



越 秀 交 通 有 限 公 司
GZI Transport Limited

(Incorporated in Bermuda with limited liability)

(Stock code: 1052)

Announcement

Public Float

As disclosed in the Second Announcement, the Company expected to restore its public float to the minimum prescribed level of 25% as required under the Listing Rules by the end of June 2008. However, by reason of the sluggish stock market conditions, the Company has yet to restore its public float. Up to the date of this announcement, approximately 17.63% of the issued Shares are held by the public.

Based on the prevailing circumstances, the Company currently expects to restore its public float to the prescribed minimum level of 25% or above by the end of December 2008.

Reference is made to (i) the prospectus (“**Prospectus**”) of GZI Transport Limited (the “**Company**”) dated 7 August 2007 in relation to an open offer of the Company; (ii) the announcement of the Company dated 27 August 2007 (“**First Announcement**”) in relation to the results of such open offer; and (iii) the announcement of the Company dated 17 March 2008 (“**Second Announcement**”). Unless the context requires otherwise, terms used in this announcement shall have the same meanings as defined in the First Announcement, and if not, the Prospectus.

As disclosed in the Second Announcement, the Company expected to restore its public float to the minimum prescribed level of 25% as required under the Listing Rules by the end of June 2008. However, by reason of the sluggish stock market conditions, the Company has yet to restore its public float. Up to the date of this announcement, approximately 17.63% of the issued Shares are held by the public.

The Company has every intention to honour its undertaking as disclosed in the First Announcement. The Company will continue to consider and pursue alternatives to restore its public float as soon as practicable including requesting its controlling Shareholders (including Yue Xiu, Guangzhou Investment and the Four Subsidiaries) to place down their shareholding interests in the Company and/or issue of new Shares by the Company, and will make sure that such alternatives are in the interests of the Company and the Shareholders as a whole.

Based on the prevailing circumstances, the Company currently expects to restore its public float to the prescribed minimum level of 25% or above by the end of December 2008. Further announcement will be made by the Company on the restoration of public float as and when appropriate.

By order of the Board
GZI Transport Limited
OU Bingchang
Chairman

Hong Kong, 14 July 2008

As at the date of this announcement, the Board comprises:

Executive Directors:	OU Bingchang (Chairman), LI Xinmin, QIAN Shangning, LIANG Ningguang, LIANG Yi, CAI Tielong, HE Zili, YUAN Hongping, CHEN Guanzhan, ZHANG Siyuan, LUO Jinbiao and ZHANG Huping
Independent Non-executive Directors:	FUNG Ka Pun, LAU Hon Chuen Ambrose and CHEUNG Doi Shu