

*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 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  
CAPITAL INVESTMENT IN FUXIN ZHENLONG**

China Merchants China Direct Investments Limited (the “**Company**”) announces that on 18 July 2011, Shenzhen Tian Zheng Investment Co., Ltd. (“**Tian Zheng**”), a wholly-owned subsidiary of the Company, entered into a capital increase agreement and a share transfer agreement (the “**Agreements**”) in relation to Fuxin Zhenlong Native Produce Ltd. (“**Fuxin Zhenlong**”), pursuant to which Tian Zheng shall make a cash investment of RMB19,200,000 in Fuxin Zhenlong. Upon completion of the capital injection and share transfer contemplated under the Agreements, Tian Zheng will hold approximately 2% equity interests in the enlarged capital of Fuxin Zhenlong. Amy & Sons Ltd. will remain the single largest shareholder of Fuxin Zhenlong.

The Company understands that Fuxin Zhenlong is principally engaged in acquiring, processing, and exporting and importing of agricultural byproducts and native produce; it currently produces more than 20 types of main products including pumpkin kernel, pine kernel, pistachio, almond and sunflower kernel, the sale of which reaches more than 20 countries and regions including the United States of America, Germany, The Netherlands, Mexico, Japan, Korea and Taiwan.

With the continued development of China’s economy, the increasing emphasis of the people on the quality of food and the continuously increasing consumption demand in nutritious nuts provide favourable market prospects for agricultural product-processing enterprises including Fuxin Zhenlong. The Company is of the view that Fuxin Zhenlong will continue to benefit from the excellent and healthy quality of its products, the advantage in production cost and security of supply chain brought about by its mode of production and operation integrating planting, acquiring, processing and internal and external trading, as well as its good relationship with its clients and suppliers and other advantages.

The capital investment in Fuxin Zhenlong is the first investment of the Company into the food sector. The Company believes that the investment in Fuxin Zhenlong will further optimise the Company's investment portfolio and lay the foundation for future investments in the food industry.

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

Hong Kong, 18 July 2011

*As at the date hereof, the Executive Directors of the Company are Mr. LI Yinquan, Mr. HONG Xiaoyuan, Mr. CHU Lap Lik, Victor; Ms. ZHOU Linda Lei and Mr. TSE Yue Kit; the Non-executive Director is Mr. KE Shifeng; and the Independent Non-executive Directors are 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.*