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China Treasure **(Greater China) Investments Limited** **華寶(大中華)投資有限公司**

(Continued into Bermuda with limited liability)

(Stock Code: 810)

PROPOSED RIGHTS ISSUE OF 111,240,000 SHARES AT HK\$0.1 PER RIGHTS SHARE ON THE BASIS OF NINE RIGHTS SHARES FOR EVERY SHARE HELD ON THE RECORD DATE; CHANGE IN BOARD LOT SIZE AND RESUMPTION OF TRADING

RIGHTS ISSUE

The Board proposes to raise approximately HK\$11.12 million (before expenses) by way of a rights issue by issuing 111,240,000 Rights Shares at a price of HK\$0.1 per Rights Share on the basis of nine (9) Rights Shares for every Share held at the close of business on the Record Date, payable in full on acceptance.

The Company entered into the Underwriting Agreement with the Underwriter on 8 February 2007. The Company had originally scheduled to sign an underwriting agreement on 5 February 2007 as the Company and the proposed underwriter had already reached an agreement on the principal terms of the underwriting agreement. However, certain terms of underwriting agreement had to be finalized and the Underwriting Agreement could only be signed on 8 February 2007.

The Rights Issue is only available to the Qualifying Shareholders. To qualify for the Rights Issue, all transfer of Shares must be lodged with the Company's branch share registrar in Hong Kong, Tengis Limited of 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong by 4:00 p.m. on Friday, 16 March 2007.

The estimated net proceeds of the Rights Issue will be approximately HK\$10 million, all of which will be used for future investments. The Directors consider that the Rights Issue is in the interest of the Company and the Shareholders as a whole.

The Rights Issue is fully underwritten by the Underwriter and is conditional, inter alia, upon the fulfillment of the conditions set out below under the paragraph headed "Conditions of the Underwriting Agreement" and other terms of the Underwriting Agreement. In particular, it is subject to, amongst other things, (a) the obligations of the Underwriter under the Underwriting Agreement not being terminated by the Underwriter in accordance with its terms; and (b) the Listing Committee of the Stock Exchange granting the listing of and permission to deal in the Rights Shares (in both nil-paid and fully-paid forms). Accordingly, the Rights Issue may or may not proceed.

Any person contemplating buying or selling of the Shares and/or nil-paid Rights Shares from now up to the date on which all conditions of the Rights Issue are fulfilled will bear the risk that the Rights Issue may not become unconditional and may not proceed. Investors should seek professional advice regarding dealings in Shares if they are in any doubt.

In accordance with the Listing Rules, the Rights Issue must be made conditional on approval by Shareholders in a general meeting by a resolution on which the Controlling Shareholders and their associates or, where there is no Controlling Shareholder, the Directors (excluding independent non-executive Directors) and the chief executive of the Company and their respective associates shall abstain from voting in favour. As at the Announcement Date, to the best knowledge of the Directors having made all reasonable enquiry, Mr. Li legally and beneficially owns 1,810,000 Shares, representing approximately 14.64% of the issued share capital of the Company. Mr. Li and his associates will abstain from voting in favour of the resolution to approve the Rights Issue at the SGM.

An Independent Board Committee will be appointed to make recommendations to the Independent Shareholders in respect of voting on the resolution to approve the Rights Issue at the SGM by way of poll. An Independent Financial Adviser will be appointed by the Company to advise the Independent Board Committee and the Independent Shareholders regarding the Rights Issue.

CHANGE IN BOARD LOT SIZE

The Board also proposes to change the board lot size for trading from 2,000 Shares to 5,000 Shares upon the commencement of dealing in the Rights Shares, which is expected to be 23 April 2007.

GENERAL

A circular containing, amongst other things, details of the proposed Rights Issue and the Change in Board Lot Size, a letter of recommendation from the Independent Board Committee to the Independent Shareholders, a letter of advice from the Independent Financial Adviser to the Independent Board Committee and the Independent Shareholders on the Rights Issue; and the notice of the SGM will be despatched to the Shareholders as soon as practicable.

SUSPENSION AND RESUMPTION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange was suspended with effect from 9:30 a.m. on Monday, 5 February 2007 pending the issue of this announcement. Application has been made to the Stock Exchange for resumption of trading in the Shares on the Stock Exchange with effect from 9:30 a.m. on Tuesday, 13 February 2007.

