

CHINA INTERNATIONAL HOLDINGS LIMITED

(Bermuda Company Registration No.23356)

(Incorporated in Bermuda)

ANNOUNCEMENT

DISPOSAL OF A SUBSIDIARY

The Board of Directors of China International Holdings Limited (the “Company”) wishes to announce that the Company had on 30 April 2010 entered into a sale and purchase agreement (the “Agreement”) with Beijing Hongda Kechuang Keji Co., Ltd. (北京宏達科創科技有限公司) (the “Purchaser”), an independent third party, for the sale of the Company’s subsidiary, CIHL City Development Ltd (中翔城市發展有限公司) (the “Disposed Subsidiary”), to the Purchaser (the “Disposal”).

The Subsidiary

CIHL City Development Ltd is a wholly owned subsidiary of the Company, and was incorporated in Samoa on 6 January 2005. The Disposed Subsidiary’s principal business is investment holding, and its only asset is its ownership of 100% of the equity interests of CIHL (Tianjin) Enterprise Development Limited (中翔基建(天津)實業發展有限公司) (the “Operating Subsidiary”). The Operating Subsidiary was incorporated in PRC on 21 February 2008, and its principal business is investment holding and property investment. The Operating Subsidiary owns and operates a branch office in Beijing to manage the Company’s property investment operations in Beijing.

Consideration

The aggregate consideration for the Disposal is RMB12 million payable in cash by the Purchaser. The first payment of RMB6 million would be paid within 7 days of signing of the Agreement. The balance of RMB6 million would be paid within 7 days upon the completion of share transfer. The consideration for the Disposal was determined after taking into account the net asset value of the Disposed Subsidiary as at 30 April 2010.

Value of the Disposed Asset

As at 30 April 2010, the net asset value of the Disposed Subsidiary was RMB8.0 million.

Financial Effects of the Disposal

The pro forma financial effects of the Disposal are purely for illustrative purpose and are neither indicative of the actual financial effects of the Disposal on the net tangible assets (“NTA”) and earnings per share (“EPS”) of the Company nor indicative of the financial performance of the Company for the financial year ending 31 December 2010. The proforma financial effects have been prepared based on the audited consolidated financial statements of the Group for the year ended 31 December 2009 and assuming that the Disposal had been effected at the end of the year ended 31 December 2009.

NTA

	Before the Disposal	After the Disposal
NTA (RMB’000)	655,909	660,347
Number of Shares (‘000)	870,104	870,104
NTA per share (RMB)	0.75	0.76

EPS

	Before the Disposal	After the Disposal
Profit Attributable to Owners of the Parent (RMB'000)	21,460	25,989
Weighted average number of Shares ('000)	870,104	870,104
EPS (RMB fen)	2.47	2.98

Relative Figures Computed Pursuant to Rule 1006 of the Listing Manual of the SGX

The relative figures for the above Disposal computed on the bases set out in Rule 1006 of the Listing Manual, are as follows:-

Rule 1006(a)	
Net asset value of the Disposal (RMB'000)	7,562
Net asset value of the Group (RMB'000)	678,438
Size of relative figure	1.1%
Rule 1006(b)	
Net loss before tax attributable to the Disposal (RMB'000)	(1,253)
Net profit before tax of the Group (RMB'000)	8,607
Size of relative figure	-14.6%
Rule 1006(c)	
Aggregate value of consideration to be given (RMB'000)	12,000
Company's market capitalization (RMB'000)	397,566
Size of relative figure	3.0%
Rule 1006(d)	
Number of equity securities to be issued by the Company as consideration	Not Applicable
Number of equity securities in issue	--
Size of relative figure	Not Applicable

Note:-

1. Based on the S\$ to RMB exchange rate of 1:4.9665
2. The market capitalization is calculated by using the weighted average share price on 29 April 2010, being the market day immediately preceding the date of the Agreement.

Rationale for the Disposal

The Disposal is part of the measures to be taken by the Company to refine the operating and control structure for operations in China. The Disposal will also enable the Company to realize its investment in the Disposed Subsidiary with a profit of approximately RMB4 million.

Interest of Directors or Controlling Shareholders

None of the Company's directors or controlling shareholders has any interest, direct or indirect, in the Disposal.

A copy of the Agreement is available for inspection during normal business hours at the office of the share transfer agent of the Company at 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623 for 3 months commencing from the date of this announcement.

By order of the Board

Zhang Rong Xiang
Managing Director

30 April 2010