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**CHINA MERCHANTS CHINA DIRECT INVESTMENTS LIMITED**

**招商局中國基金有限公司**

*(Incorporated in Hong Kong with limited liability)*

**(Stock Code: 133)**

**VOLUNTARY DISCLOSURE  
DISPOSAL OF EQUITY INTERESTS IN  
INDUSTRIAL SECURITIES CO., LTD.**

China Merchants China Direct Investments Limited (the “**Company**”) announces that through an open solicitation of buyers and the identification of an ultimate purchaser at the 天津產權交易中心 (Tianjin Property Rights Exchange\*), the Company disposed of its 0.45% equity interests (the “**Disposal Interest**”) in 興業證券股份有限公司 (Industrial Securities Co., Ltd.\*) (“**Industrial Securities**”), at a consideration of RMB87.36 million (the “**Disposal**”). The relevant equity exchange contract was entered into on 15 June 2010.

Completion of the Disposal is subject to the authorization and approval of the relevant regulatory authorities in the People’s Republic of China and the fulfillment of certain conditions. Upon completion of the Disposal, the Company will no longer hold any equity interests in Industrial Securities.

The Company acquired the Disposal Interest by way of capital contribution of RMB8.51 million in 1999. The consideration for the Disposal is equivalent to approximately 10.3 times of the capital contribution, and approximately 3.8 times of the audited net asset value of Industrial Securities for the financial year of 2009. The internal rate of return of the Company’s investment in Industrial Securities amounts to approximately 27%.

As the Disposal generates considerable return and timely realizes profits for the Company, the Company considers that the Disposal is in the interests of the Company and its shareholders as a whole.

For and on behalf of  
**CHINA MERCHANTS CHINA  
DIRECT INVESTMENTS LIMITED**  
**ZHOU Linda Lei**  
*Director*

Hong Kong, 15 June 2010

*As at the date hereof, the board of directors of the Company comprises eleven directors, of which five are executive directors, namely Mr. LI Yinquan, Mr. HONG Xiaoyuan, Mr. CHU Lap Lik, Victor, Ms. ZHOU Linda Lei and Mr. TSE Yue Kit; two are non-executive directors, namely Mr. KE Shifeng and Mr. WANG Qi; and four are independent non-executive directors, namely Mr. KUT Ying Hay, Mr. WANG Jincheng, Mr. LI Kai Cheong, Samson and Mr. LIU Baojie. In addition, Ms. KAN Ka Yee, Elizabeth is the alternate director to Mr. CHU Lap Lik, Victor.*

*\* For identification purposes only*