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This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities. Potential investors should read the prospectus dated Monday, September 13, 2010 (the "Prospectus") issued by Changfeng Axle (China) Company Limited (the "Company") for detailed information about the Global Offering described below before deciding whether or not to invest in the Shares thereby being offered.

Hong Kong Exchanges and Clearing Limited, The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and Hong Kong Securities Clearing Company Limited ("HKSCC") take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

In connection with the Global Offering, Morgan Stanley Asia Limited (the "Stabilizing Manager") and/or its affiliates or any person acting for it may, but is not obliged to, over-allocate and/or effect any other transactions with a view to supporting the market price of the Shares at a level higher than which might otherwise prevail in the open market for a limited period. However, there is no obligation on the Stabilizing Manager to conduct any such stabilizing activity. Any such market purchases will be effected in compliance with all applicable laws and regulatory requirements, including the Securities and Futures (Price Stabilizing) Rules made under the Securities and Futures Ordinance ("SFO") (Cap. 571 of the Laws of Hong Kong), and, if commenced, will be done at the absolute discretion of the Stabilizing Manager and/or its affiliates or any person acting for it and may be discontinued at any time. Any such stabilizing activity is required to be brought to an end on the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. The details of such stabilization and how it will be regulated under the SFO are contained in the Prospectus. The number of Shares being offered in the International Offering may be increased by up to and not more than an aggregate of 30,000,000 Shares, representing not more than 15% of the Offer Shares initially available under the Global Offering, through the exercise of the Over-allotment Option to be granted by the Starr Investments Cayman II, Inc. (the "Selling Shareholder") to and exercisable by the Stabilizing Manager to cover over-allocations, if any, in the International Offering up to the day which is the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. In the event that the Over-allotment Option is exercised, a corresponding press announcement will be made on the website of the Company (www.changfengaxle.com.hk) and the website of the Stock Exchange (www.hkexnews.hk).

Unless defined herein, terms used in this announcement shall have the same meanings as those defined in the Prospectus.

Potential investors of the Offer Shares should note that Morgan Stanley Asia Limited (the "Sole Global Coordinator") (on behalf of the other Hong Kong Underwriters) is entitled to terminate their obligations under the Hong Kong Underwriting Agreement by notice in writing to the Company, upon the occurrence of any of the events set out in the section headed "Underwriting – Underwriting Arrangements and Expenses – Hong Kong Public Offering – Grounds for termination" in the Prospectus, at any time at or prior to 8:00 a.m. (Hong Kong time) on the date on which dealings in Shares first commence on the Stock Exchange (which is currently expected to be on Friday, September 24, 2010).

Potential investors should also be aware that stabilizing action cannot be taken to support the price of the Shares for longer than the stabilization period which will begin on the Listing Date, which is currently expected to be on Friday, September 24, 2010 and is required to be brought to an end on the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. The stabilizing period is expected to expire on Saturday, October 16, 2010 and that after this date, when no further stabilizing action may be taken, demand for the Shares, and therefore its market price, could fall. A public announcement will be made within seven days after the end of the stabilization period in accordance with the Securities and Futures (Price Stabilizing) Rules of the SFO.



CHANGFENG AXLE (CHINA) COMPANY LIMITED

暢豐車橋（中國）有限公司

(incorporated in the Cayman Islands with limited liability)

GLOBAL OFFERING

Number of Offer Shares under the Global Offering	: 200,000,000 Shares (subject to adjustment and the Over-allotment Option)
Number of Hong Kong Offer Shares	: 20,000,000 Shares (subject to adjustment)
Number of International Offer Shares	: 180,000,000 Shares (subject to adjustment and the Over-allotment Option)
Maximum Offer Price	: HK\$4.46 per Offer Share, plus brokerage fee of 1%, SFC transaction levy of 0.004%, and Stock Exchange trading fee of 0.005% (payable in full on application in Hong Kong dollars and subject to refund)
Nominal value	: US\$0.01 per Share
Stock code	: 1039