RIGHTS ISSUE

Issue Statistics

Basis of Rights Issue	:	Nine (9) Rights Shares for every Share held by the Qualifying Shareholders at the close of business on the Record Date
Number of Shares in issue as at: the Announcement Date	:	12,360,000 Shares
Number of Rights Shares	:	111,240,000 Rights Shares
Subscription price for the Rights Shares	:	HK\$0.1 per Rights Share

As at the Announcement Date, the Company has no derivative, option, warrant and conversion right or other similar right which is convertible into Shares. Pursuant to the Underwriting Agreement, the Company has agreed that it shall not issue any Share or issue any option or other security which carries rights to acquire or convert into Shares (other than the Rights Shares) or repurchase its own Shares from the date of the Underwriting Agreement until after the Latest Time for Acceptance.

Qualifying Shareholders will be assured of receiving the number of Rights Shares accepted if acceptance is made for a number of Rights Shares equals to or less than the number of nil-paid Rights Shares provisionally allotted to them. The Rights Issue is permissible under the bye-laws of the Company.

The Rights Issue is conditional on the Underwriting Agreement becoming unconditional, details of which are set out in the section headed "Conditions of the Underwriting Agreement" below. Accordingly, the Rights Issue may or may not proceed.

Qualifying Shareholders

The Company will send the Prospectus Documents only to the Qualifying Shareholders (but not the Excluded Shareholders) on or about Monday, 26 March 2007. To qualify for the Rights Issue, a Shareholder must be registered as a member of the Company as at the close of business on the Record Date and not be an Excluded Shareholder. In order to be registered as a member of the Company on the Record Date, all transfers of Shares (together with the relevant share certificates) must be lodged with the Company's registrar and its transfer office, Tengis Limited of 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong not later than 4:00 p.m. on Friday, 16 March 2007. As at the Announcement Date, there is no Excluded Shareholder according to the register of members of the Company.

Rights of Excluded Shareholders

If, at the close of business on the Record Date, a Shareholder's address on the register of members of the Company is in a place outside Hong Kong, such Shareholder may not be eligible to take part in the Rights Issue as the Prospectus Documents are not expected to be registered under the applicable securities legislation of any jurisdiction other than Hong Kong and Bermuda.

If at any time on or before the Record Date, there is any Overseas Shareholder, the Directors will make enquiries regarding the legal restrictions under the laws of the relevant place or the requirements of the relevant regulatory body or stock exchange for extending the Rights Issue to such Overseas Shareholder. The Directors will only exclude such Overseas Shareholder from the Rights Issue if it would be necessary or expedient to do so in accordance with Rule 13.36(2)(a) of the Listing Rules. If the Directors, after making enquiries, find it necessary or expedient to exclude such Overseas Shareholder from the Rights Issue, the Company will not make provisional allotment of the nil-paid Rights Shares or allotment of the fully-paid Rights Shares to such Overseas Shareholder. The Company will send copies of the Prospectus to the Excluded Shareholders for their information only, but will not send any PAL to them.

The Company will arrange for the sale of the nil-paid Rights Shares which would otherwise have been provisionally allotted to the Excluded Shareholders as soon as practicable after dealings in nil-paid Rights Shares commence, if a premium, net of expenses, can be obtained therefor. The net proceeds of such sale (less expenses) will be paid to the relevant Excluded Shareholders in Hong Kong dollars pro rata to their shareholdings as soon as possible after the relevant sale, except that the Company will keep individual amounts of less than HK\$100 for its own benefit.

Closure of register of members

The register of members of the Company is expected to be closed from Monday, 19 March 2007 to Friday, 23 March 2007, both dates inclusive, to determine entitlements to participate in the Rights Issue. No transfer of Shares will be registered during this period.

No application for excess Rights Shares

After arm's length negotiation with the Underwriter, the Company has decided that no Qualifying Shareholder is entitled to apply for any Rights Share which is in excess to its assured entitlements.

Any Rights Share not taken up by the Qualifying Shareholders or the transferees of the nil-paid Rights Shares and any unsold entitlements of the Excluded Shareholders will be taken up by the Underwriter.

Fractions of Rights Shares

Given the Rights Issue is on the basis of nine (9) Rights Shares for every Share held by the Qualifying Shareholders on the Record Date, there will be no fraction of Rights Shares.

