

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA SCIENCES CONSERVATIONAL POWER LIMITED

中科環保電力有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 351)

ANNOUNCEMENT

The Board is pleased to announce that negotiation has been conducted recently between the Company and a subsidiary of GCL-Poly Energy Holdings Limited, a company listed on the Stock Exchange in relation to a proposal of setting up a joint venture company for jointly conduct the business of logistics in the PRC. The business of the JV shall include, but not limited to, investment of not more than five coal shipment vessels of approximately 55,000mt deadweight, providing transportation services for coal shipment domestically and internationally, terminal investment, management and/or operation of terminal as well as logistic operations. The JV shall provide logistics support to the power plant invested by GCL-Poly Energy Holdings Limited in Taicang Harbour of Jiangsu Province of the PRC as well as development of logistics management business in the PRC.

This announcement is made pursuant to Rule 13.09 of the Listing Rules.

The Board is pleased to announce that negotiation has been conducted recently between the Company and a subsidiary of GCL-Poly Energy Holdings Limited, a company listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) in relation to a proposal of setting up a joint venture company (“JV”) for jointly conduct the business of logistics in the PRC. The business of the JV shall include, but not limited to, investment of not more than five coal shipment vessels of approximately 55,000mt deadweight, providing transportation services for coal shipment domestically and internationally, terminal investment, management and/or operation of terminal as well as logistic operations. The JV shall provide logistics support to the power plant invested by GCL-Poly Energy Holdings Limited in Taicang Harbour of Jiangsu Province of the PRC as well as development of logistics management business in the PRC.

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”). The Company will comply with the applicable provisions of the Listing Rules in relation to the JV. Further announcement(s) will be made by the Company when the parties enter into a formal agreement or when there is material development on the JV.

By Order of the Board
China Sciences Conservational Power Limited
Liang Jun
Chairman

Hong Kong, 11 September, 2009

As at the date of this announcement, the executive directors of the Company are Mr. Liang Jun (Chairman) and Ms. Yu Sau Lai; the non-executive directors of the Company are Mr. Tse On Kin and Mr. Yu Baodong; and the independent non-executive directors of the Company are Mr. Chan Chi Yuen, Mr. Zhang Xi and Mr. Tsang Kwok Wa.