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DISCLOSEABLE TRANSACTION DISPOSAL OF LISTED SECURITIES

The Board announces that during the period from 26 June 2009 to 16 September 2009, Betterment and One Express, both are subsidiaries of the Company, disposed in aggregate of 251,230,000 China Sciences Shares in the open market at a total consideration of HK\$39,990,590 (excluding stamp duty and related expenses), representing approximately HK\$0.159 per Sale Share.

As the applicable percentage ratios for the Disposal are more than 5% but less than 25%, the Disposal constitutes a discloseable transaction on the part of the Company pursuant to Chapter 14 of the Listing Rules.

THE DISPOSAL

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The total consideration of HK\$39,990,590 (excluding stamp duty and related expenses) have been and will be settled by the counterparties in cash two trading days after the dates of the respective disposals.

As the Disposal was conducted in the open market, the identity of the counterparties of the Disposal cannot be ascertained.

The Sale Shares represent approximately 2.68% of the total issued shares of China Sciences as at the last date of the Disposal. The book value of the Sale Shares is approximately HK\$39,360,580.

INFORMATION OF CHINA SCIENCES

China Sciences is a company incorporated in Hong Kong with limited liability and the issued shares of which are listed on the main board of the Stock Exchange (Stock Code: 351). China Sciences, together with its subsidiaries, are principally engaged in municipal solid waste incineration and power generation business in the PRC and railway construction and operation in the PRC.

As stated in the interim results of China Sciences as at 30 June 2009, China Sciences had unaudited consolidated net asset of HK\$299,319,000. The attributable losses before and after taxation of China Sciences for the year ended 31 December 2008 were approximately HK\$1,091,269 and HK\$1,091,189 respectively. The attributable losses before and after taxation of China Sciences for the year ended 31 December 2007 were both approximately HK\$948,238.

REASONS FOR THE DISPOSAL

The Group is principally engaged in the manufacturing and trading of polishing materials and equipment and investment.

The Disposal represents a good opportunity for the Group to realize the China Sciences Shares and to strengthen the cash position of the Group. As the Disposal was conducted in the open market, the Directors considered that the terms of the Disposal are fair and reasonable and in the interests of the Company and its shareholders as a whole.

FINANCIAL EFFECT OF THE DISPOSAL

Subject to audit, it is presently estimated that the Group will record a gain of approximately HK\$486,087 arising from the Disposal as calculated by the net proceeds of approximately HK\$39,846,667 from the Disposal less the book value of the Sale Shares of approximately HK\$39,360,580.

USE OF PROCEEDS

It is expected that the net proceeds from the Disposal of approximately HK\$39,846,667 will be used for general working capital of the Group and to fund any potential investments available to the Group in the future.

GENERAL

As the applicable percentage ratios for the Disposal are more than 5% but less than 25%, the Disposal constitutes a discloseable transaction on the part of the Company pursuant to Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context otherwise requires.

“Board”	the board of Directors of the company from time to time
“Betterment”	Betterment Enterprises Limited, a company incorporated in the British Virgin Islands with limited liability and a subsidiary of the Company
“China Sciences”	China Sciences Conservational Power Limited, a company incorporated in Hong Kong with limited liability and the issued shares of which are listed on the main board of the Stock Exchange
“China Sciences Share(s)”	share(s) of HK\$0.01 each in the capital of China Sciences

“Company”	PME Group Limited, a company incorporated in the Cayman Islands with limited liability and the issued Shares of which are listed on the main board of the Stock Exchange
“Directors”	directors of the Company
“Disposal”	the disposal of the Sale Shares by Betterment and One Express during the period from 26 June 2009 to 16 September 2009
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“One Express”	One Express Group Limited, a company incorporated in the British Virgin Islands with limited liability and a subsidiary of the Company
“PRC”	the People’s Republic of China
“Sale Share(s)”	251,230,000 China Sciences Shares, representing approximately 2.68% of the entire issued share capital of China Sciences as at 16 September 2009
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“HK\$”	Hong Kong dollars, the lawfully currency of Hong Kong
“%”	per cent.

By Order of the Board of
PME Group Limited
Tin Ka Pak
Executive Director

Hong Kong, 18 September 2009

As at the date of this announcement, the Board comprises Mr. Cheng Kwok Woo, Mr. Cheng Kwong Cheong, Ms. Yeung Sau Han Agnes, Ms. Chan Shui Sheung Ivy and Mr. Tin Ka Pak as executive directors; and Mr. Leung Yuen Wing, Mr. Soong Kok Meng and Mr. Chow Fu Kit Edward as independent non-executive directors.

** For identification purpose only*