

China Water Industry Group Limited 中國水業集團有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1129)

RESULTS OF THE EXTRAORDINARY GENERAL MEETING HELD ON 14 MAY 2007

The board (the "Board") of China Water Industry Group Limited (the "Company") is pleased to announce that, on 14 May 2007, the Company held the extraordinary general meeting (the "EGM") at which the ordinary resolution set out in the notice of the EGM dated 25 April 2007 was duly passed by way of poll.

Reference is made to the circular (the "Circular") of the Company dated 25 April 2007 regarding the proposed acquisition of 60% equity interest in and 60% shareholder's loan of Onfar International Limited. Capitalized terms used herein shall have the same meanings as defined in the Circular unless the context requires otherwise.

RESULTS OF THE EGM

The Board is pleased to announce that the ordinary resolution (the "Resolution") approving the Acquisition was duly passed by way of poll by the Independent Shareholders at the EGM. The poll results in respect of the Resolution were as follows:

Ordinary resolution	No. of Shares Voted (%)	
	For	Against
To approve the entering into of the agreement dated 12 March 2007 (the "Agreement") in relation to the proposed acquisition of 60% issued share capital of and 60% shareholder's loan in Onfar International Limited and all the transactions contemplated under the Agreement and to authorize any one director of the Company to do all acts and things and execute and deliver all documents as are necessary to give effect to all the transactions contemplated under the Agreement.	477,024,000 (99.9992%)	4,000 (0.0008%)

Notes:

- (1) The full text of the Resolution is set out in the notice of the EGM dated 25 April 2007.
- (2) As at the date of the EGM,
 - (a) The total number of Shares entitling the Independent Shareholders to attend and vote for or against the Resolution at the EGM was 1,674,098,000, representing approximately 90,29% of the total issued share capital of the Company as at the date of the EGM; and
 - (b) No shareholder who was eligible to attend the EGM was only entitled to vote against the Resolution.
- (3) At the time of entering into the Agreement, Boost Skill Investments Limited was a Substantial Shareholder holding approximately 11.93% shareholding interest in the Company. Accordingly, Boost Skill Investments Limited and its associates shall abstain and did abstain from voting on the Resolution at the EGM.
- (4) Union Registrars Limited, the Company's Hong Kong branch share registrar, was appointed as the scrutineer at the EGM for the purpose of vote-taking in respect of the Resolutions.

By Order of the Board
China Water Industry Group Limited
Chu Yin Yin, Georgiana
Executive Director

Hong Kong, 14 May 2007

* for identification purpose only

As at the date of this announcement, the board of directors of the Company comprises Mr. Wang Chia Chin, Mr. Wang Xiao Bo, Mr. Zhong Wen Sheng, Mr. Sze Chun Ning, Vincent, Mr. Liu Bai Yue, Mr. Shi De Mao and Ms. Chu Yin Yin, Georgiana, all being the executive directors, Mr. Huang Yuan Wen and Mr. Pan Shi Ying, all being the non-executive directors and Mr. Chang Kin Man, Mr. Wu Tak Lung and Mr. Gu Wen Xuan, all being the independent non-executive directors.