

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims 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 CHENGTONG DEVELOPMENT GROUP LIMITED

中國誠通發展集團有限公司

(incorporated in Hong Kong with limited liability)

(Stock code: 217)

DELAY IN DESPATCH OF CIRCULAR

Reference is made to the Announcement dated 7 February 2006 in relation to the Disposal, which constituted a major transaction for the Company under the Listing Rules. As more time is required for the preparation of the Circular, the despatch of the Circular will be postponed. It is currently expected that the Circular will be despatched to the Company's shareholders no later than 21 March 2006.

Reference is made to the announcement (“**Announcement**”) of China Chengtong Development Group Limited (“**Company**”) dated 7 February 2006 in relation to the Disposal, which constituted a major transaction for the Company under the Listing Rules. Unless otherwise stated, terms used in this announcement shall have the same meanings as defined in the Announcement.

Pursuant to Rule 14.38 of the Listing Rules, the Company must send a circular (“**Circular**”) containing further details of the Disposal and the financial information of the Group and arrange for its publication with 21 days after the publication of the Announcement, being no later than 28 February 2006.

As more time is required for the finalisation of the financial information of the Group, including its indebtedness statement and the statement containing a discussion and analysis of the Group's performance and the material factors underlying its results and financial position, for inclusion in the Circular, the despatch of the Circular will be postponed. It is currently expected that the Circular will be despatched to the Company's shareholders no later than 21 March 2006.

The Company has applied to the Stock Exchange for a waiver from strict compliance with Rule 14.38 of the Listing Rules by extending the despatch date of the Circular to no later than 21 March 2006.

As at the date of this announcement, the executive Directors are Mr. Zhang Guotong and Mr. Wang Hongxin; the non-executive Directors are Mr. Ma Zhengwu, Mr. Hong Shuikun, Mr. Gu Laiyun and Ms. Xu Zhen; the independent non-executive Directors are Mr. Kwong Che Keung, Gordon, Mr. Tsui Yiu Wa, Alec and Mr. Lao Youan.

By order of the board of directors of
China Chengtong Development Group Limited
Zhang Guotong
Managing Director

Hong Kong, 27 February 2006