

*Unless otherwise defined in this announcement, terms used in this announcement shall have the same meanings as those defined in the prospectus dated 30 November 2010 (the “Prospectus”) issued by China New Materials Holdings Limited (the “Company”).*

*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 for detailed information about the Global Offering described below before deciding whether or not to invest in the Offer Shares.*

*This announcement is not an offer of securities for sale in the United States. Securities may not be offered or sold in the United States except pursuant to registration or an exemption from registration requirements under the U.S. Securities Act. The Hong Kong Offer Shares are being offered and sold outside the United States in offshore transactions in accordance with Rule 903 or Rule 904 of Regulation S under the US Securities Act. There will not and is not currently intended to be any public offering of securities of the Company in the United States.*

*Hong Kong Exchanges and Clearing Limited, The Stock Exchange of Hong Kong Limited (the “Hong Kong 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.*

*Prospective investors of the Hong Kong Offer Shares should note that the Joint Global Coordinators (on behalf of the Hong Kong Underwriters) are 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 Underwriting Agreement – Grounds for termination” in the Prospectus, at any time prior to 8:00 a.m. (Hong Kong time) on the date on which dealings in Shares first commence on the Hong Kong Stock Exchange, which is currently expected to be on 13 December 2010 (the “Listing Date”).*

*In connection with the Global Offering, CCB International Capital Limited (“CCBI”) as the Stabilizing Manager, its affiliates or any person acting for it, may over-allocate or effect transactions with a view to supporting the market price of the Shares at a level higher than that which might otherwise prevail for a limited period after the Listing Date. However, there is no obligation on CCBI, its affiliates or any person acting for it to conduct any such stabilizing activity. Such transactions, if commenced, may be discontinued at any time. CCBI has been appointed as the Stabilizing Manager for the purposes of the Global Offering in accordance with the Securities and Futures (Price Stabilizing) Rules made under the SFO and, should stabilizing transactions be effected in connection with the Global Offering, this will be at the absolute discretion of CCBI, its affiliates or any person acting for it. The stabilizing period is expected to end on 2 January 2011, being the 30th day after the last date for lodging applications under the Hong Kong Public Offering. Any market purchases of Shares will be effected in compliance with all applicable laws and regulatory requirements. An announcement will be made to the public within seven days after the end of the stabilizing period as required under the Securities and Futures (Price Stabilizing) Rules made under the SFO.*

*The number of Shares being offered in the International Offering may be increased by up to and not more than an aggregate of 43,875,000 additional Shares, representing approximately 15% of the number of the Offer Shares initially available under the Global Offering, through the exercise of the Over-allotment Option to be granted by the Company to the International Underwriters, exercisable by the Joint Global Coordinators (on behalf of the International Underwriters), the right, exercisable any time for the date of the International Underwriting Agreement until the 30th day from the last day for lodging applications under the Hong Kong Public Offering, to require the Company to allot and issue up to an aggregate of 43,875,000 additional Shares, representing approximately 15% of the number of Offer Shares initially available under the Global Offering at the final Offer Price, to cover over-allocations, if any, in the International Offering. In the event that the Over-allotment Option is exercised, an announcement will be made as soon as practicable following such exercise on the Company’s website at [www.china-newmaterials.com.hk](http://www.china-newmaterials.com.hk) and the website of the Hong Kong Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk).*



## CHINA NEW MATERIALS HOLDINGS LIMITED

### 中國新材控股有限公司

*(incorporated in the Cayman Islands with limited liability)*

#### Global Offering

Number of Offer Shares under Global Offering	: 292,500,000 Shares (subject to Over-allotment Option)
Number of Hong Kong Offer Shares	: 29,250,000 Shares (subject to adjustment)
Number of International Offer Shares	: 263,250,000 Shares (subject to adjustment and the Over-allotment Option)
Maximum Offer Price	: HK\$3.33 per Offer Share, plus brokerage of 1%, a SFC transaction levy of 0.003% and a Hong Kong Stock Exchange trading fee of 0.005% (payable in full on application in Hong Kong dollars, subject to refund on final pricing)
Nominal value	: HK\$0.01 per Share
Stock code	: 1887

