



## Tiande Chemical Holdings Limited

天德化工控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 609)

### PRICE-SENSITIVE INFORMATION ANNOUNCEMENT

#### PURSUANT TO RULE 13.09 OF THE LISTING RULES

Pursuant to Rule 13.09 of the Listing Rules, the Board wishes to inform the shareholders of the Company and potential investors that it is expected that the results of the Group for the year ended 31 December 2007 may be substantially lower than that for the last financial year.

As the Company is still in the process of finalizing the results for the year ended 31 December 2007, the information contained in this announcement is only a preliminary estimate performed by the management of the Company and is not based on any figures or information audited or reviewed by the Company's auditors.

**Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.**

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

The board of directors (the "**Board**") of Tiande Chemical Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") wishes to inform the shareholders of the Company and potential investors that it is expected that the results of the Group for the year ended 31 December 2007 may be substantially lower than that for the year ended 31 December 2006.

The lower performance for the year ended 31 December 2007 was mainly due to a drop in the gross profit margin of the Group's products as a result of the decrease in the prices of the products and the increase in the price of the major raw material for the products especially in the second half of 2007. Besides, the substantial initial start-up costs and depreciation charges with under-utilization of the new production plant also constituted a major adverse impact to the Group's overall performance for the financial year ended 31 December 2007.

However, the overall operations of the Group, which is principally engaged in the manufacturing and sales and distribution of fine chemical products, as a whole remain sound and intact, and the financial position of the Group remains solid. As the Group has diversified its business into fine petrochemical products, the contributions from such products are expected to be increased gradually. The Board shall review the Group's business plan and monitors its progress regularly.

Further details of the Group's performance will be disclosed when the final results for the year ended 31 December 2007 is announced.

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**Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.**

By order of the Board  
Liu Hongliang  
Chairman

Hong Kong, 25 January 2008

*As at the date of this announcement, the executive directors of the Company are Mr. Liu Hongliang, Mr. Wang Zijiang, Mr. Guo Xitian and Mr. Guo Yucheng; whilst the independent non-executive directors of the Company are Mr. Leung Kam Wan, Mr. Gao Baoyu and Mr. Liu Chenguang.*