

29 December 2006

BY FAX & BY EMAIL
(Fax No.: 2248 6912)

The Listing Division
The Stock Exchange of Hong Kong Limited
11/F., One International Finance Centre
1 Harbour View Street
Central, Hong Kong

Attn: Ms Elizabeth Shum

Dear Sirs,

Re: Shenyin Wanguo (H.K.) Limited (the “Company”)

This statement is made at the request of The Stock Exchange of Hong Kong Limited.

We have noted the increase in the price and trading volume of the shares of the Company today and wish to state that we are not aware of any reasons for such changes.

We also confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09, which is or may be of a price-sensitive nature.

Made by the order of the Board of Shenyin Wanguo (H.K.) Limited the directors of which individually and jointly accept responsibility for the accuracy of this statement.

As at the date of this announcement, the Board of Directors of the Company comprises 10 directors, of which Mr. Feng Guorong, Mr. Lu Wenqing, Mr. Lee Man Chun Tony, Mr. Guo Chun and Mr. Ying Niankang are the executive directors of the Company, Mr. Chang Pen Tsao and Mr. Huang Gang are the non-executive directors of the Company, Mr. Ng Wing Hang Patrick, Mr. Kwok Lam Kwong Larry and Mr. Zhuo Fumin are the independent non-executive directors of the Company.

Yours faithfully,
For and on behalf of
Shenyin Wanguo (H.K.) Limited

(Signed)

Lee Man Chun Tony
Chief Executive Officer