#### Joint Sponsors



Piper Jaffray

Joint Global Coordinators, Joint Bookrunners and Joint Lead Managers



Piper Jaffray



Application has been made by the Company to the Listing Committee of the Hong Kong Stock Exchange for the listing of, and permission to deal in, the Shares in issue and to be issued pursuant to the Hong Kong Public Offering and the International Offering (including any additional Shares which may be issued pursuant to the exercise of the Over-allotment Option), the Shares to be issued pursuant to the Capitalization Issue and any Shares which may fall to be issued pursuant to the exercise of options under the Share Option Scheme. Dealings in the Shares on the Hong Kong Stock Exchange are expected to commence at 9:30 a.m. on 13 December 2010. The Shares will be traded in board lots of 1,000 Shares each. Applications for the Hong Kong Offer Shares will only be considered on the basis of the terms and conditions set out in the Prospectus and the related Application Forms. **It should be noted that multiple applications or suspected multiple applications or any application for more than 14,625,000 Hong Kong Offer Shares, being 50% of the Offer Shares initially being offered for public subscription under the Hong Kong Public Offering, will be rejected.**

Subject to the granting of the listing of, and permission to deal in, the Shares in issue and to be issued as described in the Prospectus on the Main Board of the Hong Kong 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 Listing Date, or such other date as may be determined by HKSCC. Settlement of transactions between participants of the Stock Exchange on any trading day is required to take place in CCASS on the second business day thereafter. All activities under CCASS are subject to the General Rules of CCASS and the 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 comprises the Hong Kong Public Offering of initially 29,250,000 Offer Shares, representing approximately 10% of the total number of Offer Shares being offered in the Global Offering (subject to adjustment), and the International Offering of initially 263,250,000 Offer Shares (subject to adjustment and the Over-allotment Option). For allocation purposes only, the total number of Hong Kong Offer Shares available under the Hong Kong Public Offering (after taking into account any reallocation in the number of Offer Shares allocated between the Hong Kong Public Offering and the International Offering) is to be divided into two pools: pool A and pool B. The Hong Kong Offer Shares in pool A will be allocated on an equitable basis to applicants who have applied for Hong Kong Offer Shares with an aggregate subscription price of HK\$5 million or less (excluding the brokerage, the SFC transaction levy and the Hong Kong Stock Exchange trading fee payable). The Hong Kong Offer Shares in pool B will be allocated on an equitable basis to applicants who have applied for Shares with an aggregate subscription price of more than HK\$5 million and up to the total value of pool B (excluding the brokerage, the SFC transaction levy and the Hong Kong Stock Exchange trading fee payable).

When there is over-subscription, allocation of the Hong Kong Offer Shares to investors under the Hong Kong Public Offering, both in relation to pool A and pool B, will be based solely on the level of valid applications received under the Hong Kong Public Offering. The basis of allocation in each pool may vary, depending on the number of Hong Kong Offer Shares validly applied for by each applicant, but, subject to that, will be made strictly on a pro-rata basis. The allocation of Hong Kong Offer Shares could, where appropriate, consist of balloting, which would mean that some applicants may receive a higher allocation than others who have applied for the same number of Hong Kong Offer Shares and those applicants who are not successful in the ballot may not receive any Hong Kong Offer Shares.

**Depending on the number of valid applications received under the Hong Kong Public Offering, the allocation of the Hong Kong Offer Shares between the Hong Kong Public Offering and the International Offering will be subject to the re-allocation as described in the section headed “Structure of the Global Offering” in the Prospectus. If either the Hong Kong Public Offering or the International Offering is not fully subscribed, the Joint Global Coordinators have the authority to re-allocate all or any of the unsubscribed Hong Kong Offer Shares to the International Offering in such proportion and manner as it considers appropriate provided that there is sufficient demand under the International Offering to take up such re-allocated Hong Kong Offer Shares. Details of the re-allocation, if any, will be disclosed in the results of allocations announcement, which is expected to be made on 10 December 2010.**

Applicants should be aware that applications in pool A and in pool B may receive different allocation ratios. If the Hong Kong Offer Shares in one (but not both) of the pools are 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 the Hong Kong Offer Shares from either pool A or pool B but not from both pools. Multiple or suspected multiple applications or any application for more than 50% of the Hong Kong Offer Shares initially included in the Hong Kong Public Offering will be rejected. Only one application on a **WHITE** or **YELLOW** Application Form or by way of giving **electronic application instructions** to HKSCC or the **White Form eIPO** Service Provider via the **White Form eIPO** service may be made for the benefit of any person. Each applicant under the Hong Kong Public Offering will also be required to give an undertaking and confirmation in the application submitted by him that he and any person(s) for whose benefit he is making the application have not indicated an interest for or taken up and will not indicate an interest for or take up any Offer Shares under the International Offering, and such application will be rejected if the said undertaking and/or confirmation is breached and/or untrue (as the case may be) or he has been or will be placed with or allocated Offer Shares under the International Offering.

