香 港 交 易 所

Monthly Return of Equity Issuer on Movements in Securities

For the month ended (dd/mm/yyyy) :   31/12/2010

To : Hong Kong Exchanges and Clearing Limited

Name of Issuer   China Water Property Group Limited

Date Submitted   4 January 2011

I. Movements in Authorised Share Capital

1. Ordinary Shares

(1) Stock code :   02349   Description :   Water Property

	No. of ordinary shares	Par value (HK$)	Authorised share capital (HK$)
Balance at close of preceding month	50,000,000,000	0.01	500,000,000.00
Increase/(decrease)	Nil		Nil
Balance at close of the month	50,000,000,000	0.01	500,000,000.00

(2) Stock code :   N/A   Description :   N/A

	No. of ordinary shares	Par value (State currency)	Authorised share capital (State currency)
Balance at close of preceding month			
Increase/(decrease)			
Balance at close of the month			

2. Preference Shares

	No. of preference shares	Par value *(State currency)*	Authorised share capital *(State currency)*
Stock code : N/A Description : N/A			
Balance at close of preceding month			
Increase/(decrease)			
Balance at close of the month			

3. Other Classes of Shares

	No. of other classes of shares	Par value *(State currency)*	Authorised share capital *(State currency)*
Stock code : N/A Description : N/A			
Balance at close of preceding month			
Increase/(decrease)			
Balance at close of the month			

Total authorised share capital at the end of the month (HK$):   500,000,000.00

II. Movements in Issued Share Capital

| | No. of ordinary shares | | No of preference shares | No. of other classes of shares |
	(1)	(2)		
Balance at close of preceding month	12,237,606,047	N/A	N/A	N/A
Increase/ (decrease)during the month	276,618,929	N/A	N/A	N/A
Balance at close of the month	12,514,224,976	N/A	N/A	N/A

III. Details of Movements in Issued Share Capital

Share Options (under Share Option Schemes of the Issuer)

| Particulars of share option scheme including EGM approval date (dd/mm/yyyy) and class of shares issuable | Movement during the month | | | | No. of new shares of issuer issued during the month pursuant thereto | No. of new shares of issuer which may be issued pursuant thereto as at close of the month |
	Granted	Exercised	Cancelled	Lapsed		
1. Exercise Price: HK$0.1118 AGM approval date : 13/06/2007 Ordinary shares *(Note 1)*	Nil	Nil	Nil	Nil	Nil	20,037,756
2. Exercise Price: HK$0.0529 EGM approval date : 13/06/2007 Ordinary shares *(Note 1)*	Nil	Nil	Nil	Nil	Nil	74,139,697
3. Exercise Price: HK$0.1004 EGM approval date : 06/08/2010 Ordinary shares *(Note 1)*	Nil	Nil	Nil	Nil	Nil	284,752,000

Total A. (Ordinary shares)   Nil
(Preference shares)   N/A
(Other class)   N/A

Total funds raised during the month from exercise of options (State currency)   Nil

Warrants to Issue Shares of the Issuer which are to be Listed

Description of warrants (Date of expiry - dd/mm/yyyy)	Currency of nominal value	Nominal value at close of preceding month	Exercised during the month	Nominal value at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. _____ _____ N/A	N/A	N/A	N/A	N/A	N/A	N/A
(/ /)						
Stock code (if listed) _____						
Class of shares issuable *(Note 1)* _____						
Subscription price _____						
EGM approval date (if applicable) (dd/mm/yyyy) (/ /) _____						
2. _____ _____						
(/ /)						
Stock code (if listed) _____						
Class of shares issuable *(Note 1)* _____						
Subscription price _____						
EGM approval date (if applicable) (dd/mm/yyyy) (/ /) _____						
3. _____ _____						
(/ /)						
Stock code (if listed) _____						
Class of shares issuable *(Note 1)* _____						
Subscription price _____						
EGM approval date (if applicable) (dd/mm/yyyy) (/ /) _____						
4. _____ _____						
(/ /)						
Stock code (if listed) _____						
Class of shares issuable *(Note 1)* _____						
Subscription price _____						
EGM approval date (if applicable) (dd/mm/yyyy) (/ /) _____						

