

[For Immediate Release]



**LO'S ENVIRO-PRO ANNOUNCES SETTING UP OF NON-INCINERATION
MEDICAL WASTE TREATMENT CENTRE IN HEGANG CITY IN
HEILONGJIANG PROVINCE**

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**ACTIVELY DEVELOPS MEDICAL WASTE TREATMENT MARKET TO
ENHANCE REVENUE STREAM**

(Hong Kong, 31 December 2007) – **Lo's Enviro-Pro Holdings Limited** (“Lo's Enviro-Pro” or the “Group”; **stock code: 309**) announces the signing of an agreement with the municipal government of Hegang City, Heilongjiang Province, for setting up a non-incineration medical waste treatment centre. Representing a total investment of RMB12 million, the centre is expected to start construction in 2008/09 and will commence operation in the first half of 2008/09.

An official of the Hegang municipal government said, “As the Government places great emphasis on medical waste treatment and environmental issues, we are pleased to have the non-incineration medical waste treatment centre set up in Hegang City. The establishment of the centre will enable us to effectively handle medical waste from 788 medical institutions in the city, which has a population of 1.02 million. We have full confidence in Lo's Enviro-Pro, which possesses extensive experience in the area of medical waste treatment, and believe their cost effective and environmental-friendly non-incineration technology will create a better environment for citizens.”

Meanwhile, increasing awareness of proper handling procedures for medical waste by the Government, and the positive momentum generated by the establishment of China's first non-incineration medical waste treatment centre by the Group in Siping City, Jilin Province, has hasten the progress of Lo's Enviro-Pro in terms of its first phase of development. Treatment centres in Heilongjiang, Inner Mongolia, Shandong and Guangxi are moving ahead swiftly with strong support from respective municipal governments, and are expected to be completed by 2008/09.

Dr. Lo Kou Hong, Chairman of Lo's Enviro-Pro, said, "With rising public awareness for environmental protection in the PRC, the medical waste treatment market will possess immense potential for development. The Group will strive to capture such opportunities through strategically focusing development efforts on regions with good prospects and actively seeking merger and acquisition opportunities to consolidate our lead in the PRC medical waste treatment sector. As always, we will seek to maximise returns for our shareholders."

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About Lo's Enviro-Pro Holdings Limited

On top of 31 years of experience in cleaning and pest-control services in Hong Kong, Lo's Enviro-Pro Holdings is diversifying into the specialized area of medical waste treatment in China to bask in the country's rising awareness and urgent need for environment protection. The Group adopts a patented steam-sterilization technology from Canada, which is currently the only approved non-incineration technology for treatment of medical waste, to process the fast growing medical waste in China. In 2002, the Group's main subsidiary achieved certification in ISO 9001 Quality Management System, ISO 14001 Environmental Management System, OHSAS 18001 Occupational Health and Safety Management System etc. The Group has been awarded the Caring Company logo from the Hong Kong Council of Social Services (HKCSS) for the fourth consecutive year since 2004. More details about the Group can also be found at <http://www.losgroup.com/>

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