Sole Global Coordinator and Sole Bookrunner

Morgan Stanley

Joint Lead Managers and Joint Sponsors

Morgan Stanley



The Global Offering consists of the offer of initially 200,000,000 Shares (subject to adjustment and the Over-allotment Options) comprising 20,000,000 Hong Kong Offer Shares, representing 10% of the Offer Shares initially available under the Global Offering (subject to adjustment) for subscription by the public in the Hong Kong Public Offering and the offering of initially 180,000,000 International Offer Shares, representing 90% of the Offer Shares initially available under the Global Offering, (subject to adjustment and the Over-allotment Options) (a) in the United States to qualified institutional buyers (as such term is defined in Rule 144A under the U.S. Securities Act), and (b) outside the United States in reliance on Regulation S under the U.S. Securities Act, including to professional investors in Hong Kong, referred to in the Prospectus as the International Offering. The International Offer Shares may be increased by 30,000,000 additional Shares which may be sold by the Selling Shareholder at the Offer Price pursuant to the Over-allotment Option. The number of Hong Kong Offer Shares and International Offer Shares, or collectively, the Offer Shares, is subject to adjustment and reallocation as described in the section headed “Structure of the Global Offering” of the Prospectus.

An application has been made to the Listing Committee of the Stock Exchange for the granting of the listing of, and permission to deal in, the Shares in issue and to be issued as described in the Prospectus. Dealings in the Shares on the Main Board of the Stock Exchange are expected to commence at 9:30 a.m. on Friday, September 24, 2010. Applications for the Hong Kong Offer Shares will only be considered on the basis of the Prospectus and the prescribed **WHITE** or **YELLOW** Application Forms or by giving **electronic application instruction** to HKSCC or by means of giving an application to the **White Form eIPO** Service Provider through the designated website for the **White Form eIPO** Service (www.eipo.com.hk) in accordance with the relevant provisions of the Prospectus. It should be noted that multiple applications or suspected multiple applications or any application on a **WHITE** or **YELLOW** Application Form or by giving **electronic application instruction** to HKSCC or by means of giving an application to the **White Form eIPO** Service Provider through the designated website for the **White Form eIPO** Service (www.eipo.com.hk) for more than 10,000,000 Hong Kong Offer Shares, being 50% of the 20,000,000 Offer Shares initially included in the Hong Kong Public Offering will be rejected and applications where cheques or banker’s cashier order is dishonoured on its first presentation will be rejected. Only one application on a **WHITE** or **YELLOW** Application Form or by giving **electronic application instructions** to HKSCC or by means of giving an application to the **White Form eIPO** Service Provider through the designated website for the **White Form eIPO** Service, may be made for the benefit of any person. Applicants are required to undertake and confirm that they or the relevant beneficial owner(s) have not applied for, indicated an interest or taken up and will not apply for, indicate an interest in or take up Shares under the International Offering. Subject to the granting of the listing of, and permission to deal in, the Shares on the Main Board of the Stock Exchange as well as compliance with the stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the commencement date of dealings in the Shares on the Main Board of the Stock Exchange or on any other date as may be determined by HKSCC. Settlement of transactions between participants of the Stock Exchange is required to take place in CCASS on the second business day after any trading day. All activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time. All necessary arrangements have been made for the shares to be admitted into CCASS.

The Global Offering is subject to the conditions set out in the section headed “Structure of the Global Offering – Conditions of the Hong Kong Public Offering” in the Prospectus.

The Offer Price is expected to be determined by agreement between the Company and the Sole Global Coordinator (on behalf of the Underwriters) on or around Thursday, September 16, 2010 (Hong Kong time) and in any event no later than Monday, September 20, 2010 (Hong Kong time).

The Offer Price will be not more than HK\$4.46 per Offer Share and is expected to be not less than HK\$3.20 per Offer Share. The Sole Global Coordinator (on behalf of the Underwriters) may, where considered appropriate based on the level of interest expressed by prospective professional, institutional and other investors during a book-building process, and with the consent of the Company, reduce the number of Offer Shares and/or the indicative offer price range below that stated in the Prospectus at any time prior to the morning of the day which is the last day for lodging applications under the Hong Kong Public Offering. In such a case, we will as soon as practicable following the decision to make such reduction and in any event not later than the morning of the last day for lodging applications under the Hong Kong Public Offering publish a notice in The Standard (in English) and the Hong Kong Economic Times (in Chinese), and on the website of the Company (www.changfengaxle.com.hk) and the website of the Stock Exchange (www.hkexnews.hk), of the reduction in the number of Offer Shares and/or the indicative offer price range. Upon issue of such a notice, the revised number of Offer Shares and/or revised offer price range will be final and conclusive and the Offer Price, if agreed upon by us, will be fixed within such revised offer price range. Applicants should have regard to the possibility that any announcement of a reduction in the number of Offer Shares and/or the indicative Offer Price range may not be made until the day which is the last day for lodging applications under the Hong Kong Public Offering. Applicants under the Hong Kong Public Offering should note that, even if the number of Offer Shares and/or the offer price range is so reduced, in no circumstances can applications be withdrawn once submitted. If the Sole Global Coordinator and the Company are unable to reach an agreement on the Offer Price on Monday, September 20, 2010, the Global Offering including the Hong Kong Public Offering will not proceed and will lapse. Further details are set forth in the section headed “Structure of the Global Offering” and “How to Apply for Hong Kong Offer Shares” in the Prospectus.

