

OFFER PRICE

The Offer Price has been determined at HK\$2.80 per Offer Share (exclusive of brokerage of 1%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005%).

APPLICATIONS AND INDICATIONS OF INTEREST RECEIVED

The directors announce that at the close of the application lists at 12:00 noon on Thursday, June 26, 2008, a total of 7,341 valid applications (including electronic application instructions given to HKSCC) have been received pursuant to the Hong Kong Public Offering for a total of 140,177,000 Hong Kong Offer Shares, equivalent to approximately 2.15 times the total number of 65,084,000 Hong Kong Offer Shares initially available under the Hong Kong Public Offering.

Of the 7,341 valid applications on **WHITE** and **YELLOW** Application Forms and by electronic application instructions given to HKSCC and to the White Form eIPO Service Provider through the **White Form eIPO** service for a total of 140,177,000 Hong Kong Offer Shares, a total of 7,332 applications in respect of a total of 84,677,000 Hong Kong Offer Shares were for Hong Kong Offer Shares with an aggregate subscription amount based on the maximum offer price of HK\$3.65 per Offer Share (excluding brokerage of 1%, SFC transaction levy of 0.004% and Hong Kong Stock Exchange trading fee of 0.005% payable) of HK\$5 million or less (representing approximately 2.60 times the 32,542,000 Hong Kong Offer Shares initially comprised in Pool A), and a total of 9 applications in respect of a total of 55,500,000 Hong Kong Offer Shares were for Hong Kong Offer Shares with an aggregate subscription amount based on the maximum offer price of HK\$3.65 per Offer Share (excluding brokerage of 1%, SFC transaction levy of 0.004% and Hong Kong Stock Exchange trading fee of 0.005% payable) of more than HK\$5 million (representing approximately 1.71 times the 32,542,000 Hong Kong Offer Shares initially comprised in Pool B). All multiple or suspected multiple applications have been rejected. No application for more than 32,542,000 Hong Kong Offer Shares has been identified. 13 applications have been rejected due to bounced cheques. 3 applications have been rejected due to invalid applications. 16 multiple or suspected multiple applications have been rejected. The Offer Shares offered in the Hong Kong Public Offering were conditionally allocated on the basis set out in the paragraph headed “Basis of Allotment under the Hong Kong Public Offering” below.

Our directors further announce that the Offer Shares initially offered under the International Offering have been moderately oversubscribed. The clawback mechanism as described in the section headed “Structure of the Global Offering” in the Prospectus has not been applied as the number of Offer shares validly applied under the Hong Kong Public Offering was less than 15 times the number of the Offer Shares initially available for subscription under the Hong Kong Public Offering.

Our directors confirm that no Offer Shares have been allocated to connected persons of the Company within the meaning of the Listing Rules. The International Offering is in compliance with the placing guidelines for equity securities as set out in Appendix 6 to the Listing Rules. None of the Joint Sponsors, the Joint Bookrunners or the Underwriters or their respective associates and connected clients has taken up any Shares for its own benefit under the Global Offering. None of the placees under the International Offering will become a substantial shareholder of the Company after the International Offering within the meaning of the Listing Rules.

BASIS OF ALLOTMENT UNDER THE HONG KONG PUBLIC OFFERING

Subject to the satisfaction of the conditions set out in the section headed “Structure of the Global Offering” in the Prospectus, valid applications made by the public on **WHITE** and **YELLOW** application forms and by electronic application instructions given to HKSCC and to the White Form eIPO Service Provider through the **White Form eIPO** will be conditionally allotted on the basis set out below:

