

VOTING RESULTS OF THE EXTRAORDINARY GENERAL MEETING HELD ON 20 MARCH 2007

The board of the Company (the "Board") of China Water Industry Group Limited (the "Company") is pleased to announce that, on 20 March 2007, the Company held the Extraordinary General Meeting (the "EGM") at which all ordinary resolutions set out in the notice of the EGM dated 2 March 2007, were duly passed.

Reference is made to the circular of the Company dated 2 March 2007 (the "Circular") regarding the proposed refreshment of general mandates to issue shares and to repurchase shares and the proposed of refreshment of the 10 per cent limit on the grant of options under the Share Option Scheme. Capitalized terms used herein shall have the same meanings as defined in the Circular unless the context requires otherwise.

VOTING RESULTS OF THE EGM

The Board is pleased to announce that the ordinary resolution approving the refreshment of general mandates to issue shares was duly passed by way of poll by the Independent Shareholders, and the ordinary resolutions approving repurchase of shares and refreshment of the 10% limit on the grant of options under the Shares Option Scheme were duly passed by way of poll by the shareholders at the EGM. The poll results in respect of each of the Resolution were as follows:

Ordinary Resolutions:		No. of Shares Voted (%)	
		For	Against
1	To refresh a general mandate to the directors to allot, issue and deal with additional shares of the Company.	237,160,000 (94.73%)	13,192,000 (5.27%)
2	To refresh a general mandate to the directors to repurchase shares of the Company.	250,352,000 (100%)	Nil (0%)
3	To extend the general mandate granted to the directors to allot, issue and deal with the Company's share by the amount of shares repurchased.	237,160,000 (94.73%)	13,192,000 (5.27%)
4	To refresh the General Scheme Limit under the Share Option Scheme.	237,160,000 (94.73%)	13,192,000 (5.27%)

Notes:

- (1) The full texts of the Resolutions are set out in the notice of the EGM dated 2 March 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 Resolutions Nos. 1 and 3 at the EGM was 1,349,600,000, representing approximately 87.07% of the total issued share capital of the Company as at the date of the EGM;
 - (b) The total number of Shares entitling the Shareholders to attend and vote for or against the Resolutions Nos. 2 and 4 at the EGM was 1,550,098,000, representing approximately 100% of the total issued share capital of the Company as at the date of the EGM; and
 - (c) No shareholder who was eligible to attend the EGM was only entitled to vote against the resolutions.
- (3) Pursuant to Rule 13.36 (4)(a) of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rule"), Mr. Wang Chia Chin, Mr. Wang Xiao Bo, Mr. Sze Chun Ning, Vincent, all being the executive directors of the Company, who together with their respective associates are abstained from voting in favor of the Resolutions Nos. 1 and 3 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, 20 March 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.