The Selling Shareholder intends to grant the Sole Global Coordinator the Over-allotment Option which is among others exercisable at the discretion of the Sole Global Coordinator to cover over-allocations in the International Offering by requiring the Selling Shareholder to sell up to an aggregate of 30,000,000 Shares, representing 15% of the Shares initially available under the Global Offering, up to the day which is the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. In the event that the Over-allotment Option is exercised, a corresponding press announcement will be made in The Standard (in English) and the Hong Kong Economic Times (in Chinese), and on the website of the Company (www.changfengaxle.com.hk) and the website of the Stock Exchange (www.hkexnews.hk).

Application for the Hong Kong Offer Shares must be paid on the basis of the maximum indicative Offer Price of HK\$4.46 per Offer Share, plus brokerage fee of 1%, the SFC transaction levy of 0.004% and the Stock Exchange trading fee of 0.005%. If the Global Offering does not become unconditional, all application monies received from applicants under the Hong Kong Public Offering will be refunded, and in the event that the Offer Price is less than the price per Share initially paid upon application, the appropriate portion of affected applicants’ application monies will be refunded to wholly or partially successful applicants, in each case without interest and on the terms set out under the section headed “How to Apply for Hong Kong Offer Shares – Refund of Application Monies” in the Prospectus. Refund cheques will also be issued, in accordance with such terms, in respect of wholly or partially unsuccessful applications. Applicants who have applied for less than 1,000,000 Hong Kong Offer Shares or applicants who have applied for 1,000,000 Hong Kong Offer Shares or more, whether using **WHITE** or **YELLOW** Application

Forms, but have not indicated on their Application Forms that they wish to collect their share certificate(s) (if applicable) and/or refund cheque(s) (if applicable) in person, your share certificate(s) (if applicable) and/or refund cheque(s) (if applicable) will be sent to the address on your Application Form on or before Wednesday, September 22, 2010 by ordinary post and at your own risk. Share certificates will only become valid certificates of title provided that the Global Offering has become unconditional in all respects and neither of the Underwriting Agreements has been terminated in accordance with its terms, which is expected to be at around 8:00 a.m. on Friday, September 24, 2010 (Hong Kong time).

Applicants who have applied on **WHITE** Application Forms for 1,000,000 Hong Kong Offer Shares or more and have indicated on their Application Forms that they wish to collect refund cheque(s) (where applicable) and share certificate(s) (where applicable) in person from the Company's Hong Kong Share Registrar may collect refund cheque(s), where applicable, and share certificate(s), where applicable, in person from the Company's Hong Kong Share Registrar, Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Wednesday, September 22, 2010. Identification and (where applicable) authorisation documents acceptable to Computershare Hong Kong Investor Services Limited must be produced at the time of collection. Uncollected share certificates and refund cheques will be despatched by ordinary post at the applicants' own risk to the addresses stated on the relevant Application Forms.

Applicants who have applied on **YELLOW** Application Forms for 1,000,000 Hong Kong Offer Shares or more and have indicated on their Application Forms that they wish to collect refund cheque(s) (where applicable) in person may collect their refund cheque(s) (where applicable) but may not elect to collect their share certificates, which will be deposited into CCASS for credit to their designated CCASS Participants' stock accounts or your CCASS Investor Participant stock account. The procedure for collection of refund cheques for applicants who apply on **YELLOW** Application Forms for Shares is the same as that for **WHITE** Application Form applicants. Instead of using **YELLOW** Application Forms, applicants may electronically instruct HKSCC to cause HKSCC Nominees to apply for the Hong Kong Offer Shares on their behalf via CCASS. Any Hong Kong Offer Shares allocated to such applicants will be registered in the name of HKSCC Nominees and deposited directly into CCASS for credit to their designated CCASS Participant's stock account or your CCASS Investor Participant stock account. Applicants applying as a CCASS Investor Participant should check the results made available by the Company and report any discrepancies to HKSCC before 5:00 p.m. on Wednesday, September 22, 2010 or such other date as shall be determined by HKSCC or HKSCC Nominees. Immediately after the credit of the Hong Kong Offer Shares to their stock account, applicants applying as a CCASS Investor Participant can check their new account balance via the CCASS Phone System or CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time). HKSCC will also make available to applicants applying as a CCASS Investor Participant an activity statement showing the number of Hong Kong Offer Shares credited to their stock account and the amount of refund money (if any) credited to your designated bank account (if you are applying by giving electronic application instructions to HKSCC). If you are applying by giving **electronic application instructions** to HKSCC to apply on your behalf, all refunds are expected to be credited to your designated bank account (if you are applying as a CCASS Investor Participant) or the designated bank account of your broker or custodian (if you are applying through a CCASS Clearing Participant or CCASS Custodian Participant) on Wednesday, September 22, 2010. If you are applying through a designated CCASS Participant (other than a CCASS Investor Participant), you can check the number of Hong Kong Offer Shares allocated to you (and the amount of refund money payable to you if you have instructed a CCASS Clearing/Custodian Participant to give **electronic application instructions** on your behalf) with that CCASS Participant.

