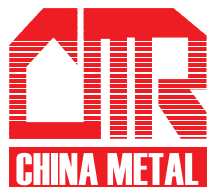


Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance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



CHINA METAL RECYCLING (HOLDINGS) LIMITED

中國金屬再生資源(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 00773)

ANNOUNCEMENT

Reference is made to a report (the “**Report**”) issued by Glaucus Research Group (“**Glaucus**”) on 28 January 2013 about China Metal Recycling (Holdings) Limited (the “**Company**”).

The Company maintains that the allegations in the Report against the Company and its Chairman are groundless. The Company is preparing a detailed clarification announcement to refute each of the allegations in the Report.

The Company has also been advised by Mr. Chun Chi Wai, the Chairman and Chief Executive Officer of the Company, that he has engaged legal advisers to initiate legal proceedings against Glaucus.

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been halted from 9:17 a.m. on 28 January 2013. The trading in the shares of the Company will remain suspended until further notice.

By order of the Board

China Metal Recycling (Holdings) Limited

Chun Chi Wai

Chairman and Chief Executive Officer

Hong Kong, 31 January 2013

As at the date of this As at the date of this announcement, our executive Directors are Mr. Chun Chi Wai, Mr. Fung Ka Lun and Mr. Jiang Yan Zhang; our non-executive Director is Ms. Lai Wun Yin; and our independent non-executive Directors are Mr. Chan Kam Hung, Mr. Leung Chong Shun and Mr. Yan Qi Ping.