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中國水務地產集團有限公司

CHINA WATER PROPERTY GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2349)

CHANGE OF DIRECTORS

RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board wishes to announce that with effect from 16 August 2010, Ms. Li has resigned as an independent non-executive Director and member of the audit committee, remuneration committee and nomination committee of the Company.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTORS

The Board further announce that Mr. Chan and Mr. Wong have been appointed as independent non-executive Directors, members of the audit committee, remuneration committee and nomination committee of the Company with effect from 16 August 2010.

The Board would like to take this opportunity to express its warmest welcome to Mr. Chan and Mr. Wong for their joining to the Board.

The board (the “**Board**”) of the directors (the “**Directors**”) of China Water Property Group Limited (the “**Company**”) announces that with effect from 16 August 2010, Ms. Li Ling (“**Ms. Li**”) has resigned as an independent non-executive Director (“**INED**”) and member of the audit committee, remuneration committee and nomination committee of the Company as she will join the Company as an employee. The Board is also pleased to announce that Mr. Chan Pok Hiu (“**Mr. Chan**”) and Mr. Wong Chi Ming (“**Mr. Wong**”) have been appointed as INEDs, members of the audit committee, remuneration committee and nomination committee of the Company with effect from 16 August 2010.

RESIGNATION OF INED

Ms. Li has confirmed that there is no disagreement with the Board and there is no other matter which needs to be brought to the attention of the shareholders of the Company and/or The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) in respect of her resignation.

The Board would like to take this opportunity to express its gratitude to Ms. Li for her valuable contribution to the Company during her tenure of office.

APPOINTMENT OF INEDS

Mr. Chan

Mr. Chan, aged 43, is a seasoned investment banker with more than 16 years of proven track record. He has held many senior positions in various renowned international banks. While he has mainly focused his efforts on PRC deal making in recent years, he has accumulated vast experience in back office support, business management and risk control functions.

Mr. Chan has spent the last 6 years with Standard Bank Group. As a core member of Asia Originations Team at Standard Bank Asia Limited, Mr. Chan is Responsible for originate, structure and distribute deals which cover product areas such as Investment Banking (i.e. lending), Global Markets (i.e. equities derivatives), Resource Banking (i.e. mining project financing) and Private Equities.

Before joining Standard Bank, Mr. Chan had been the Operations Director and Alternate Chief Executive for Fleet National Bank, Hong Kong Branch (now part of Bank of America), responsible for the overall policy-making, direction, co-ordination, planning and control of the Branch. Previously, Mr. Chan had been with Merrill Lynch (Asia Pacific) Limited, responsible for supporting the Equities Derivatives area. Prior to Merrill Lynch, he had been with UBS as an analyst. Mr. Chan started his professional career at Chase Manhattan Bank headquarters in New York, acting as internal auditor.

Mr. Chan holds a BBA and a MBA degree from Baruch College of City University of New York.

Mr. Chan is not connected with any directors, senior management, substantial shareholders or controlling shareholders of the Company (within the meaning of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”). As at the date of this announcement, Mr. Chan does not have any interests in the securities in the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Save as disclosed, Mr. Chan did not hold any positions in the Company or any of its subsidiaries and did not hold any directorships in any other listed companies on the Stock Exchange and any other stock exchange in the three years preceding the date of this announcement.

Mr. Chan will enter into a letter of appointment with the Company with term of service to be determined, subject to retirement by rotation and re-election at the general meetings of the Company pursuant to the articles of association (the “**Articles**”). Mr. Chan will be entitled to an emolument which will be determined after arm’s length negotiation between both parties with reference to his duties and responsibilities with the Company.

The details of Mr. Chan’s term of service and amount of emolument entitled to will be disclosed separately in due course.

Save as disclosed above, there are no other matters about the appointment of Mr. Chan as an INED which are required to be disclosed pursuant to paragraphs (h) to (v) of Rule 13.51(2) of the Listing Rules nor are there other matters that need to be brought to the attention of the shareholders of the Company.

Mr. Wong

Mr. Wong, aged 34, graduated from the Hong Kong Polytechnic University with a Bachelor of Arts Degree in Accountancy. He has over 10 years of extensive experience in the fields of audit, accounting, taxation and corporate finance. He is a member of the Hong Kong Institute of Certified Public Accountants. He is currently a practicing director of a Hong Kong based medium size certified public accountants firm.

Mr. Wong is not connected with any directors, senior management, substantial shareholders or controlling shareholders of the Company (within the meaning of the Listing Rules). As at the date of this announcement, Mr. Wong does not have any interests in the securities in the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Save as disclosed, Mr. Wong did not hold any positions in the Company or any of its subsidiaries and did not hold any directorships in any other listed companies on the Stock Exchange and any other stock exchange in the three years preceding the date of this announcement.

Mr. Wong will enter into a letter of appointment with the Company with term of service to be determined, subject to retirement by rotation and re-election at the general meetings of the Company pursuant to the Articles of the Company. Mr. Wong will be entitled to an emolument which will be determined after arm's length negotiation between both parties with reference to his duties and responsibilities with the Company. The details of Mr. Wong's term of service and amount of emolument entitled to will be disclosed separately in due course.

Save as disclosed above, there are no other matters about the appointment of Mr. Wong as an INED which are required to be disclosed pursuant to paragraphs (h) to (v) of Rule 13.51(2) of the Listing Rules nor are there other matters that need to be brought to the attention of the shareholders of the Company.

The Board would like to take this opportunity to express its warmest welcome to Mr. Chan and Mr. Wong for their joining to the Board.

Upon the appointment of Mr. Chan and Mr. Wong, the Company will have complied with the requirements under Rules 3.10 and 3.21 of the Rules Governing the Listing of Securities on the Stock Exchange regarding having at least three INEDs and the Audit Committee of the Company comprising a minimum of three members, in each case, at least one of them has the appropriate qualifications or accounting or related financial management expertise.

By order of the Board
China Water Property Group Limited
Wang Wenxia
Vice-Chairman

Hong Kong, 16 August 2010

* *The English translation of Chinese names or words in this announcement is included for information purpose only, and should not be regarded as the official English translation of such Chinese names or words.*

As at the date of this announcement, the Board comprises Mr. But Ka Wai (Chairman), Ms. Wang Wenxia (Vice Chairman) and Mr. Ren Qian as executive Directors, Mr. Zhou Kun as non-executive Director and Mr. Chen Ziqiang, Mr. Chan Pok Hiu and Mr. Wong Chi Ming as independent non-executive Directors.