

**China Green (Holdings) Limited**  
**中國綠色食品 (控股)有限公司****China Green Announces 08/09 Interim Results**

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**Turnover Up by 26% to RMB672 million**  
**Profit Attributable to Equity Holders Up by 7% to RMB223 million**

(Hong Kong, 14 January 2009) - China Green (Holdings) Limited (“China Green”) or “the Group”) (Stock Code: 0904 HK) announced its interim results for the six months ended 31 October 2008.

During the period under review, the Group’s turnover rose by 26% to RMB672 million, gross profit increased by 25% to RMB345 million and net profit grew by 7% to RMB223 million. Basic earnings per share was RMB 25 cents. The Board has recommended an interim dividend of 7.3 HK cents (equivalent to RMB 6.4 cents) per share.

Mr. Sun Shao Feng, Chairman of China Green, said, “Although we continued to face challenges posed by the global financial crisis, we are pleased to see the Group maintained steady growth in both turnover and profit. With the efforts of the Group to strengthen its brand and change of product mix to meet market demand, we were able to maintain profitability during the period.”

During the period under review, consumers become more health conscious worldwide has bred growing demand for off-season produce, and high quality fruits and vegetables. Therefore, both fresh produce recorded steady growth and sale of processed products of the Group recorded steady and prominent escalation. Although sale to Japan dropped for the first time, the Group had successfully expanded into other overseas markets such as Korea, Taiwan, England and Russia, etc. Grasping opportunities in both the domestic and overseas markets, the Group has been able to increase sale as well as to optimize its vertically integrated business platform.

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Looking into each product segment, processed products continued to be a significant growth driver of China Green during the period under review. Bolstered by increasing demand for canned and quick frozen products from overseas markets, turnover from sale of processed products amounted to RMB286 million, up by approximately 37% against the same period last year, accounting for approximately 42% of the Group's total turnover for the period. Quick frozen products, canned products and water-boiled products each accounted for over 30% of the overall sale from processed products. The Group's fresh produce products also recorded steady growth in turnover with the total reaching RMB171 million, accounting for approximately 25% of the Group's revenue with growth of 22%. The Group recorded notable growth in sales of fresh produce products in China, Korea and Taiwan.

Another major growth driver of the Group is branded products, including beverages, non-fried instant noodles, rice and rice flour products. During the period under review, turnover from sale of branded food and beverage products totalled RMB216 million and accounted for 32% of the Group's turnover, approximately 17% higher than the same period last year. Sale of beverages amounted to RMB112 million. The best-selling corn milk series brought turnover of approximately RMB79 million. The non-fried instant noodles also continued to win popularity and recorded a turnover of approximately RMB34 million, up by around 23% against the same period last year. Turnover from rice and rice flour products was stable, each amounting to approximately RMB35 million.

The Group started brand building efforts in 2005 and has been focusing on developing one provincial market at a time in the past few years. Its brand is recognized as a "Famous Trademark" in Fujian Province, and on that foundation, the Group plans to extend presence to other parts of Southern China aiming for "All-round green for a healthier China". The Group will continue to boost its brand via different means and channels in the future to capture market awareness.

With consumers around the world becoming more health conscious and after incidents of food safety scare, market demand for safe food products has been rising. Dedicated to ensuring food safety and the high quality of its products, the Group exercises stringent control on food production, processing, distribution and preparation. The Group has intact control of 40 cultivation bases and 10 processing plants across the country, operating strictly and effectively on a vertical green food supply chain. Together they have a total cultivation area of 79,100 mu and total annual cultivation capacity reaching approximately 324,200 tons. As for the processing operation, its annual capacity totalled approximately 530,600 tons. The plants were built and operated according to international standards, thus boast excellent hygiene allowing the Group to guarantee its products safe and of high quality.

Mr. Sun concluded, “China Green entered its second decade in November 2008. In the years to come, the Group will transform from a vegetable and fruit cultivator and processor into a fully-integrated green food supplier. Looking forward, it will continue to develop new markets, focus on R&D of high quality products and seek to bring added value to customers. We will also strive to effectively manage our good brand image in China and overseas markets, so as to fortify our customer base and push to become one of the top green food product brands in the world. We look forward to another decade of success and presenting better returns to our shareholders.”

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**About China Green (Holdings) Limited**

During the last decade, China Green has evolved from a private company engaged only in agricultural cultivation to a leading integrated fruit and vegetable cultivator and processor listed on the Main Board of Hong Kong Stock Exchange. It has been recognized as a Leading Enterprise for Agriculture industry and a Leading Food Enterprise by the Ministry of Agriculture. With strong brand presence in China and overseas, China Green produces and supplies safe crop-compliant vegetables and fruits products, including fresh produce, processed products, and branded food and beverages to customers globally.

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