No. of Hong Kong Offer Shares applied for	No. of valid applications	Basis of allotment / ballot	Approximate percentage allotted of the total no. of Shares applied for
POOL A			
1,000	3,521	2,817 out of 3,521 to receive 1,000 Shares	80.01%
2,000	908	1,000 Shares	50.00%
3,000	469	1,000 Shares plus 206 out of 469 to receive additional 1,000 Shares	47.97%
4,000	167	1,000 Shares plus 147 out of 167 to receive additional 1,000 Shares	47.01%
5,000	346	2,000 Shares plus 107 out of 346 to receive additional 1,000 Shares	46.18%
6,000	124	2,000 Shares plus 92 out of 124 to receive additional 1,000 Shares	45.70%
7,000	55	3,000 Shares plus 9 out of 55 to receive additional 1,000 Shares	45.19%
8,000	49	3,000 Shares plus 28 out of 49 to receive additional 1,000 Shares	44.64%
9,000	56	4,000 Shares	44.44%
10,000	638	4,000 Shares plus 271 out of 638 to receive additional 1,000 Shares	44.25%
15,000	121	6,000 Shares plus 73 out of 121 to receive additional 1,000 Shares	44.02%
20,000	254	8,000 Shares plus 188 out of 254 to receive additional 1,000 Shares	43.70%
25,000	63	10,000 Shares plus 55 out of 63 to receive additional 1,000 Shares	43.49%
30,000	127	13,000 Shares	43.33%
35,000	24	15,000 Shares	42.86%
40,000	38	17,000 Shares	42.50%
45,000	8	19,000 Shares	42.22%
50,000	80	21,000 Shares	42.00%
55,000	24	22,000 Shares	40.00%
60,000	30	23,000 Shares	38.33%
65,000	10	24,000 Shares	36.92%
70,000	11	25,000 Shares	35.71%
75,000	9	26,000 Shares	34.67%
80,000	27	27,000 Shares	33.75%
85,000	5	28,000 Shares	32.94%
90,000	5	29,000 Shares	32.22%
95,000	4	30,000 Shares	31.58%
100,000	74	31,000 Shares	31.00%
150,000	20	46,000 Shares	30.67%
200,000	17	61,000 Shares	30.50%
250,000	10	76,000 Shares	30.40%
300,000	10	91,000 Shares	30.33%
350,000	2	106,000 Shares	30.29%
400,000	1	121,000 Shares	30.25%
500,000	7	151,000 Shares	30.20%
600,000	4	181,000 Shares	30.17%
700,000	1	211,000 Shares	30.14%
800,000	2	241,000 Shares	30.13%
900,000	1	271,000 Shares	30.11%
1,000,000	10	300,000 Shares	30.00%
	<u>7,332</u>		

No. of Hong Kong Offer Shares applied for	Number of valid applications	Basis of allotment / ballot	Approximate percentage allotted of the total no. of Shares applied for
POOL B			
1,500,000	1	882,000 Shares	58.80%
2,000,000	3	1,176,000 Shares	58.80%
4,000,000	1	2,348,000 Shares	58.70%
6,000,000	1	3,516,000 Shares	58.60%
8,000,000	1	4,688,000 Shares	58.60%
10,000,000	1	5,860,000 Shares	58.60%
20,000,000	1	11,720,000 Shares	58.60%
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The final number of Offer Shares comprised in the Hong Kong Public Offering is 65,084,000, representing approximately 10% of the Offer Shares in the Global Offering (before any exercise of the Over-allotment Option).

The number of Offer Shares comprised in the International Offering is 585,756,000 Offer Shares which were allocated in full (subject to the Over-Allotment Option), representing approximately 90% of the Offer Shares in the Global Offering (before any exercise of Over-allotment Option).

RESULTS OF ALLOCATIONS

The results of allocations of Hong Kong Offer Shares in the Hong Kong Public Offering, including applications made on **WHITE** and **YELLOW** Application Forms and applications by giving electronic application instructions to HKSCC and to the White Form eIPO Service Provider through the **White Form eIPO** service will be available at the times and dates and in the manner specified as follows:

- Results of allocation for the Hong Kong Public Offering can be found in the Company's announcement to be posted on the Company's website at www.shanshuigroup.com and the website of the Stock Exchange at www.hkex.com.hk by no later than 9:00 a.m. on July 3, 2008;
- Results of allocations for the Hong Kong Public Offering will be available from the Company's designated results of allocations website at www.iporesults.com.hk on a 24-hour basis from 8:00 a.m. on July 3, 2008 to 12:00 midnight on July 9, 2008. The user will be required to key in the Hong Kong identity card/passport/Hong Kong business registration number provided in his/her/its application form to search for his/her/its own allocation result;
- Results of allocations will be available from the Company's Hong Kong Public Offering allocation results telephone enquiry line. Applicants may find out whether or not their applications have been successful and the number of Hong Kong Offer Shares allocated to them, if any, by calling 2862 8669 between 9:00 a.m. and 10:00 p.m. from July 3, 2008 to July 6, 2008;
- Special allocation results booklets setting out the results of allocations will be available for inspection during opening hours of individual branches and sub-branches from July 3, 2008 to July 5, 2008 at all the receiving bank branches and sub-branches at the addresses set out in the section headed "How to apply for Hong Kong Offer Shares – Where to collect the WHITE and YELLOW Application Forms".