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重慶長安民生物流股份有限公司
CMA Logistics Co., Ltd.*

(A joint stock limited company incorporated in the People’s Republic of China with limited liability)
(Stock Code: 8217)

Change of Use of Proceeds

This announcement is made pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited.

Reference is made to the prospectus of the Company dated 16 February 2006 (the “Prospectus”). Terms used herein shall have the same meanings as those in the Prospectus, unless stated otherwise. In the section headed “Statement of Business Objectives — Use of Proceeds” in the Prospectus, it was disclosed, inter alia, that the Company intended to apply approximately HK\$64 million and HK\$26 million in the proceeds from the Placing to the construction and/or upgrade of distribution centres in Nanjing (the “Nanjing Project”) and Chongqing (the “Chongqing Project”), respectively.

In view of the Company’s business need and market development, the Company considers to propose only to apply HK\$24million, instead of HK\$64 million as stated in the Prospectus, from its proceeds raised from the Placing to the Nanjing Project. The balance of HK\$40 million will be used for the construction of the Chongqing Project, including the purchase of land use rights in Chongqing for such construction. Such adjustment to the use of proceeds is subject to shareholders’ approval at the forthcoming annual general meeting (the “AGM”) of the Company. The notice of the AGM will be issued to the shareholders of the Company in due course.

By Order of the Board
CMA Logistics Co., Ltd.
Shi Chaochun
Director

Chongqing, the PRC, 10 April, 2007

As at the date of this announcement, the Board comprises:

Executive directors:

Yin Jiayu
Huang Zhangyun
Lu Xiaozhong
Shi Chaochun
James H McAdam

Non-executive directors:

Lu Guoji
Daniel C. Ryan
Zhang Baolin
Cao Dongping
Wu Xiaohua
Lau Man Yee, Vanessa

Independent non-executive directors:

Wang Xu
Peng Qifa
Chong Teck Sin

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief:- (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the pages of "Latest Company Announcements" on the GEM website at <http://www.hkgem.com> for at least 7 days from the date of its posting.

* *For identification purposes only*