
Loss for the year					**(81,397)**
At 31st December, 2007					
ASSETS					
Segment assets	**11,404**	**196,051**	**159,778**	**–**	**367,233**
Interests in associate					**4,363**
Unallocated corporate assets					**61,554**
Consolidated total assets					**433,150**
LIABILITIES					
Segment liabilities	**5,902**	**5,601**	**223,279**	**–**	**234,782**
Unallocated corporate liabilities					**212,691**
Total liabilities					**447,473**

	International air and sea freight forwarding	Securities trading	Manufacture and sales of coke	Others	Consolidated
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
For the year ended 31st December, 2007					
OTHER INFORMATION					
Additions to property, plant and equipment	**31**	**–**	**22,042**	**2,756**	**24,829**
Depreciation on property, plant and equipment	**26**	**–**	**8,882**	**285**	**9,193**
Release of prepaid lease payments	**–**	**–**	**171**	**–**	**171**
Gain on disposal of property, plant and equipment	**–**	**–**	**(142)**	**–**	**(142)**
Net impairment loss on trade receivables	**–**	**–**	**1,962**	**–**	**1,962**
Allowance on inventories	**–**	**–**	**995**	**–**	**995**
Impairment loss on property, plant and equipment	**–**	**–**	**58,000**	**–**	**58,000**
Fair value gain on investments held for trading	**–**	**(71,522)**	**–**	**–**	**(71,522)**

	International air and sea freight forwarding	Securities trading	Manufacture and sales of coke	Others	Consolidated
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
For the year ended 31st December, 2006					
Revenue	12,488	–	84,642	–	97,130
Segment result	740	9,891	(37,853)	–	(27,222)
Unallocated corporate expenses					(29,028)
Other income					5,188
Finance costs					(8,314)
Share of results of associate	(412)	–	–	–	(412)
Loss before taxation					(59,788)
Taxation					(795)
Loss for the year					(60,583)
At 31st December, 2006					
ASSETS					
Segment assets	9,608	84,356	165,462	–	259,426
Interests in associate					3,722
Unallocated corporate assets					59,752
Consolidated total assets					322,900
LIABILITIES					
Segment liabilities	5,033	7	210,155	–	215,195
Unallocated corporate liabilities					76,290
Total liabilities					291,485

	International air and sea freight forwarding *HK$'000*	Securities trading *HK$'000*	Manufacture and sales of coke *HK$'000*	Others *HK$'000*	Consolidated *HK$'000*
For the year ended 31st December, 2006					
OTHER INFORMATION					
Additions to property, plant and equipment	9	–	56,175	1,523	57,707
Depreciation on property, plant and equipment	23	–	4,977	678	5,678
Release of prepaid lease payments	–	–	82	–	82
Gain/(loss) on disposal of property, plant and equipment	–	–	(119)	46	(73)
Impairment loss on trade receivables	–	–	370	–	370
Allowance on inventories	–	–	948	–	948
Impairment loss on property, plant and equipment	–	–	6,533	–	6,533
Fair value gain on investment held for trading	–	(9,891)	–	–	(9,891)

(b) Geographical segments

The Group's international air and sea freight forwarding are carried out in North and South America, securities trading division is located in Hong Kong while the manufacture and sales of coke is carried out in the People's Republic of China ("PRC").

The following provides an analysis of the Group's revenue by geographic markets based on location of customers, irrespective of the origin of the goods and services:

	Revenue	
	2007 *HK$'000*	2006 *HK$'000*
North and South America	**7,796**	6,421
PRC	**272,098**	84,642
Others	**8,969**	6,067
	288,863	97,130

The following is an analysis of the carrying amount of assets and capital additions analysed by the geographical area in which the assets are located:

	Carrying amount of segment assets		Capital additions	
	2007	2006	**2007**	2006
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
North and South America	**3,323**	2,479	**–**	–
Hong Kong	**119,041**	80,746	**6**	1,484
PRC	**241,322**	174,056	**24,792**	56,214
Others	**3,547**	2,145	**31**	9
	367,233	259,426	**24,829**	57,707

4. OTHER INCOME

	2007	2006
	HK$'000	*HK$'000*
Interest income	**1,845**	2,144
Dividend income from listed securities classified as held for trading	**195**	615
Increase in fair value of investment property	**200**	40
Gain on disposal of property, plant and equipment	**142**	73
Recovery of bad debts	**474**	–
Sundry income	**3,353**	2,316
	6,209	5,188