Total B. (Ordinary shares) N/A
(Preference shares) N/A
(Other class) N/A

Convertibles (i.e. Convertible into Shares of the Issuer which are to be Listed)

Class and description	Currency of amount outstanding	Amount at close of preceding month	Converted during the month	Amount at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. HK$180,050,000 3% Convertible Bonds due 2017	HK$	81,550,000	Nil	81,550,000	Nil	1,812,222,222
Stock code (if listed)	N/A					
Class of shares issuable *(Note 1)*	Ordinary Shares					
Subscription price	HK$0.045					
EGM approval date (if applicable) (dd/mm/yyyy))	12/10/2007					
2.						
Stock code (if listed)						
Class of shares issuable *(Note 1)*						
Subscription price						
AGM and EGM approval date (if applicable) (dd/mm/yyyy)	(/ /)					
3.						
Stock code (if listed)						
Class of shares issuable *(Note 1)*						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)	(/ /)					
4.						
Stock code (if listed)						
Class of shares issuable *(Note 1)*						
Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)	(/ /)					

Total C. (Ordinary shares)   Nil
(Preference shares)   N/A
(Other class)   N/A

Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options
(other than under Share Option Schemes)

Full particulars including EGM approval date (dd/mm/yyyy), if applicable, and class of shares issuable:	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Issuance of 145,937,111 Consideration Shares (Second Tranche) pursuant to the Agreement dated 1 April 2010. For details, please refer to the circular dated 20 April 2010 Class of shares: ordinary EGM approval date: 10 May 2010 *(Note 1)*	145,937,111	Nil
2. Issuance of 130,681,818 Consideration Shares (Second Tranche) pursuant to the Agreement dated 21 May 2010. For details, please refer to the circular dated 7 June 2010 Class of shares: ordinary EGM approval date: 24 June 2010 *(Note 1)*	130,681,818	Nil
3. *(Note 1)*	Nil	Nil
Total D. (Ordinary shares)	276,618,929	
(Preference shares)	N/A	
(Other class)	N/A	

Other Movements in Issued Share Capital

		No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
Type of Issue			
1. Rights issue At price : State currency ———	Class of shares issuable ———— *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
2. Open offer At price : State currency ———	Class of shares issuable ———— *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
3. Placing At price : State currency ———	Class of shares issuable ———— *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
4. Bonus issue	Class of shares issuable ———— *(Note 1)* Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A

	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
Type of Issue		
5. Scrip dividend At price : State currency ——— Class of shares issuable *(Note 1)* ——— Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
6. Repurchase of shares Class of shares repurchased *(Note 1)* ——— Cancellation date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
7. Redemption of shares Class of shares redeemed *(Note 1)* ——— Redemption date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A
8. Consideration issue At price : State currency Class of shares redeemed *(Note 1)* ——— Redemption date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) (/ /)	N/A	N/A

Type of Issue			No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
9. Capital reorganisation	Class of shares issuable ———— *(Note 1)*			
	Issue and allotment date : (dd/mm/yyyy)	(/ /)		
	EGM approval date: (dd/mm/yyyy)	(/ /)	N/A	N/A
10. Other (Please specify) At price : State currency ————	Class of shares issuable ———— *(Note 1)*			
	Issue and allotment date : (dd/mm/yyyy)	(/ /)		
	AGM approval date: (dd/mm/yyyy)	(/ /)	N/A	N/A
	Total E. (Ordinary shares)		Nil	
	(Preference shares)		N/A	
	(Other class)		N/A	

Total increase / (decrease) in ordinary shares during the month (i.e. Total of A to E):	(1)	276,618,929
	(2)	N/A
Total increase / (decrease) in preference shares during the month (i.e. Total of A to E):		N/A
Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E):		N/A

(These figures should be the same as the relevant figures under II above ("Movements in Issued Share Capital").)

Remarks (if any):

Submitted by: <u>Tricor Tengis Limited</u>

Title: <u>Branch Share Registrar</u>
(Director, Secretary or other duly authorised officer)

Notes :

1.   State the class of shares (e.g. ordinary, preference or other).

2.   If there is insufficient space, please append the prescribed continuation sheet.