Applicants who apply on **WHITE** Application Forms for 1,000,000 or more Hong Kong Offer Shares and have indicated in their applications that they wish to collect share certificates (where applicable) and refund cheques (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, may collect share certificates (where applicable) and refund cheques (if any) in person from 9:00 a.m. to 1:00 p.m. on 10 December 2010, or such other date as notified by the Company on the Company's website at **www.china-newmaterials.com.hk** and the website of the Hong Kong Stock Exchange at **www.hkexnews.hk** as the date of dispatch/collection of share certificates/e-Refund payment instructions/refund cheques. Identification and (where applicable) authorization documents acceptable to the Company's Hong Kong Share Registrar must be produced at the time of collection. If you are an individual who opts for collection in person, you must not authorize any other person to make collection on your behalf. If you are a corporate applicant which opts for collection in person, the authorized representative bearing a letter of authorization from your corporation stamped with your corporation's chop must be presented for collection. Both individuals and authorized representatives (if applicable) must produce, at the time of collection, evidence of identity acceptable to the Company's Hong Kong Share Registrar. Uncollected refund cheques (if any) and/or share certificates (where applicable) will be despatched after the time specified for the collection on the date of despatch by ordinary post to the addresses as specified by the applicants at their own risk.

Applicants who apply on **YELLOW** Application Forms for 1,000,000 or more Hong Kong Offer Shares and have indicated in their Application Forms that they wish to collect refund cheques in person may collect their refund cheques (if any) but may not elect to collect their share certificates, which will be deposited into CCASS for credit to their designated CCASS Participant's stock account or CCASS Investor Participant stock accounts, as appropriate. 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 CCASS Investor Participant stock account or their designated CCASS Participant's stock account as instructed by the applicants.

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 (where applicable) 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 10 December 2010. Identification and (where applicable) authorization documents acceptable to Computershare Hong Kong Investor Services Limited must be produced at the time of collection.

For applicants who apply through the **White Form eIPO** service by paying the application monies through a single bank account and the applicant's application is wholly or partially unsuccessful and/or the final Offer Price is less than the Offer Price initially paid on the applicant's application, e-Refund payment instructions will be dispatched to the application payment account on or around 10 December 2010. For applicants who apply through the **White Form eIPO** service by paying the application monies through multiple bank accounts and the applicant's application is wholly or partially unsuccessful and/or the final Offer Price is less than the Offer Price initially paid on the 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 or around 10 December 2010, by ordinary post and at the applicant's own risk.

In relation to applicants who apply for less than 1,000,000 Hong Kong Offer Shares, or applicants who have applied for 1,000,000 or more Hong Kong Offer Shares but have not elected to collect their refund cheques (if any) and/or share certificates (where applicable) in person, their refund cheques (if any) and/or share certificates (where applicable) will be sent by ordinary post at the applicants' own risk to the addresses specified in the **WHITE** or **YELLOW** Application Forms or in the applications under **White Form eIPO** service.

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 to be allotted the Hong Kong Offer Shares 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](http://www.eipo.com.hk) under the **White Form eIPO** service. Applicants who would like to have the allotted Hong Kong Offer Shares issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to their CCASS investor participant stock accounts or the stock accounts of their designated CCASS Participants maintained in CCASS should (i) complete and sign the **YELLOW** Application Form, copies of which, together with copies of the Prospectus, may be obtained during normal business hours from 9:00 a.m. on 30 November 2010 until 12:00 noon on 3 December 2010 at the Depository Counter of HKSCC at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong or by their stockbroker, who may have such Application Forms and Prospectus available; or (ii) give **electronic application instructions** to HKSCC via CCASS.