Applicants who apply on **White Form eIPO** Service applications for 1,000,000 or more Hong Kong Offer Shares and wish to collect share certificates in person from the Company's Hong Kong Share Registrar, may collect share certificates in person from Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Wednesday, September 22, 2010. Identification and (where applicable) authorization documents acceptable to Computershare Hong Kong Investor Services Limited must be produced at the time of collection.

If applicants apply through the **White Form eIPO** Service by paying the application monies through a single bank account and applicant's application is wholly or partially unsuccessful and/or the final Offer Price being different from the Offer Price initially paid on applicant's application, e-Refund payment instructions (if any) will be despatched to the applicant's application payment bank account on Wednesday, September 22, 2010.

If applicants apply through the **White Form eIPO** Service by paying the application monies through multiple bank accounts and applicant's application is wholly or partially unsuccessful and/or the final Offer Price being different from the Offer Price initially paid on applicant's application, refund cheque(s) will be sent to the address specified in the applicant's application instructions to the designated **White Form eIPO** Service Provider on Wednesday, September 22, 2010, by ordinary post and at the applicant's own risk.

Applications for the Hong Kong Offer Shares will only be considered on the basis of the terms and conditions of the Prospectus and the related Application Forms. Applicants who would like the allotted Hong Kong Offer Shares registered in their own names should complete and sign the **WHITE** Application Forms or submit applications online through the designated website of the **White Form eIPO** Service Provider at www.eipo.com.hk under the **White Form eIPO** Service. Applicants who would like to have the allotted Hong Kong Offer Shares registered in the name of HKSCC Nominees and deposited directly into CCASS for credit to their designated CCASS Participants' stock accounts or your CCASS Investor Participant stock account should either (i) complete and sign the **YELLOW** Application Forms, copies of which, together with the Prospectus, may be obtained during normal business hours from 9:00 a.m. on Monday, September 13, 2010 until 12:00 noon on Thursday, September 16, 2010 at (1) the Depository Counter of HKSCC, at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong or (2) your stockbroker, who may have such Application Forms and Prospectus available or (ii) arrange to give **electronic application instructions** to HKSCC.

In connection with the Global Offering, the Stabilizing Manager and/or its affiliates or any person acting for it may, but is not obliged to, over-allocate and/or effect any other transactions with a view to supporting the market price of the Shares at a level higher than which might otherwise prevail in the open market for a limited period. However, there is no obligation on the Stabilizing Manager to conduct any such stabilizing activity. Any such market purchases will be effected in compliance with all applicable laws and regulatory requirements, including the Securities and Futures (Price Stabilizing) Rules made under the SFO, and, if commenced, will be done at the absolute discretion of the Stabilizing Manager and/or its affiliates or any person acting for it and may be discontinued at any time. Any such stabilizing activity is required to be brought to an end on the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. The details of such stabilization and how it will be regulated under the SFO are contained in the Prospectus. The number of Shares being offered in the International Offering may be increased by up to and not more than an aggregate of 30,000,000 Shares, representing not more than 15% of the Offer Shares initially available under the Global Offering, through the exercise of the Over-allotment Option to be granted by the Selling Shareholder to and exercisable

by the Stabilizing Manager to cover over-allocations, if any, in the International Offering up to the day which is the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering. In the event that the Over-allotment Option is exercised, a corresponding press announcement will be made in The Standard (in English) and the Hong Kong Economic Times (in Chinese), and on the website of the Company (www.changfengaxle.com.hk) and the website of the Stock Exchange (www.hkexnews.hk).