Subscription price for the Rights Shares

The Subscription Price of HK\$0.1 per Rights Share will be payable in full when a Qualifying Shareholder accepts the Rights Shares or when a transferee of nil-paid Rights Shares subscribes for the Rights Shares, which price represents:

- (a) a discount of 97.50% to the closing price of HK\$4.0 per Share based on the closing price of HK\$0.40 per share of the Company (before the Capital Reorganisation) as quoted on the Stock Exchange on the Last Trading Day;
- (b) a discount of approximately 97.47% to the average closing price of HK\$3.95 per Share based on the closing prices per share of the Company (before the Capital Reorganisation) as quoted on the Stock Exchange for the last five trading days up to and including the Last Trading Day;
- (c) a discount of approximately 97.43% to the average closing price of HK\$3.89 per Share based on the closing prices per share of the Company (before the Capital Reorganisation) as quoted on the Stock Exchange for the last ten trading days up to and including the Last Trading Day;
- (d) a discount of approximately 79.59% to the theoretical ex-entitlement price of HK\$0.49 per Share based on the closing price of HK\$0.40 per share of the Company (before the Capital Reorganisation) as quoted on the Stock Exchange on the Last Trading Day;
- (e) a discount of approximately 97.34% to the audited net asset value of HK\$3.76 per Share based on the audited net asset value of approximately HK\$0.376 per share of the Company (before the Capital Reorganisation) as at 31 December 2005; and

- (f) a discount of approximately 97.99% to the unaudited net asset value of HK\$4.97 per Share based on the unaudited net asset value of approximately HK\$0.497 per share of the Company (before the Capital Reorganisation) as at 30 June 2006.

The Subscription Price was determined after arm's length negotiations between the Company and the Underwriter, with reference to the prevailing market price of the Shares, the unaudited net asset value per share of the Company (before the Capital Reorganisation) of approximately HK\$0.497 as at 30 June 2006, the financial position, performance and prospects of the Company.

As disclosed in the Company's 2004 and 2005 annual reports, the Company has recorded a loss of approximately HK\$0.6 million for the year ended 31 December 2004 and a loss of approximately HK\$0.9 million for the year ended 31 December 2005. However, according to the Company's unaudited interim report for the 6 months ended 30 June 2006, the Company has a profit of approximately HK\$15 million. It is due to the improvement of the Company's certain investments, in particular, its investment in a company whose principal activities are development of solar photovoltaic energy and production of energy related products. Given the accelerating demand for energy and related products worldwide, the Directors expect that the environmental and energy related business will have good prospects and plan to expand its investment in environmental and energy business. Taking this together, the Directors consider by offering the Rights Shares to Shareholders at the Subscription Price, which represents a significant discount to the market price and the net asset value per Share, would encourage them to participate in the Rights Issue and would enhance the Company's improving performance and future growth.

Status of the Rights Shares

The fully-paid Rights Shares, when issued and allotted, will rank pari passu in all respects with the issued Shares. Holders of the fully-paid Rights Shares will be entitled to receive all future dividends and distributions declared, made or paid on or after the date of allotment and issue of the Rights Shares in their full-paid form.

Share certificates

Subject to the fulfillment of the conditions of the Rights Issue, certificates for all the fully-paid Rights Shares are expected to be posted on or before Thursday, 19 April 2007 to those who have accepted and paid in full for the Rights Shares at their risk.

Application for listing and dealings

The Company will apply to the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the Rights Shares in both their nil-paid and fully paid forms. Dealings in the Rights Shares in both their nil-paid and fully-paid forms will be subject to the payment of stamp duty and any other applicable fees and charges in Hong Kong.

Undertaking from Mr. Li

Mr. Li, who is beneficially interested in 1,810,000 Shares, representing approximately 14.64% of the total issued share capital of the Company as at the Announcement Date, has given an irrevocable undertaking to accept or procure acceptance for all the 16,290,000 Rights Shares to be provisionally allotted to him pursuant to the Rights Issue. Assuming all the Rights Shares subject to the above undertaking have been fully allotted and issued to Mr. Li, Mr. Li's total shareholdings after the Rights Issue would amount to 18,100,000 Shares representing approximately 14.64% of the total issued share capital of the Company as enlarged by the Rights Issue.

UNDERWRITING ARRANGEMENTS

The Company entered into the Underwriting agreement with the Underwriter on 8 February 2007. The Company had originally scheduled to sign an underwriting agreement on 5 February 2007 as the Company and the proposed underwriter had already reached an agreement on the principal terms of the underwriting agreement. However, certain terms of underwriting agreement had to be finalized and the Underwriting Agreement could only be signed on 8 February 2007.