Pursuant to the International Underwriting Agreement, the Company will grant to the International Underwriters, exercisable by the Joint Global Coordinators (on behalf of the International Underwriters), the right, exercisable at any time from the date of the International Underwriting Agreement until the 30th day from the last day for lodging applications under the Hong Kong Public Offering, to require the Company to allot and issue up to an aggregate of 43,875,000 additional Shares, representing approximately 15% of the number of Offer Shares initially available under the Global Offering at the final Offer Price, to cover over-allocations, if any, in the International Offering. If the Over-allotment Option is exercised in full, the additional Shares will represent approximately 3.6% of the enlarged issued share capital of the Company following the completion of the Global Offering and the Capitalization Issue and the exercise of the Over-allotment Option. In the event that the Over-allotment Option is exercised, an announcement will be made as soon as practicable following such exercise on the websites of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) and the Company at [www.china-newmaterials.com.hk](http://www.china-newmaterials.com.hk).

In connection with the Global Offering, the Stabilizing Manager (or its affiliates or any person acting for it), as stabilizing manager, may (but shall not be obliged), for its own account as principal or on behalf of any Underwriters, but not as agent for the Company, to the extent permitted by applicable laws and regulatory requirements of Hong Kong or elsewhere, over-allocate or effect short sales or any other stabilizing transactions (in the market or otherwise and whether in Hong Kong or elsewhere) with a view to stabilizing or maintaining the market price of the Shares at such prices, in such amounts and in such manner as the Stabilizing Manager or its affiliates or any person acting for it may determine and at levels other than those which might otherwise prevail in the open market. CCB International Capital Limited has been appointed as the Stabilizing Manager for the purposes of the Global Offering in accordance with the Securities and Futures (Price Stabilizing) Rules made under the SFO. Such transactions may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws and regulatory requirements including those of Hong Kong. However, there is no obligation on the Stabilizing Manager, its affiliates or any person acting for it to any such stabilizing activity. Such stabilization, if commenced, will be conducted at the absolute discretion of the Stabilizing Manager or any person acting for it, and may be discontinued at any time, and must be brought to an end within 30 days of the last day for the lodging of applications under the Hong Kong Public Offering. The number of Shares that may be over-allocated will not be greater than the number of Shares which may be sold upon exercise of the Over-allotment Option, being 43,875,000 Shares, representing approximately 15% of the number of Offer Shares initially available under the Global Offering. Details of such stabilization and how it will be regulated under the SFO are contained in the Prospectus.

The Offer Price is expected to be determined by agreement between the Joint Global Coordinators (on behalf of the Underwriters) and the Company on the Price Determination Date, when market demand for the Offer Shares will be determined. The Price Determination Date is expected to be on or around 3 December 2010 and in any event, no later than 5:00 p.m. on 10 December 2010. Investors applying for Hong Kong Offer Shares under the Hong Kong Public Offering must pay, on application, the maximum Offer Price of HK\$3.33 for each Hong Kong Offer Share together with a brokerage fee of 1%, SFC transaction levy of 0.003%, and Hong Kong Stock Exchange trading fee of 0.005%. The Joint Global Coordinators (on behalf of the Underwriters) may, with the consent of the Company, reduce the number of Offer Shares and/or indicative Offer Price range stated in the Prospectus (which is HK\$2.33

to HK\$3.33 per Hong Kong Offer Share) at any time on or prior to the morning of the last day for lodging applications under the Hong Kong Public Offering. In such a case, notices of the reduction in the number of Offer Shares and/or the indicative Offer Price range will be published in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese) and on the Company's website at [www.china-newmaterials.com.hk](http://www.china-newmaterials.com.hk) and the website of the Hong Kong Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) not later than the morning of the day which is the last day for lodging applications under the Hong Kong Public Offering. **If applications have been submitted prior to the day which is the last day for lodging applications under the Hong Kong Public Offering, then even if the number of Offer Shares and/or indicative Offer Price range is so reduced, such applications cannot be subsequently withdrawn.** Share certificates will only become valid certificates of title at 8:00 a.m. on 13 December 2010 provided that the Hong Kong Public Offering has become unconditional in all respects and the right of termination described in the section headed "Underwriting – Underwriting arrangements and expenses – Hong Kong Underwriting Agreement – Grounds for termination by Hong Kong Underwriters" in the Prospectus has not been exercised. **If the Joint Global Coordinators (on behalf of the Underwriters) and the Company are unable to reach an agreement on the Offer Price, the Global Offering will not proceed and will lapse immediately.**

The Hong Kong Public Offering is conditional upon the conditions as stated in the section headed "Structure of the Global Offering – Conditions of the Hong Kong Public Offering" in the Prospectus. The consummation of each of the International Offering and the Hong Kong Public Offering is conditional upon, among other things, the other becoming unconditional and not having been terminated in accordance with their respective terms. If the conditions are not fulfilled or waived prior to the times and dates specified in the Prospectus, the Global Offering will thereby lapse and all application monies, together with the brokerage, the SFC transaction levy and the Hong Kong Stock Exchange trading fee received from applicants under the Global Offering will be returned to the applicants, without interest, on the terms set out in the section headed "How to apply for Hong Kong Offer Shares – Dispatch/Collection of share certificates and refund of application monies" in the Prospectus.

