

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 MERCHANTS CHINA DIRECT INVESTMENTS LIMITED

招商局中國基金有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 133)

VOLUNTARY DISCLOSURE

CAPITAL INJECTION INTO HUAER OPTOELECTRONIC

China Merchants China Direct Investments Limited (the “**Company**”) announces that on 7 September 2010, Shenzhen Tian Zheng Investment Co., Ltd. (“**Tian Zheng**”), a wholly owned subsidiary of the Company entered into an agreement with Yangzhou Huaer Optoelectronic Material Co., Ltd. (“**Huaer Optoelectronic**”), Mr. Chen Baochang (“**Mr. Chen**”) and an investor, pursuant to which Tian Zheng and such investor agreed to make capital injection of RMB15,000,000 and RMB5,000,000 in cash, respectively, into Huaer Optoelectronic.

According to the information provided by Huaer Optoelectronic, as at the date of this announcement, the equity interest of Huaer Optoelectronic is held as to 50.67% by Mr. Chen and as to 49.33% by five other shareholders. Upon completion of the capital injection, the equity interest of the enlarged capital of Huaer Optoelectronic will be held as to 45.60% by Mr. Chen and as to 7.50% by Tian Zheng. Mr. Chen will continue to be the single largest shareholder of Huaer Optoelectronic.

Huaer Optoelectronic is principally engaged in the R&D and production of high purity silica crucibles, and is a China’s manufacturer producing silica crucibles with rather comprehensive specifications and having scale production capability for 28-inch silica crucibles. The silica crucible products manufactured by Huaer Optoelectronic are expendable raw material necessarily required to produce single crystalline silicon ingot, which is principally in turn used to produce single crystalline silicon solar cell, and semiconductor chip. The production of each single crystalline silicon ingot requires a silica crucible. Due to reliability of the quality, many leading China’s solar cell component manufacturers use the silica crucible products manufactured by Huaer Optoelectronic. The Company believes that Huaer Optoelectronic will continue to benefit from its advantages such as reliable quality, comprehensive product specifications, good relationships with customers and suppliers, and also the growth of the solar cell market.

Further to the Company's investment in Wuhan Rixin Technology Co., Ltd., the capital injection into Huaer Optoelectronic represents the second investment project of the Company in the new energy industry, a preferred investment area by the Company. The Company believes that the investment in Huaer Optoelectronic would optimise its investment portfolio and lays down the foundation of future investment in the new energy industry.

For and on behalf of
CHINA MERCHANTS CHINA DIRECT
INVESTMENTS LIMITED
ZHOU Linda Lei
Director

Hong Kong, 7 September 2010

As at the date hereof, the Board of Directors of the Company comprises ten Directors, of which five are Executive Directors, namely Mr. LI Yinquan, Mr. HONG Xiaoyuan, Mr. CHU Lap Lik, Victor, Ms. ZHOU Linda Lei and Mr. TSE Yue Kit; one is Non-executive Director, namely Mr. KE Shifeng; and four are Independent Non-executive Directors, namely Mr. KUT Ying Hay, Mr. WANG Jincheng, Mr. LI Kai Cheong, Samson and Mr. LIU Baojie. In addition, Ms. KAN Ka Yee, Elizabeth is the Alternate Director to Mr. CHU Lap Lik, Victor.