

CHINA INTERNATIONAL HOLDINGS LIMITED

(Bermuda Company Registration No. 23356)

(Incorporated in Bermuda)

ANNOUNCEMENT

**INCORPORATION OF A PROJECT COMPANY FOR RESIDENTIAL REAL ESTATE
DEVELOPMENT PROJECT IN JIXIAN COUNTY, TIANJIN**

Further to the announcement made on 30 July 2010, the Board of Directors at China International Holdings Limited (the “Company”) wishes to announce that the Company has incorporated a wholly owned subsidiary on 30 August 2010. The details are set out as follows :

Name of Project Company	:	Tianjin CIH Xinzhong Real Estate Development Co., Ltd (天津中翔新中房地产开发有限公司)
Place of Incorporation	:	People’s Republic of China
Registered Capital	:	RMB20,000,000
Paid-up Capital	:	RMB20,000,000
Principal Activity	:	Real Estate Property Development and Property Management (房地产开发与经营 , 租赁及其物业管理)

The registered capital will be funded by internal resources.

The incorporation of the above wholly owned project company is not expected to have any material impact on the consolidated net tangible assets of earnings per share of the Company for the current financial year ending 31 December 2010.

None of the Directors and/or Substantial Shareholders of the Company has any interest, direct or indirect in the above transaction.

By Order of the Board

Zhang Rong Xiang
Managing Director

2 September 2010