Copies of the Prospectus, together with the **WHITE** Application Forms, may be obtained during normal business hours from 9:00 a.m. on 30 November 2010, until 12:00 noon on 3 December 2010 at:

any of the following offices of the Hong Kong Underwriters:

1. CCB International Capital Limited  
34th Floor  
Two Pacific Place  
88 Queensway  
Admiralty  
Hong Kong

or

Piper Jaffray Asia Securities Limited  
Suite 1308  
Two Pacific Place  
88 Queensway  
Admiralty  
Hong Kong

or

Macquarie Capital Securities Limited  
Level 18, One International Finance Centre  
1 Harbour View Street  
Central  
Hong Kong

or

China Everbright Securities (HK) Limited  
36/F, Far East Finance Centre  
16 Harcourt Road, Central  
Hong Kong

or

Guotai Junan Securities (Hong Kong) Limited  
27/F., Low Block, Grand Millennium Plaza  
181 Queen's Road Central  
Hong Kong

or

Kingston Securities Limited  
Suites 2801-2808  
28th Floor  
One International Finance Centre  
1 Harbour View Street  
Central  
Hong Kong



2. any of the following branches of Industrial and Commercial Bank of China (Asia) Limited or Standard Chartered Bank (Hong Kong) Limited:

**Industrial and Commercial Bank of China (Asia) Limited**

	<b>Branch</b>	<b>Address</b>
<b>Hong Kong Island</b>	Queen's Road Central Branch	122–126 Queen's Road Central, Central
	Wanchai Branch	117–123 Hennessy Road, Wanchai
	Causeway Bay Branch	Shop A, G/F, Jardine Center, 50 Jardine's Bazaar, Causeway Bay
	Quarry Bay Branch	G/F, 1036–1040 King's Road, Quarry Bay
<b>Kowloon</b>	Tsimshatsui East Branch	Shop B, G/F, Railway Plaza, 39 Chatham Road South, Tsimshatsui
	Yaumatei Branch	542 Nathan Road, Yaumatei
	Mei Foo Branch	Shop N95A, 1/F, Mount Sterling Mall, Mei Foo Sun Chuen
	Ngau Tau Kok Branch	Shop Nos. G211–214, G/F., Phase II, Amoy Plaza, 77 Ngau Tau Kok Road
<b>New Territories</b>	Tseung Kwan O Branch	Shop Nos. 2011–2012, Level 2, Metro City, Plaza II, 8 Yan King Road, Tseung Kwan O
	Sha Tsui Road Branch	Shop 4, G/F., Chung On Building, 297–313 Sha Tsui Road, Tsuen Wan

## Standard Chartered Bank (Hong Kong) Limited

	Branch	Address
<b>Hong Kong Island</b>	Central Branch	Shop no. 16, G/F and Lower G/F, New World Tower, 16–18 Queen’s Road Central, Central
	88 Des Voeux Road Branch	88 Des Voeux Road Central, Central
	North Point Centre Branch	North Point Centre, 284 King’s Road, North Point
<b>Kowloon</b>	Mongkok Branch	Shop B, G/F, 1/F & 2/F, 617-623 Nathan Road, Mongkok
	68 Nathan Road Branch	Basement, Shop B1, G/F and M/F, Golden Crown Court, 66-70 Nathan Road, Tsimshatsui
	San Po Kong Branch	Shop A, G/F, Perfect Industrial Building, 31 Tai Yau Street, San Po Kong
	Lok Fu Shopping Centre Branch	Shop G201, G/F., Lok Fu Shopping Centre
	Mei Foo Stage I Branch	G/F, 1C Broadway, Mei Foo Sun Chuen Stage I, Lai Chi Kok
<b>New Territories</b>	Shatin Centre Branch	Shop 32C, Level 3, Shatin Shopping Arcade, Shatin Centre, 2-16 Wang Pok Street, Shatin
	Yuen Long Fung Nin Road Branch	Shop B at G/F and whole 1/F, Man Cheong Building, 239-247 & 247A Castle Peak Road, Yuen Long
	Tuen Mun Town Plaza Branch	Shop No. G047-G052, Tuen Mun Town Plaza Phase I, Tuen Mun
	Tseung Kwan O Branch	Shop G37-40, G/F, Hau Tak Shopping Centre East Wing, Hau Tak Estate, Tseung Kwan O