Copies of the Prospectus, together with **WHITE** Application Forms, may be obtained during normal business hours in the same period from 9:00 a.m. on Monday, September 13, 2010 until 12:00 noon on Thursday, September 16, 2010 from:

- any of the addresses of the following Hong Kong Underwriters:

Morgan Stanley Asia Limited	Level 46, International Commerce Centre 1 Austin Road West Hong Kong
CCB International Capital Limited	34th Floor, Two Pacific Place 88 Queensway Admiralty Hong Kong
First Shanghai Securities Limited	19th Floor, Wing On House 71 Des Voeux Road, Central Hong Kong

- any of the following branches of **Bank of China (Hong Kong) Limited**:

	Branches	Address
Hong Kong Island	Bank of China Tower Branch	3/F, 1 Garden Road
	Quarry Bay Branch	Parkvale, 1060 King's Road, Quarry Bay
Kowloon	Tsim Sha Tsui East Branch	Shop G02-03, Inter-Continental Plaza, 94 Granville Road, Tsim Sha Tsui
	Hoi Yuen Road Branch	55 Hoi Yuen Road, Kwun Tong
	Mong Kok (President Commercial Centre) Branch	608 Nathan Road, Mong Kok
New Territories	Metro City Branch	Shop 209, Level 2, Metro City Phase 1, Tseung Kwan O

3. any of the following branches of **China Construction Bank (Asia) Corporation Limited**:

	Branches	Address
Hong Kong Island	Central Branch	6 Des Voeux Road Central, Central
	Causeway Bay Plaza Branch	G/F, Causeway Bay Plaza 1, Causeway Bay
Kowloon	Jordan Branch	316 Nathan Road, Jordan
	Yaumati Branch	556 Nathan Road, Yaumati
New Territories	Tsuen Wan Branch	282 Sha Tsui Road, Tsuen Wan

Both **WHITE** and **YELLOW** Application Forms completed in all respects (to which cheques or banker's cashier orders should be securely stapled) should be deposited in the special collection boxes provided at any of the branches referred to above at the following times on the following dates:

Monday, September 13, 2010 – 9:00 a.m. to 5:00 p.m.
Tuesday, September 14, 2010 – 9:00 a.m. to 5:00 p.m.
Wednesday, September 15, 2010 – 9:00 a.m. to 5:00 p.m.
Thursday, September 16, 2010 – 9:00 a.m. to 12:00 noon

Applicants may submit their application to the designated **White Form eIPO** Service Provider through the designated website at www.eipo.com.hk from 9:00 a.m. on Monday, September 13, 2010 until 11:30 a.m. on Thursday, September 16, 2010 or such later time as described under the subparagraph headed "Effect of Bad Weather on the Opening of the Application Lists" in the section headed "How to Apply for Hong Kong Offer Shares" in the Prospectus (24 hours daily, except on the last application day). The latest time for completing full payment of application monies in respect of such applications will be 12:00 noon on Thursday, September 16, 2010, the last application day, or, if the application lists are not open on that day, then by the time and date stated in the subparagraph headed "Effect of Bad Weather on the Opening of the Application Lists" in the Prospectus.

Applicants will not be permitted to submit your application to the designated **White Form eIPO** Service Provider through the designated website at www.eipo.com.hk after 11:30 a.m. on the last day for submitting applications. If you have already submitted your application and obtained an application reference number from the website prior to 11:30 a.m., you will be permitted to continue the application process (by completing payment of application monies) until 12:00 noon on the last day for submitting applications, when the application lists close.

TIME FOR INPUTTING ELECTRONIC APPLICATION INSTRUCTIONS VIA CCASS TERMINALS OR CCASS PHONE SYSTEM/CCASS INTERNET SYSTEM

CCASS Clearing Participants and CCASS Custodian Participants can input **electronic application instructions** at the following times:

Monday, September 13, 2010 – 9:00 a.m. to 8:30 p.m.⁽¹⁾
Tuesday, September 14, 2010 – 8:00 a.m. to 8:30 p.m.⁽¹⁾
Wednesday, September 15, 2010 – 8:00 a.m. to 8:30 p.m.⁽¹⁾
Thursday, September 16, 2010 – 8:00 a.m.⁽¹⁾ to 12:00 noon

(1) These times are subject to change as HKSCC may determine from time to time with prior notification to CCASS Clearing Participants or CCASS Custodian Participants.