As at the Announcement Date, the Underwriter does not have any shareholding in the Company and is not a connected person of the Company. Any Rights Share not taken up by the Qualifying Shareholders or the transferees of the nil-paid Rights Shares will be fully underwritten by the Underwriter pursuant to the terms of the Underwriting Agreement as described below.

Underwriting Agreement

Date:	8 February 2007								
Underwriter:	Kingston Securities Limited, who and its beneficial owners are third parties independent of and not connected with the Company and its connected persons								
Number of Rights Shares: underwritten or undertaken to be accepted	<table><thead><tr><th></th><th style="text-align: right;">Number of Rights Shares</th></tr></thead><tbody><tr><td>Rights Shares undertaken to be accepted by Mr. Li</td><td style="text-align: right;">16,290,000</td></tr><tr><td>Underwritten Shares</td><td style="text-align: right;"><u>94,950,000</u></td></tr><tr><td>Total</td><td style="text-align: right;"><u>111,240,000</u></td></tr></tbody></table>		Number of Rights Shares	Rights Shares undertaken to be accepted by Mr. Li	16,290,000	Underwritten Shares	<u>94,950,000</u>	Total	<u>111,240,000</u>
	Number of Rights Shares								
Rights Shares undertaken to be accepted by Mr. Li	16,290,000								
Underwritten Shares	<u>94,950,000</u>								
Total	<u>111,240,000</u>								
Commission:	2.5% of the aggregate Subscription Price in respect of the total number of the Underwritten Shares. The Directors (including the independent non-executive Directors) consider that the rate of commission is fair and reasonable.								

Pursuant to the Underwriting Agreement, the Underwriter agrees to subscribe for or procure subscribers to subscribe for all Shortfall Underwritten Shares. The Underwriter shall use its reasonable endeavours to ensure that the subscribers procured by it to subscribe for the Shortfall Underwritten Shares shall be third parties who (i) are not connected persons of the Company; and (ii) are not acting in concert with any connected persons of the Company and their respective associates.

Termination of the Underwriting Agreement and *force majeure* If at any time prior to the Latest Time for Termination:

- (a) the Underwriter becomes aware of the fact that there shall develop, occur, exist or come into effect:
- (i) any new law or regulation or any change in existing laws or regulations in Hong Kong or any other place that is the place of incorporation of the Company, or in which the Company conducts or carries on business; or
 - (ii) any significant change (whether or not permanent) in local, national or international economic, financial, political or military conditions; or
 - (iii) any significant change (whether or not permanent) in local, national or international securities market conditions (any moratorium, suspension or material restriction on trading in shares or securities generally on the Stock Exchange due to exceptional financial circumstances or otherwise) or exchange controls; or
 - (iv) any event of force majeure including, without limiting the generality thereof, any act of God, war, riot, public disorder, civil commotion, fire, flood, explosion, epidemic, terrorism, strike or lock-out.

and in the reasonable opinion of the Underwriter, such change has or would have a material and adverse effect on the business, financial or trading position or prospects of the Company or the success of the Rights Issue or make it inadvisable or inexpedient to proceed with the Rights Issue; or

- (b) there comes to the notice of the Underwriter that the Company has committed any breach of or omits to observe any of its obligations or undertakings under the Underwriting Agreement, and such breach or omission will have a material and adverse effect of the business, financial or trading position or prospect of the Company or the success of the Rights Issue or make it inadvisable or inexpedient to proceed with the Rights Issue,

then the Underwriter may terminate the Underwriting Agreement without liability to the Company by giving notice in writing to the Company, served prior to the Latest Time for Termination.

