(1) PROPOSED ISSUE OF S$149,000,000 4% CONVERTIBLE BONDS DUE 2013; AND

(2) PROPOSED CASH SETTLED EQUITY SWAP TRANSACTION

– GRANT OF APPROVAL IN-PRINCIPLE FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

Capitalised terms not defined herein shall have the same meanings ascribed to them in the Company’s previous announcements dated 4 June 2008 and 10 June 2008 (the “Announcements”).

1. Further to the Announcements made by the Company relating to, inter alia, the issue of the Bonds (the “Bonds Issue”) and the Equity Swap, the board of directors of the Company is pleased to announce that approval in-principle (the “AIP”) has been obtained from the SGX-ST on 27 June 2008 in respect of the Company’s application for the listing and quotation on the Official List of the SGX-ST of:

(a) S$149 million principal amount of the Bonds; and

(b) up to 97,385,620 Conversion Shares to be issued pursuant to the full conversion of the Bonds.

(the “Transactions”).

2. The AIP in relation to the listing and quotation on the Official List of the SGX-ST of the Bonds is subject to the following:

(a) Compliance with the SGX-ST’s listing requirements;

(b) submission of a written undertaking from the Company that the Bonds will only be offered to persons specified in Sections 274 and 275 of the Securities and Futures Act (Cap. 289) of Singapore (or such equivalent terms in the relevant jurisdictions where the Bonds are offered);

(c) submission of a written undertaking from the Company that the Bonds will be trading in a minimum board lot size of S$200,000 or its equivalent in foreign currency and that the Company will not redenominate the trading board lot size, for so long as the Bonds are listed on the SGX-ST;

(d) submission of a written confirmation from the Company that the Offering Circular contains all the information that the specified persons in paragraph 2(b) above would customarily expect to see in the introductory documents of similar debt issues;

(e) submission of a written confirmation from the Company that the requirements in Rule 316 and Part VI of Chapter 7 of the Listing Manual of the SGX-ST (the “Listing Manual”) will be complied with;
(f) submission of a written confirmation from the Company that the Transactions are in compliance with Section 76 of the Companies Act (Cap. 50) of Singapore (the “Companies Act”);

(g) submission of a duly signed undertaking from the Company in the format set out in Appendix 2.3.1 of the Listing Manual; and

(h) submission of a copy of the support agreements, the signed Bonds Subscription Agreement, the trust deed and the paying, conversion and transfer agency agreement.

3. The AIP in relation to the listing and quotation on the Official List of the SGX-ST of the Conversion Shares is subject to the following:

(a) Compliance with the SGX-ST’s listing requirements;

(b) submission of the notification referred to in Rule 864(4) of the Listing Manual, if applicable, upon any significant changes affecting the matter in the application;

(c) submission of a written undertaking from Mr. Sun Jiangrong that he shall procure that Sino Fortune Union Investment Limited shall (in respect of the Shares) vote and/or procure that the registered holder(s) of the Shares and (if the Shares are registered in the name of The Central Depository (Pte) Limited or its nominee) the relevant account holder(s) (as defined in Section 130A of the Companies Act) of the Shares shall vote (whether in person or by representative or proxy) in favour of the Transactions, if the Transactions are put to a vote at a general meeting of shareholders; and

(d) submission of the following undertakings from the Company:

(i) that the Company will comply with Rules 806(2) and 825 of the Listing Manual at all times;

(ii) that the Company will seek the approval of shareholders in a general meeting for the issuance of the balance of up to 29,349,091 Shares in the event that the Conversion Price is revised downwards;

(iii) that the Company will comply with Rules 813 and 829 of the Listing Manual;

(iv) that the Company will announce via SGXNet the conversion details (including the number of Conversion Shares issued and the Conversion Price) each time the share capital of the Company is increased as a result of the conversion(s) of the Bonds, and that these announcements will include a statement that Rule 825 of the Listing Manual has been complied with;
(v) that the Company will announce via SGXNet any adjustments to the Conversion Price and the quantum of outstanding Bonds and Conversion Shares in the event of rights, bonus or other capitalisation issues;

(vi) that the Company will announce via SGXNet as and when the Bonds are redeemed (including details of the Bonds redeemed and redemption amount);

(vii) that the Company will announce via SGXNet the occurrence of any events of default as stipulated in the Bonds Subscription Agreement entered into between the Company and the Lead Manager;

(viii) that the Company will announce via SGXNet the expiry of the Bonds;

(ix) that the Company will make periodic announcements via SGXNet on the use of the proceeds from the Bonds as and when the funds are materially disbursed, until such time the proceeds have been fully utilised;

(x) that the Company will provide a status report on the use of the proceeds in its annual report, until such time the proceeds have been fully utilized;

(xi) in the event of any material alteration to the terms of any issued Bonds, whereby such material alteration is to the advantage to the bondholder, that such material alteration be subject to shareholders’ approval at a general meeting of the Company, except where such material alterations are made pursuant to the terms of the Bonds Issue; and

(xii) notwithstanding paragraph 3(d)(xi) above, that the Company will announce via SGXNet any such material alteration to any issued Bonds regardless of whether such material alterations are made pursuant to the terms of the Bonds Issue.

4. The AIP granted by the SGX-ST is not to be taken as an indication of the merits of the Company, its securities, the proposed Bonds Issue or the Conversion Shares.

BY ORDER OF THE BOARD

Sun Jiangrong
Executive Chairman & Chief Executive Officer
28 June 2008