CCASS Investor Participants can input **electronic application instructions** from 9:00 a.m. on Monday, September 13, 2010 until 12:00 noon on Thursday, September 16, 2010 (24 hours daily, except on the last application date).

A CCASS Investor Participant may give **electronic application instructions** to HKSCC through the CCASS Phone System by calling (852) 2979 7888 or through the CCASS Internet System at <https://ip.ccass.com> (according to the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time) or go to HKSCC's Customer Service Centre at 2/F, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong and complete an input request form. Prospectuses are also available for collection at the Customer Service Centre of HKSCC from the above address.

If you are not a CCASS Investor Participant, you may instruct your broker or custodian who is a CCASS Clearing Participant or a CCASS Custodian Participant to give **electronic application instructions** to HKSCC via CCASS terminals to apply for Hong Kong Offer Shares on your behalf.

The application lists will open from 11:45 a.m. to 12:00 noon on Thursday, September 16, 2010 (or such later date as may apply in case of certain bad weather conditions as described under the section headed "How to apply for Hong Kong Offer Shares – Effect of Bad Weather on the Opening of the Application Lists" in the Prospectus).

Subject to the terms and conditions set out in the Prospectus and the Application Forms relating thereto, applications made on **WHITE** or **YELLOW** Application Forms, or by giving **electronic application instruction** to HKSCC must be received no later than 12:00 noon on Thursday, September 16, 2010 (or if the application lists are not open on that day, then by 12:00 noon on the day the lists are open). Please see the section headed "How to apply for Hong Kong Offer Shares" in the Prospectus for further details.

For allocation purposes only, the Hong Kong Offer Shares (after taking into account any adjustment in the number of Offer Shares allocated between the Hong Kong Public Offering and the International Offering) will be divided equally into two pools: pool A and pool B, both of which are available on an equitable basis to successful applicants. The Hong Kong Offer Shares in pool A will be allocated on an equitable basis to successful applicants who have applied for Hong Kong Offer Shares with a total subscription amount of HK\$5 million or less (excluding brokerage fee of 1%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005% payable). The Hong Kong Offer Shares in pool B will be allocated on an equitable basis to successful applicants who have applied for Hong Kong Offer Shares with a total subscription amount of more than HK\$5 million and up to the total value of pool B

(excluding brokerage fee of 1%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005% payable). Applicants should be aware that applications in different pools may receive different allocation ratios. Where one but not both of the pools is undersubscribed, the surplus Hong Kong Offer Shares will be transferred to the other pool to satisfy demand in that pool and be allocated accordingly. Applicants can only receive an allocation of Hong Kong Offer Shares from either pool A or pool B but not from both pools and may only apply for Hong Kong Offer Shares in either pool A or pool B.

The Company and the Sole Global Coordinator in the capacity as the Company's agent, will have full discretion to reject or accept any application, in full or in part, without assigning any reason.

The Company will not issue temporary documents of title. No receipt will be issued for application monies.

It is expected that the basis of allotment and the level of applications under the Hong Kong Public Offering, the level of indication of interest in the International Offering and the Offer Price will be published on Wednesday, September 22, 2010 in The Standard (in English) and the Hong Kong Economic Times (in Chinese), and on the website of the Company (www.changfengaxle.com.hk) and the website of the Stock Exchange (www.hkexnews.hk). Results of allocations in the Hong Kong Public Offering, including the Hong Kong identity card numbers, passport numbers or Hong Kong business registration numbers of successful applicants (where supplied) will be made available through various channels as described in the section headed "How to Apply for Hong Kong Offer Shares – Publication of Results" in the Prospectus on Wednesday, September 22, 2010.

Share certificates will only become valid certificates of title at 8:00 a.m. on Friday, September 24, 2010 provided that the Global Offering has become unconditional in all respects and the right of termination described in the section headed "Underwriting – Underwriting Arrangements and Expenses – Hong Kong Public Offering – Grounds for Termination" has not been exercised.

Dealings in our Shares on the Stock Exchange are expected to commence on Friday, September 24, 2010. Our Shares will be traded in board lots of 1,000 Shares each. The stock code of our Shares is 1039.

By order of the Board of Directors
Changfeng Axle (China) Company Limited
WONG Kwai Mo
Chairman

Hong Kong, September 13, 2010

As at the date of this announcement, the executive directors of the Company are Mr. WONG Kwai Mo and Ms. WU Ching; the non-executive director of the Company is Ms. DONG Ying, Dorothy.

*Please also refer to the published version of this announcement in **The Standard**.*