5. FINANCE COSTS

	2007	2006
	HK$'000	*HK$'000*
Interest on borrowings wholly repayable within five years		
Other borrowings	**18,420**	8,314
Margin loan payables	**1,723**	–
	20,143	8,314

6. TAXATION

Pursuant to the relevant laws and regulations in the PRC, the tax for Shanxi Changxing is calculated at the statutory income tax rate of 33% (2006: 33%) on the assessable profit and it is exempted from PRC income tax for two years starting from their first profit-making year, followed by a 50% reduction for the next three years. No provision for PRC income tax has been made in the consolidated financial statements as Shanxi Changxing has no assessable profit for both years.

Hong Kong Profits Tax is calculated at 17.5% of the estimated assessable profit for both years.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

7. LOSS PER SHARE

The calculation of the basic loss per share is based on the net loss for the year attributable to equity holders of the Company of HK$81,547,000 (2006: HK$45,768,000) and on weighted average number of 6,137,846,427 (2006: 5,905,076,564) ordinary shares in issue during the year.

No diluted loss per share is presented for the years ended 31st December, 2007 and 2006 as the share options were anti-dilutive.

8. TRADE AND OTHER RECEIVABLES

The Group allows its trade customers with credit periods normally ranging from 30 days to 90 days. Included in trade and other receivables are trade receivables with the following aged analysis:

	2007	2006
	HK$'000	*HK$'000*
0-30 days	**16,896**	7,138
31-60 days	**1,275**	831
61-90 days	**2,014**	4,285
Over 90 days	**–**	806
Trade receivables	**20,185**	13,060
Advance to suppliers	**8,174**	1,732
Deposits and prepayments	**3,108**	3,087
Pledged deposits	**1,705**	1,384
	33,172	19,263

In the opinion of the directors, the fair values of the Group's trade and other receivables at 31st December, 2007 approximate to the corresponding carrying amounts.

9. TRADE AND OTHER PAYABLES

Included in trade and other payables are trade and bills payables with the following aged analysis:

	2007	2006
	HK$'000	*HK$'000*
0-30 days	**13,486**	4,731
31-60 days	**4,243**	3,324
61-90 days	**21,664**	23,959
Over 90 days	**28,873**	29,337
Trade and bills payables	**68,266**	61,351
Receipt in advance from customers	**114,595**	101,301
Accrued charges and other payables	**32,410**	28,024
Construction payables	**15,018**	32,367
Government grants	**4,493**	–
	234,782	223,043

Included in construction payable are bills payables with aggregate carrying amount of HK$2,720,000 (2006: HK$6,203,000).

The fair values of the Group's trade and other payables at 31st December, 2007 approximate to the corresponding carrying amounts.

DIVIDEND

No dividend was proposed for the year ended 31st December, 2007 (2006: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

For the year ended 31st December, 2007, the consolidated turnover of the Group amounted to HK$288,863,000 (Year ended 31st December, 2006: HK$97,130,000). Total gross profit/loss was approximately HK$8,617,000 (Year ended 31st December, 2006: loss HK$9,613,000). For the year ended 31st December, 2007, the Group recorded net loss attributable to equity holders of the Company HK$81,547,000 (Year ended 31st December, 2006: HK$45,768,000).

The financial results for current year have greatly improved comparing with the previous corresponding year.

Business Review

Coke Business

From 1st July 2005, Shanxi Changxing coke enterprise was consolidated into the accounts of China Best Group. The turnover of the Group's coke business was HK$272,098,000 for the year ended 31st December, 2007 (2006: HK$84,642,000). Total gross profit/loss was HK$4,453,000 for the year ended 31st December, 2007 (2006: HK$13,015,000).

Currently, the annual coke production capacity of Shaxi Changxing is 600,000 tons. The second phase of the plant's 300,000 ton capacity expansion plan was completed and commenced production in February 2007. Despite the rapid rise in the market prices of coke and the benefits contributed from the economies of scale for the expanded production during the period under, the Group yet reported a loss in its results for 2007 as compared to the previous year due to the increase in raw materials and depreciation costs. However, its results was greatly improved.

Regarding the Shanxi Changxing's production facilities, the Group adopted a prudent approach for recognition of an impairment loss HK$58 million. The recoverable amount of these assets has been determined by the basis of value in use.