Conditions of the Underwriting Agreement

The Underwriting Agreement is conditional, amongst other things, on:

- (a) the passing of the relevant resolution by the Independent Shareholders at the SGM approving the Rights Issue on or before the Prospectus Posting Date;

- (b) the Listing Committee of the Stock Exchange having granted or having agreed to grant in principle (subject to such conditions as imposed by the Stock Exchange) the listing of and permission to deal in all the Rights Shares (in both nil-paid and fully-paid forms), and such listing and permission not subsequently being revoked or withdrawn prior to the Latest Time for Termination;
- (c) the filing and registration of all documents relating to the Rights Issue, which are required by law to be filed or registered with the Registrar of Companies in Hong Kong and/or the Registrar of Companies in Bermuda on or before the Prospectus Posting Date;
- (d) the posting of the Prospectus Documents to the Qualifying Shareholders on the Prospectus Posting Date;
- (e) the obligations of the Underwriter under the Underwriting Agreement not being terminated by the Underwriter pursuant to the terms thereof on or before the Latest Time for Termination; and
- (f) the trading of the Shares on the Stock Exchange not having been suspended for more than five (5) consecutive Business Days at any time prior to the Latest Time for Acceptance (excluding any suspension in connection with the clearance of this announcement, the circular in respect of the SGM (accompanied by the proxy form for use therein) and the Prospectus Documents or other announcements or circulars in connection with, among other things, the Rights Issue.

The Underwriter may waive condition (f) above or extend the deadline for the fulfillment of such condition in its sole and absolute discretion. Save for condition (f) above, none of the above conditions can be waived. If the conditions referred to above are not satisfied and/or waived in whole or in part by the Underwriter by the time set out in the respective conditions, the Underwriting Agreement shall terminate and the Rights Issue will not proceed. In case the Rights Issue does not proceed, the Company will not be liable for the underwriting commission of the Underwritten Shares. However, the Company will still be liable to any cost and expense of the legal and other professional advisers incurred in relation to the Rights Issue.

SHAREHOLDING IN THE COMPANY

The following table sets out the shareholding structure of the Company as at the Announcement Date and upon completion of the Rights Issue, assuming different levels of acceptance of the Rights Shares by the Shareholders on or before the Record Date:

	Existing shareholding as at the Announcement Date		Shareholding upon completion of the Rights Issue assuming subscription by the Shareholders of Rights Shares			
	No. of Shares	(%)	0% (Note 1)		100% (Note 2)	
			No. of Shares	(%)	No. of Shares	(%)
Mr. Li (Note 3)	1,810,000	14.64	18,100,000	14.64	18,100,000	14.64
<u>Public</u>						
The Underwriter (Note 4)	–	–	94,950,000	76.82 (Note 5)	–	–
Other public Shareholders	10,550,000	85.36	10,550,000	8.54	105,500,000	85.36
	10,550,000	85.36	105,500,000	85.36	105,500,000	85.36
Total	12,360,000	100.00	123,600,000	100.00	123,600,000	100.00

Notes:

1. Assuming that no Qualifying Shareholder (except Mr. Li) or transferee of nil-paid Rights Shares will take up its provisional entitlements under the Rights Issue and all the Underwritten Shares will be taken up by the Underwriter (see also note 5 below).
2. Assuming that all Qualifying Shareholders and transferees of the nil-paid Rights Shares will take up their provisional entitlements under the Rights Issue.
3. Mr. Li has given an irrevocable undertaking to accept or procure acceptance for all the Rights Shares to be provisionally allotted to him pursuant to the Rights Issue.

4. Pursuant to the Underwriting Agreement, the Underwriter undertook to the Company that it shall use its reasonable endeavours to ensure that the subscribers procured by it for the Shortfall Underwritten Shares shall be third parties who (i) are not connected persons of the Company; and (ii) are not acting in concert with any connected persons of the Company and their respective associates.
5. Pursuant to the Underwriting Agreement, the Underwriter shall, in fulfilment of the Underwriting obligations to subscribe for (or procure subscribers to subscribe for) any Underwritten Share, take appropriate steps to ensure that any of the sub-underwriters, placees, subscribers or itself, together with parties acting in concert with any of them (if any) will not become a substantial Shareholder (i.e. having or owning more than 12,360,000 Shares, which represents 10% of the then entire issued share capital of the Company as enlarged by the Rights Issue) immediately after completion of the Rights Issue. The Underwriter will request each of the sub-underwriters to undertake that each of the subscribers procured by them will not be beneficially having or owning more than 12,360,000 Shares as a result of the placing under the sub-underwriting.

