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*Unless otherwise defined in this announcement, terms defined in the prospectus dated April 20, 2011 (the “**Prospectus**”) and the supplemental prospectus dated May 5, 2011 (the “**Supplemental Prospectus**”) issued by Yuanda China Holdings Limited (the “**Company**”) have the same meanings when used in this announcement.*

*This announcement is not an offer to sell, or a solicitation of an offer to buy, any securities (the “**Shares**”) of the Company in the United States or in any other jurisdictions or an invitation to engage in any investment activity with respect to securities or investments of any kind. The Shares have not been, and will not be, registered under the United States Securities Act of 1933, as amended (the “**Securities Act**”) or any state securities laws of the United States, and may not be offered or sold in the United States except pursuant to an effective registration statement or in accordance with an available exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. The Company has not and does not intend to make any public offer of the shares in the United States.*

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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 the Shares. Potential investors should read the Prospectus and the Supplemental Prospectus for detailed information about the Global Offering described below before deciding whether or not to invest in the Shares thereby being offered.

*Prospective investors of the Offer Shares should note that the Joint Global Coordinators, in their sole and absolute discretion may, on behalf of the Hong Kong Underwriters, terminate the Hong Kong Underwriting Agreement by notice to the Company, upon the occurrence of any of the events set out in the sections headed “**Underwriting – Underwriting Arrangements and Expenses – 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 May 17, 2011).*

*In connection with the Global Offering, Deutsche Bank AG, Hong Kong Branch, its affiliates or any person acting for it (the “**Stabilizing Manager**”), on behalf of the Underwriters, may over-allocate or effect short sales or effect any other transactions with a view to stabilizing or maintaining the market price of the Shares at a level higher than that which might otherwise prevail in the open market for a limited period. Any such stabilizing activity 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 (Cap. 571 of the Laws of Hong Kong). However there is no obligation on the Stabilizing Manager or any person acting for it to conduct any such stabilizing activity, which if commenced, may be discontinued at any time. Any such stabilizing activity is required to be brought to an end after a limited period ending on the 30th day of the last day for lodging of applications under the Hong Kong Public Offering. The stabilization period is expected to expire on May 27, 2011 and that after this date, when no further stabilizing action may be taken, demand for the Shares, and therefore its market price, could fall. Further details are set forth in the section headed “**Structure of the Global Offering**” in the Prospectus.*

The number of Offer Shares being offered in the Global Offering may be increased by up to an aggregate of 225,000,000 Offer Shares, representing 15% of the number of Offer Shares initially available under the Global Offering through the exercise of the Over-allotment Option, exercisable by the Stabilizing Manager (in consultation with the Joint Global Coordinators) on behalf of the International Underwriters, to cover, among other things over-allocation in the International Offering, if any. The Over-allotment Option is exercisable at any time from the date of the International Underwriting Agreement until 30 days after the last day for the lodging of applications under the Hong Kong Public Offering (i.e. May 27, 2011). In the event that such Over-allotment Option is exercised, an announcement will be made.



Yuanda China Holdings Limited

遠大中國控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2789)

Announcement of publication of Supplemental Prospectus

Hong Kong, May 5, 2011

Having regard to levels of interest expressed in the Global Offering, the Offer Price has been determined at HK\$1.50 per Offer Share which is below the indicative Offer Price range set out in the Prospectus. The total number of Offer Shares in the Global Offering remains unchanged, at 1,500,000,000 Shares, comprising the 150,000,000 Hong Kong Offer Shares to be issued in the Hong Kong Public Offering and 1,350,000,000 Shares to be issued in the International Offering (both of which remain unchanged).

In order to enable applicants who have validly applied for the Hong Kong Offer Shares to consider this significant new information, the Company has published a Supplemental Prospectus on May 5, 2011 to reflect the determination of the Offer Price together with relevant updated financial and other information.

Investors who wish to proceed with their applications must confirm their applications before the deadline stipulated in the Supplemental Prospectus, being 4:30 p.m. on Monday, May 9, 2011. Investors who have made valid applications for the Offer Shares, but do not confirm their applications in accordance with the procedures set out in the Supplemental Prospectus, will be taken as not proceeding with their applications.