Freight Forwarding Business

The turnover of the Group's international forwarding agency business was HK$16,765,000 for the year ended 31st December, 2007 (Year ended 31st December, 2006: HK$12,488,000), representing a increase of 34% as compared to the previous year. Total gross profit was HK$4,160,000 profit, (Year ended 31st December, 2006: HK$3,402,000), an increase of HK$0.8 million comparing with the previous year.

The Group's freight forwarding business was stabilized since 2006. Though international freight forwarding business turnover had been improved, the operating profit margin is thinner than previous corresponding year. Meanwhile, the Group is actively seeking business opportunity with strategy partner in freight forwarding business in China.

Securities Investment

The total transaction volume of the Group's securities investment business was HK$959,565,000 for the year ended 31st December, 2007 (Year ended 31st December, 2006: HK$559,065,000), representing an increase of 71% as compared to the previous year. The realised and unrealised gain on investment held for trading amounted to HK$71,522,000 (2006: HK$9,861,000) for investments held for trading during the year under review.

Liquidity and Cashflow Resources

The gearing ratio maintained is at 4.41 (31st December, 2006: 0.93) and the current ratio increased from 0.58 to 0.71. The calculation of gearing ratio is based on interest bearing borrowings of HK$131,360,000 (31st December, 2006: HK$67,647,000) and the equity attributable to equity holders of the Company of HK$29,813,000 (31st December, 2006: HK$72,885,000) at the balance sheet date. The calculation of current ratio is based on the current assets of HK$294,867,000 (31st December, 2006: HK$153,521,000) and the current liabilities of HK$414,754,000 (31st December, 2006: HK$264,952,000) at the balance sheet date.

On 22nd April 2008, the Group entered into an open offer underwriting agreement with KCG Securities Asia Limited to raise not less then HK$223,000,000. We believe the open offer can strengthen our financial position enable the Company to have sufficient and readily available financial resources for general working capital of the Group and but not excluding for feasible acquisition(s) for the Group may encounter or contemplate in the future.

Capital Expenditure

For the year under review, the Group incurred a total capital expenditure of HK$24,829,000 (2006: HK$57,707,000), which was funded by its own financial resources and bank borrowings. HK$22,042,000 was spent on development of the production facilities in Shanxi, Mainland China and the balance of HK$2,756,000 was spent mainly on furniture & fixtures/office equipment/motor vehicles in other areas.

Exposure to Fluctuations in Exchange Rates

The Group's monetary assets, loans and transactions are principally denominated in Hong Kong dollars, US dollars and Renminbi. During the year, there was no significant fluctuation in the exchange rates of the Hong Kong dollars and US dollars. The appreciation in the currency value of the Renminbi contributed positively to the Group's bottom line. The Group did not engage in significant derivative activities and did not commit to any financial instruments to hedge its balance sheet exposure in 2007.

Change of Directorship

On 5 June 2007, Mr. Zhang Da Qing had been appointed as Executive Director and Chief Executive Officer of the Group. At the same time, Mr. Wang Da Yang had resigned as Executive Director and Chief Executive Officer as well as Mr. Leung Chung Tak Barry was resigned as non-executive director of the Company.

Business Prospect

The Group is principally engaged in coke processing, international air and sea freight forwarding and the provision of logistics services as well as trading of securities. In order to strengthen the core business – coke processing, we continue to dig out investment opportunities and select strategic partners for business development especially in this recovery of economic environment.

Furthermore, we will also develop our business to be the leader of the newly growing business coal mining and coke processing. The Group had decided to re-locate more resources to occupy our unique market position in China especially in Shanxi and Inner Mongolia. Through our group's international exposure in management & financing, and followed the National policy of PRC, we are confident to develop successful business model to obtain high contribution and stable revenue from coal mining and coke processing in the future.

On 3rd March 2008, the Group entered into a non-legally binding memorandum of understanding "MOU" with Asset Rich International Limited and for the possible acquisition of a controlling interest in a coal mining and a coke processing venture. Inner Mongolia Qipanjing Coking Co., Ltd and Inner Mongolia Qipanjing Mining Co. Ltd. The Board confirms that such project is still in the negotiation stage and no formal agreement has been entered into by the Company in respect thereof.

Recent development

The Board considered that there was a favourable indication for the recent upward trend of coking market, this would be favourable for our acquisition.

Short-term strategy

The Group has decided to acquire coal mines and more coke processing factories in PRC. Due to the typical nature of the business, the financial structure will be capital intensive. At the development stage of Merger and Acquisition, the Group's major assets will be non-current nature.