To the best knowledge of the Directors having made all reasonable enquiry, the Underwriter will use its best endeavours to procure that it will enter into sub-underwriting agreements with the sub-underwriters soon after the signing of the Underwriting Agreement to the effect that each of the Underwriter, sub-underwriters and its placees and parties acting in concert with any of them will not own 10% or more of the enlarged issued share capital of the Company immediately after completion of the Rights Issue. In the event that there are not sufficient subscribers and there arises any new substantial shareholder (as defined in the Listing Rules) of the Company after the completion of the Rights Issue, the Company may consider to accept such new substantial shareholders, provided that such subscriber(s) undertake(s) to the Company that he/she/it will not nominate or procure others to nominate any new director to the Company so that the continuance of the management of the Company will be maintained. However, if there are not sufficient subscribers and thus, the Underwriter, any sub-underwriter or subscribers together with each of their concert parties may own 30% or more of the issued share capital of the Company after completion of the Rights Issue, the Rights Issue will not proceed due to Rule 21.04(4) of the Listing Rules.

WARNING OF THE RISKS OF DEALING IN SHARES

Trading of Shares on ex-entitlement basis is expected to commence on Thursday, 15 March 2007, and dealing in the Rights Shares in their nil-paid form is expected to take place from Wednesday, 28 March 2007 to Wednesday, 4 April 2007 (both dates inclusive). Any person contemplating buying or selling of the Shares from now up to the date on which all conditions of the Rights Issue are fulfilled and dealing in the Rights Shares in their nil-paid form between Wednesday, 28 March 2007 and Wednesday, 4 April 2007 (both dates inclusive) will bear the risk that the Rights Issue may not become unconditional and may not proceed. Investors should seek professional advice regarding dealings in Shares and nil-paid Rights Shares if they are in any doubt.

EXPECTED TIMETABLE

Set out below is the expected timetable for the Rights Issue. **This timetable is indicative only and may be varied by agreement between the Company and the Underwriter. Any consequential changes to the expected timetable will be published by way of public announcement.**

2007

Despatch of circulars and proxy forms in relation to the SGM to the Shareholders	Tuesday, 6 March
Last day of dealings in the Shares on a cum-entitlement basis	Wednesday, 14 March
First day of dealings in the Shares on an ex-entitlement basis	Thursday, 15 March
Latest time for lodging transfer of Shares for entitlement to the Rights Issue	4:00 p.m. on Friday, 16 March
Latest time for lodging proxy forms for the SGM	11:00 a.m. on Wednesday, 21 March
Book closure period (both days inclusive)	Monday, 19 March to Friday, 23 March
SGM	11:00 a.m. on Friday, 23 March
Record Date	Friday, 23 March
Register of members re-opens	Monday, 26 March
Announcement of results of SGM	Monday, 26 March
Despatch of Prospectus Documents	Monday, 26 March
First day of dealings in nil-paid Rights Shares	Wednesday, 28 March
Latest time for splitting nil-paid Rights Shares	4:00 p.m. on Friday, 30 March

Last day of dealings in nil-paid Rights Shares	Wednesday, 4 April
Latest time for payment for and acceptance of the Rights Shares	4:00 p.m. on Thursday, 12 April
Rights Issue becomes unconditional	4:00 p.m. on Tuesday, 17 April
Announcement on results of the Rights Issue appears on newspaper	Thursday, 19 April
Despatch of share certificates for Rights Shares	Thursday, 19 April
Dealings in Rights Shares expected to commence	Monday, 23 April

Note: All times refer to Hong Kong local times

REASONS FOR THE RIGHTS ISSUE

The Company had not conducted any fund raising activity in the 12 months immediately before the Announcement Date. The Directors consider that the Rights Issue represents an opportunity to raise equity capital for the Company for furthering its investment objectives and to make timely investment when investment opportunities arise.

In view of the current improving market conditions with numerous sizeable equity fund raising activities in the past two years, the Directors consider that it is prudent and more desirable to finance the Company's investment and long term growth by way of equity rather than debt.

Given that the Rights Issue would enable the existing Shareholders (save for the Excluded Shareholders) to maintain their relative percentage interests in the Company among themselves, which in contrast with a private placement of Shares which will result in dilution of existing Shareholders' interests in the Company, the Directors have decided to proceed with the Rights Issue.

In addition, the Rights Issue allows the Qualifying Shareholders to participate in the future growth and development of the Company including the Company's diversified investments in environmental and energy related business and would at the same time enlarge the capital base of the Company. The Directors consider that the terms of the Rights Issue are fair and reasonable and it is in the interests of the Company and its Shareholders as a whole to raise capital through Rights Issue.

