CHINA ENVIRONMENTAL RESOURCES GROUP LIMITED
中國環境資源集團有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1130)

UNUSUAL PRICE AND TRADING VOLUME MOVEMENTS

This statement is made at the request of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

We have noted the recent fluctuation in the price and increase trading volume of the shares of China Environmental Resources Group Limited (the "**Company**") and wish to state that we are not aware of any reasons for such fluctuation or increase, save for the postponement of Board meeting from 27 October 2010 to 28 October 2010 in relation to the announcement of the Company and its subsidiaries' final results for the year ended 30 June 2010.

Save as disclosed above, the Board confirms that there are no negotiations or agreements relating to intended acquisitions or realisations, which are 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.

Made by the order of the Board, the Directors of which individually and jointly accept responsibility for the accuracy of this statement

By Order of the Board
China Environmental Resources Group Limited
Kam Yuen
Chairman

Hong Kong, 26 October 2010

As at the date of this announcement, the Board comprises three executive directors, namely Ms. Kam Yuen (Chairman and Chief Executive Officer), Mr. Kwok Wai, Wilfred and Mr. Leung Kwong Choi; and three independent non-executive directors, namely Mr. Cheung Ngai Lam, Mr. Wong Kwai Sang and Mr. Christopher David Thomas.