Long-term strategy

The Group has planned to be the leader of the newly growing business coal mining and coke processing especially in PRC. With comparative advantages such as contemporary international management exposure and financing experience plus deeply understanding the trend of coking business for PRC National policy, the Group is confident to develop a successful business model to obtain high growth rate and stable revenue from coke processing in the future.

Since PRC is a major coke producer and exporter in the international market, future development prospect of coke industry is considered to be optimistic. In the overseas market, the boosting global steel industry, Japanese economy recovery and the fact that coke production in Europe and the United States being restrained by stringent environmental legislations and obsolescence of production facilities together created buoyant demand for coke.

Pledge of Assets

At the balance sheet date, the Group's bank deposits of HK$275,363,000 (31st December 2006: HK$84,149,000) were pledged to banks to secure general banking facilities granted to the Group and the post dated bills payable.

Employee and Human Resources Policy

As at 31 December, 2007, the Group had approximately 530 staff (31st December, 2006: 530). The geographical location of this staff force based including Hong Kong, Overseas Countries and Mainland China. The Group is well acquainted with the importance of the maintaining high calibre and competent employees by implementing a strict recruitment policy accordingly. The remuneration of employees was in line with the market trend, and attractive rewards such as discretionary bonuses and staff options were offered to instil a place of loyalty of the Company. Total staff cost incurred for the year ended 31 December, 2007 was approximately HK$17,110,000 (year ended 31 December, 2006: HK$9,240,000).

CLOSURE OF REGISTER

The Register of members will be closed from Tuesday, 27th May, 2008 to Friday, 30th May, 2008 (both days inclusive) during which period no transfer of share can be registered.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's shares during the year ended 31st December, 2007.

AUDIT COMMITTEE

The Board has established the Audit Committee in accordance with the Listing Rules. The Committee comprises Ms. Chung Kwo Ling, Mr. Sun Yeung Yeung and Mr. Lee Yuen Kwong, the three independent non-executive directors.

Summary of duties and works of the Audit Committee is set out in the "Corporate Governance Report" in annual report.

CODE OF BEST PRACTICE AND CORPORATE GOVERNANCE

Details of corporate governance are set out in the section headed "Corporate Governance Report" in annual report.

During the year ended 31st December, 2007, the Company has fully complied with the Code on Corporate Governance Practices (the "Code") as set out in Appendix 14 of the Listing Rules, with deviation from Code Provision A.4.1 and E.1.2.

All of the non-executive directors are not appointed for a specific term (Code Provision A.4.1) but are subject to retirement by rotation once every three years and re-election at the annual general meeting under the Company's Bye-Laws.

Last annual general meeting, Ms. Ma Jun Li, Chairman of the Board, was unable to attend (Code Provision E.1.2) due to business trips. She authorized the Deputy Chairman, Mr. Ng Tang attended to chair the meeting and answer questions on her behalf. The chairman acknowledged her responsibility and confirmed to attend the coming annual general meeting according to the Listing Rules.

INTERNAL CONTROL

The Board acknowledges its responsibility for the Group's system of internal control system to safeguard shareholders' investment and reviewing the effectiveness of such on an annual basis under Code Provision C.2.1.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules as the code of conduct regarding directors' securities transactions. All directors of the Company have confirmed, immediately following specific enquiry by the Company, that they have complied with the required standard set out in the Model Code during the year ended 31st December, 2007.

PUBLICATION OF THE ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT

The results announcement of the Group for the year ended 31st December, 2007 is published on the websites of The Stock Exchange of Hong Kong Limited (http://www.hkex.com.hk) and the Company (http://www.cbgroup.com.hk) respectively. The 2007 annual report and notice of annual general meeting of the Company will be despatched to the shareholders and made available on the above websites.

By order of the Board
China Best Group Holding Limited
Ma Jun Li
Chairman

Hong Kong, 29 April, 2008

As at the date of this announcement, the Board comprises 6 executive directors namely, Ms. Ma Jun Li, Mr. Ng Tang, Mr. Zhang Da Qing, Mr. Ren Zheng, Ms. Cheung Hoi Ping and Mr. Zhang Jun; and 3 independent non-executive directors namely, Ms. Chung Kwo Ling, Mr. Sun Yeung Yeung and Mr. Lee Yuen Kwong.