USE OF PROCEEDS

The estimated net proceeds of the Rights Issue will be approximately HK\$10 million, all of which will be used for future investments. The Board proposes to use the proceeds of the Rights Issue for investment in listed or private companies whose principal activities are environmental and energy related activities. At present, there is no specified investment or potential investment identified by the Company.

CHANGE IN BOARD LOT SIZE

The Board proposes to change the board lot size of trading from 2,000 Shares to 5,000 Shares upon the commencement of dealing in the Rights Shares, which is expected to be 23 April 2007.

INFORMATION ON THE COMPANY

The Company is an investment company whose shares are listed on the Stock Exchange pursuant to Chapter 21 of the Listing Rules. The Company is engaged principally in the investments in listed and unlisted companies established in the People's Republic of China, Hong Kong, Taiwan, Australia and the United States.

GENERAL

In accordance with the Listing Rules, the Rights Issue must be made conditional on approval by Shareholders in general meeting by a resolution on which the Controlling Shareholders and their associates or, where there is no Controlling Shareholder, the Directors (excluding independent non-executive Directors) and the chief executive of the Company and their respective associates shall abstain from voting in favour. As at the Announcement Date, to the best knowledge of the Directors having made all reasonable enquiry, the Company does not have any Controlling Shareholder, but Mr. Li, being an executive Director, legally and beneficially owns 1,810,000 Shares. Save for Mr. Li, none of the Directors owns any Share. On the aforesaid basis, Mr. Li and his associates will abstain from voting in favour of the resolution to approve the Rights Issue at the SGM.

An Independent Board Committee will be appointed to make recommendations to the Independent Shareholders in respect of voting on the resolution to approve the Rights Issue at the SGM by way of poll. An Independent Financial Adviser will be appointed by the Company to advise the Independent Board Committee and the Independent Shareholders regarding the Rights Issue.

A circular containing, among other things, details of the Rights Issue and the Change in Board Lot Size, the recommendation of the Independent Board Committee to the Independent Shareholders in relation to the Rights Issue, the advice from the Independent Financial Adviser to the Independent Board Committee and the Independent Shareholders in respect of the Rights Issue and the notice of the SGM will be despatched to the Shareholders as soon as practicable.

The Board noted the increase in the trading volume of the shares of the Company on 2 February 2007 and wishes to state that the Board is not aware of any reason for such increase.

Reference is made to the announcement of the Company dated 24 November 2006. The investment management agreement entered into between the Company and United Gain Investment Limited expired on 31 December 2006. As such, the Company is in the process of appointing a new investment manager. As at the Announcement Date, the Company has not yet appointed a new investment manager. Save for the Capital Reorganisation, negotiations in respect of the aforesaid change of the investment manager of the Company and the proposed Rights Issue as disclosed in this announcement, the Board confirms that there is no negotiation or agreement relating to intended acquisitions or realisations which is discloseable under Rule 13.23 of the Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

SUSPENSION AND RESUMPTION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange was suspended with effect from 9:30 a.m. on Monday, 5 February 2007 pending the issue of this announcement. Application has been made to the Stock Exchange for resumption of trading in the Shares on the Stock Exchange with effect from 9:30 a.m. on Tuesday, 13 February 2007.

DEFINITIONS

The following defined terms are used in this announcement:

“Announcement Date”	12 February 2007, date of this announcement
“associates”	has the meaning ascribed thereto in the Listing Rules
“Board”	the board of Directors
“Business Day”	a day on which banks in Hong Kong are open for general business other than a Saturday or Sunday or a day on which a black rainstorm warning or tropical cyclone warning signal number 8 or above is hoisted in Hong Kong at any time between 9:00 a.m. and 12:00 noon and is not lowered at or before 12:00 noon
“Capital Reorganisation”	the proposed capital reorganisation of the Company, involving the consolidation of every 10 shares of the Company of HK\$0.1 each into 1 consolidated share of HK\$1.0 each; the reduction of the nominal value of the issued consolidated share from HK\$1.0 to HK\$0.01 per Share; the subdivision of each authorized but unissued consolidated share into 100 Shares; and the cancellation of the entire amount standing to the credit of the share premium account of the Company as at 30 June 2006, details of which were set out in the circular of the Company dated 15 December 2006
“Change in Board Lot Size”	the proposed change in the board lot size for trading of the Company from 2,000 Shares to 5,000 Shares

