



Press Release

(For immediate release)

Water Property enters into cooperation letter of intent To develop China Culture and Arts Valley Project into A new cultural hub

(25 January 2010, Hong Kong) China Water Property Group Limited (“Water Property” or the “Company”, together with its subsidiaries referred to as the “Group”; stock code: 02349.HK) is pleased to announce that the Group today entered into a letter of intent with Jiangxi Nanchang Xinjian Municipal Government and Jiangxi Federation of Literary and Arts Circles. Pursuant to it, a property project for cultural and arts industries named China Culture and Arts Valley Project will be developed in Xinjian County, Nanchang City as a new cultural landmark, a new international arts exchange centre and a major arts tourism venue.

Ms. Wang Wenxia, Vice Chairman and Executive Director of Water Property, said, “We and our partners are determined to develop China Culture and Arts Valley Project into an international cultural city which will help Chinese cultural community to come into contact with its peers around the world and raise its position in the global cultural sector. It is an important cultural hub in China for cultural exchange, creation, transactions, exhibitions and training. Projects which are under or pending for development cover Wuhan in Hubei Province, Changsha in Hunan Province, Shanghai, Xinyu City in Jiangxi Province and Qiandu Lake in Hangzhou City. The development of China Culture and Arts Valley Project will further strengthen our operations in the regions around the Yangtze Delta.”

China Culture and Arts Valley Project is located in Lake Jiulonghu, Xinjian County, part of prefecture of Nanchang City, Jiangxi Province. It is adjacent to the Honggutan New District and will occupy a total site area of approximately 3,000 mu. The project will include painter villages, musician villages, an artwork training and grading centre, an artworks and art material trading centre, restaurants and leisure recreation centre, international festival figurative arts and relevant facilities as well as property development project. The Honggutan New District is set up for widening the urban development space and implementing the urban development strategy of “One River and Two Banks” in Nanchang City. The district covers a planned area of about 78 square



kilometers, covering Honggutan Central Area, Fenghuangzhou Area, Hongjiaozhou Area and Jiulonghu Area.

~ The End ~

About China Water Property Group Limited

China Water Property Group Limited is a diversified enterprise which engages mainly in two key businesses: (i) property development and investment in the PRC; (ii) food related business. It is listed on the main board of the Stock Exchange of Hong Kong Limited (Stock Code: 02349.HK). With the goal of becoming a leading property developer in the PRC, Water Property seeks to increase its land bank with suitable sites in a number of cities with good development potential.

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