Copies of the Supplemental Prospectus and the Confirmation Form described therein may be obtained from 9:00 a.m. to 4:30 p.m. on Thursday, May 5, 2011, Friday, May 6, 2011 and Monday, May 9, 2011 at any of the places stated below.

1. Deutsche Bank AG, Hong Kong Branch, Level 52, International Commerce Centre, 1 Austin Road West, Kowloon, Hong Kong
2. J.P. Morgan Securities (Asia Pacific) Limited, 28/F, Chater House, 8 Connaught Road Central, Central, Hong Kong
3. Standard Chartered Securities (Hong Kong) Limited, 15/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong
4. BOCI Asia Limited, 26/F, Bank of China Tower, 1 Garden Road, Hong Kong

5. Any of the following branches of **Standard Chartered Bank (Hong Kong) Limited**:

	Branch name	Branch address
Hong Kong Island:	88 Des Voeux Road Branch	88 Des Voeux Road Central, Central
	North Point Centre Branch	North Point Centre, 284 King's Road, North Point
	Yun Ping Road Branch	G/F to 2/F, Fortune Centre, 4-48 Yun Ping Road, Causeway Bay, Hong Kong
	Hennessy Road Branch	399 Hennessy Road, Wanchai
Kowloon:	Kwun Tong Branch	1A Yue Man Square, Kwun Tong
	Tsimshatsui Branch	G/F, 10 Granville Road, Tsimshatsui
	Mongkok Branch	Shop B, G/F, 1/F & 2/F, 617-623 Nathan Road, Mongkok
New Territories:	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 1/F, Man Cheong Building, 247 Castle Peak Road, Yuen Long
	Tuen Mun Town Plaza Branch	Shop No. G047–G052, Tuen Mun Town Plaza Phase I, Tuen Mun

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

	Branch name	Branch address
Hong Kong Island:	Bank of China Tower Branch	3/F, 1 Garden Road
	Chai Wan Branch	Block B, Walton Estate, 341-343 Chai Wan Road, Chai Wan
	Connaught Road Central Branch	13-14 Connaught Road Central
	King's Road Branch	131-133 King's Road, North Point
Kowloon:	Hoi Yuen Road Branch	55 Hoi Yuen Road, Kwun Tong
	Mong Kok (President Commercial Centre) Branch	608 Nathan Road, Mong Kok
	Humphrey's Avenue Branch	4-4A Humphrey's Avenue, Tsim Sha Tsui
	Hung Hom (Eldex Industrial Building) Branch	21 Ma Tau Wai Road, Hung Hom
New Territories:	East Point City Branch	Shop 101, East Point City, Tseung Kwan O
	Castle Peak Road (Yuen Long) Branch	162 Castle Peak Road, Yuen Long

On May 16, 2011, the Company will issue an announcement setting out the level of valid applications in the Hong Kong Public Offering taking into account the receipt of confirmations from the Eligible Applicants in accordance with the procedures set out in the Supplemental Prospectus, and level of interest in the International Offering.

Trading of the Shares is expected to commence on Tuesday, May 17, 2011, subject to satisfaction of the conditions set out in the section entitled “Structure of the Global Offering — Conditions of the Hong Kong Public Offering” in the Prospectus, which include the approval of the Stock Exchange for the listing of the Shares on the Main Board of the Stock Exchange.

By Order of the Board of
Yuanda China Holdings Limited
Kang Baohua
Chairman and executive Director

Hong Kong, May 5, 2011

As at the date of this announcement, the executive Directors are Mr. Kang Baohua, Mr. Tian Shouliang, Mr. Guo Zhongshan, Mr. Wang Yijun, Mr. Si Zuobao, Mr. Wu Qingguo, Mr. Wang Lihui and Mr. Wang Deqiang, and the independent non-executive Directors are Mr. Poon Chiu Kwok, Mr. Woo Kar Tung, Raymond and Mr. Pang Chung Fai, Benny.

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

This announcement is available for viewing on the Company’s website at www.yuandacn.com and the website of the Stock Exchange at www.hkexnews.hk.