Applicants can collect a **YELLOW** Application Form and the Prospectus during normal business hours from 9:00 a.m. on 30 November 2010 till 12:00 noon on 3 December 2010 from:

- the Depository Counter of HKSCC at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong; or
- stockbrokers who may have **YELLOW** Application Forms and the Prospectus available.

Both **WHITE** and **YELLOW** Application Forms, completed in all respects in accordance with the instructions printed thereon, to which cheques or banker's cashier orders payable to "ICBC (Asia) Nominee Limited – China New Materials Public Offer" should be securely stapled and deposited in any of the special collection boxes provided at any one of the branches referred to above on the following dates during the following times:

**Tuesday, 30 November 2010 – 9:00 a.m. to 5:00 p.m.**  
**Wednesday, 1 December 2010 – 9:00 a.m. to 5:00 p.m.**  
**Thursday, 2 December 2010 – 9:00 a.m. to 5:00 p.m.**  
**Friday, 3 December 2010 – 9:00 a.m. to 12:00 noon**

Applicants applying by **White Form eIPO** service may submit their applications to the **White Form eIPO** Service Provider through the designated website **www.eipo.com.hk** from 9:00 a.m. on 30 November 2010 until 11:30 a.m. on 3 December 2010 (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 3 December 2010, the last application day. Applicants will not be permitted to submit applications to the **White Form eIPO** Service Provider after 11:30 a.m. on the last day for submitting applications. If you have already submitted your application and obtained a payment 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.

The Company expects to publish the announcement on the Offer Price, the level of indications of interest in the International Offering, the basis of allotment and the results of applications of successful applicants under the Hong Kong Public Offering on 10 December 2010, on the Company's website at **www.china-newmaterials.com.hk** and the website of the Hong Kong Stock Exchange at **www.hkexnews.hk**.

Results of allocations in the Global Offering including (i) the level of indication of interest in the International Offering; (ii) the level of applications in the Hong Kong Public Offering; (iii) the basis of allocation of the Hong Kong Offer Shares; and (iv) the number of Offer Shares reallocated under the clawback adjustment, if any; and (v) the Hong Kong identity card/passport/Hong Kong business registration certificate numbers of successful applicants (where supplied) and the number of the Hong Kong Offer Shares successfully applied for under the **WHITE** or **YELLOW** Application Forms, or by giving **electronic application instructions** to HKSCC via CCASS or to the designated **White Form eIPO** Service Provider through the designated website at **www.eipo.com.hk** and the final Offer Price will be made available at the times and dates and in the manner specified below:–

- Results of allocations for the Hong Kong Public Offering will be available from our designated results of allocations website at **www.iporesults.com.hk** on a 24-hour basis from 8:00 a.m. on 10 December 2010 to 12:00 midnight on 16 December 2010. 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 to search for his/her/its own allocation result.

- Results of allocations will be available from the 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 10 December 2010 to 13 December 2010.
- 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 10 December 2010 to 11 December 2010 and on 13 December 2010 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” in the Prospectus.
- Results of allocations for the Hong Kong Public Offering can be found in the announcement to be posted on the Company’s website at **www.china-newmaterials.com.hk** and the website of the Hong Kong Stock Exchange at **www.hkexnews.hk** on 10 December 2010.

Investors can also apply for the Hong Kong Offer Shares by giving **electronic application instructions** to HKSCC as follows:

1. CCASS Investor Participants may give **electronic application instructions** to HKSCC through the CCASS Phone System by calling (852) 2979 7888 or through the CCASS Internet System (**https://ip.ccass.com**) (using the procedures contained in HKSCC’s “An Operating Guide for Investor Participants” in effect from time to time). HKSCC may also input **electronic application instructions** for CCASS Investor Participants on their behalf if they go to the Customer Service Centre of HKSCC 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; and
2. Those who are not CCASS Investor Participants may instruct their brokers or custodians who are CCASS Clearing Participants or CCASS Custodian Participants to give **electronic application instructions** to HKSCC via CCASS terminals to apply for the Hong Kong Offer Shares on their behalf.