“Company”	China Treasure (Greater China) Investments Limited, an exempted company continued into Bermuda with limited liability, the shares of which are listed on the Stock Exchange
“connected person(s)”	has the meaning ascribed thereto in the Listing Rules
“Controlling Shareholder(s)”	has the meaning ascribed thereto in the Listing Rules
“Director(s)”	the director(s) of the Company
“Excluded Shareholder(s)”	those Overseas Shareholder(s) whom the Directors, after making relevant enquiry as required under the Listing Rules, consider their exclusion from the Rights Issue to be necessary or expedient on account either of the legal restrictions under the law of the relevant place or the requirements of the relevant regulatory body or stock exchange in that place
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Independent Board Committee”	the independent board committee of the Company to be appointed to make recommendations to the Independent Shareholders in respect of the Rights Issue
“Independent Financial Adviser”	the independent financial adviser to be appointed to advise the Independent Board Committee and the Independent Shareholders in respect of the Rights Issue
“Independent Shareholders”	Shareholders other than Mr. Li and his associates
“Last Trading Day”	Friday, 2 February 2007, the last day on which the shares of the Company were traded on the Stock Exchange immediately preceding the publication of this announcement
“Latest Time for Acceptance”	4:00 p.m. on Thursday, 12 April 2007 or such later date as may be agreed by the Company and the Underwriter
“Latest Time for Termination”	4:00 p.m. on Tuesday, 17 April 2007, being the third Business Day after the Latest Time for Acceptance of the Rights Shares
“Listing Rules”	Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited
“Mr. Li”	Mr. Li Ji Ning, an executive director and the chairman of the Company, and the legal and beneficial owner of 1,810,000 Shares as at the Announcement Date
“Overseas Shareholder(s)”	Shareholder(s) whose name(s) appear(s) on the register of members of the Company on the Record Date and whose registered address(es) on that date is/are in (a) place(s) outside Hong Kong
“PAL(s)”	the provisional allotment letter(s) to be used in connection with the Rights Issue
“Prospectus”	a prospectus containing details of the Rights Issue to be issued by the Company
“Prospectus Documents”	the Prospectus and PAL
“Prospectus Posting Date”	Monday, 26 March 2007, or such other date as may be agreed by the Company and the Underwriter

“Qualifying Shareholder(s)”	Shareholder(s), other than the Excluded Shareholder(s), whose name(s) appear(s) on the register of members of the Company at the close of business on the Record Date
“Record Date”	Friday, 23 March 2007, the date by reference to which entitlements under the Rights Issue will be determined
“Rights Issue”	the issue of the Rights Shares on the basis of nine (9) Rights Shares for every Share held on the Record Date at the Subscription Price
“Rights Shares”	111,240,000 new Shares to be issued under the Rights Issue
“SGM”	the special general meeting of the Company to be convened and held for the approving, amongst other things, the Rights Issue
“Share(s)”	share(s) of HK\$0.01 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Shortfall Underwritten Shares”	the Underwritten Shares not accepted by Shareholders or transferees of the nil-paid Rights Shares for which duly completed PALs (accompanied by cheques or banker’s cashier orders for the full amount payable on application which are honoured on first or, at the option of the Company, subsequent presentation) have not been lodged for acceptance, or received, as the case may be, on or before the Latest Time for Acceptance of the Rights Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Subscription Price”	the subscription price of HK\$0.1 per Rights Share pursuant to the Rights Issue
“Underwriter”	Kingston Securities Limited, a company incorporated in Hong Kong
“Underwriting Agreement”	the agreement dated 8 February 2007 entered into between the Company and the Underwriter relating to the underwriting in respect of the Rights Issue
“Underwritten Shares”	94,950,000 Rights Shares, being all the Rights Shares issued in the Rights Issue less those Rights Shares to be provisionally allotted to Mr. Li on an assured basis which have been undertaken to be accepted and subscribed by him
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“%”	per cent

By Order of the Board
China Treasure (Greater China) Investments Limited
Chu Wai Lim
Executive Director

Hong Kong, 12 February 2007

As at the date hereof, the executive directors of the Company are Mr. Li Ji Ning, Mr. Ma Kam Fook, Robert, Mr. Chu Wai Lim and Mr. Lau Shun Chi Benjamin; the independent non-executive directors of the Company are Ms. Yin Ling, Mr. Shiu Kwok Keung and Mr. Chen Man Lung.

“Please also refer to the published version of this announcement in The Standard.”