CCASS Clearing/Custodian Participants can input **electronic application instructions** at the following times on the following dates:

**Tuesday, 30 November 2010 – 9:00 a.m. to 8:30 p.m.<sup>(1)</sup>**  
**Wednesday, 1 December 2010 – 8:00 a.m. to 8:30 p.m.<sup>(1)</sup>**  
**Thursday, 2 December 2010 – 8:00 a.m. to 8:30 p.m.<sup>(1)</sup>**  
**Friday, 3 December 2010 – 8:00 a.m.<sup>(1)</sup> to 12:00 noon**

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

CCASS Investor Participants can input **electronic application instructions** from 9:00 a.m. on 30 November 2010 until 12:00 noon on 3 December 2010 (24 hours daily, except the last application day).

The application lists will open from 11:45 a.m. to 12:00 noon on 3 December 2010 (or such later date as may apply in the case of a tropical cyclone warning signal number 8 or above or a “black” rainstorm warning signal being in force as described in the section headed “How to Apply for Hong Kong Offer Shares – Effect of bad weather on the opening of the applications lists” in the Prospectus).

Subject to the terms and conditions set out in the section headed “How to Apply for Hong Kong Offer Shares” in the Prospectus and the Application Forms, applications under the **WHITE** and **YELLOW** Application Forms or those made through the **White Form eIPO** service by submitting an electronic application to the **White Form eIPO** Service Provider through the designated website at [www.eipo.com.hk](http://www.eipo.com.hk) or **electronic application instructions** to HKSCC must be received by no later than 11:30 a.m. on 3 December 2010 (or if the application lists are not open on that day, then by 11:30 a.m. on the next business day the lists are open).

If applicants apply for the Hong Kong Offer Shares using a **YELLOW** Application Form or by giving **electronic application instructions** to HKSCC and their application is wholly or partially successful, their share certificates will be issued in the name of HKSCC Nominees and deposited into CCASS for credit to their CCASS Investor Participant stock account or the stock account of any designated CCASS Participant giving **electronic application instructions** on their behalf or as instructed by them in their **YELLOW** Application Form on 10 December 2010 or in the event of a contingency, on any other date as shall be determined by HKSCC or HKSCC Nominees. If applicants are applying through a designated CCASS Participant (other than a CCASS Investor Participant), they can check the number of Hong Kong Offer Shares allocated to them (and the amount of refund money payable to them if they have instructed a CCASS Clearing/Custodian Participant to give **electronic application instructions** on their behalf) with that CCASS Participant. If applicants are applying as a CCASS Investor Participant, they should check the announcement published by the Company on 10 December 2010 (for CCASS Investor Participants applying by giving **electronic application instructions** to HKSCC, they can also check the application results via the CCASS Phone System and CCASS Internet Systems) and report any discrepancies to HKSCC before 5:00 p.m. on 10 December 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 account, they can also check their new account balance via the CCASS Phone System and 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 them an activity statement showing the number of Hong Kong Offer Shares credited to their CCASS Investor Participant stock account and (if they are applying by giving **electronic application instructions** to HKSCC) the amount of refund money (if any) credited to their designated bank account.

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

Share certificates will only become valid certificates of title at 8:00 a.m. on 13 December 2010 provided that the Hong Kong Public Offering has become unconditional in all aspects and the right of termination described in the section headed “Underwriting – Underwriting arrangements and expenses – Hong Kong Underwriting Agreement – Grounds for termination” in the Prospectus has not been exercised.

Dealings in the Offer Shares on the Hong Kong Stock Exchange are expected to commence on 13 December 2010. The Shares will be traded on the Stock Exchange in board lots of 1,000 Shares. The stock code of the Shares is 1887.

By Order of the Board of  
**China New Materials Holdings Limited**  
**Zhang Kaijun**  
*Chairman*

Hong Kong, 30 November 2010

*As at the date of this announcement, the Company's executive Directors are Mr. Zhang Kaijun, Mr. Huang Cheng, Mr. Lu Wei and Mr. Wong Yee Shuen Wilson, the Company's non-executive Directors are Mr. Qin Kebo and Mr. Wu Chi Chiu, the Company's independent non-executive Directors are Mr. Chan Ngai Sang Kenny, Mr. Guo Tianyong and Mr. Lee Kwan Hung.*

*Please also refer to the published version of this announcement in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese).*