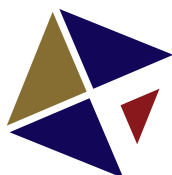


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CHINA PROPERTIES INVESTMENT HOLDINGS LIMITED

中國置業投資控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock code: 736)

SUPPLEMENTAL AGREEMENT TO PLACING AGREEMENT: PLACING OF NEW SHARES UNDER GENERAL MANDATE

Placing Agent



United Simsen Securities Limited
A member of UNITED SIMSEN FINANCIAL GROUP

Due to volatility in the market price of the Shares, on 23 August 2011 (after trading hours), the Company entered into the Supplemental Agreement with the Placing Agent in respect of the Placing, pursuant to which the Placing Price of HK\$0.027 per Placing Share has been amended and replaced by the New Placing Price of HK\$0.022 per Placing Share.

Save as and except for the change of the Placing Price to the New Placing Price, all the terms and conditions of the Placing Agreement shall remain unchanged and continue to be in full force.

Shareholders and potential investors should note that the Placing is subject to the conditions under the Placing Agreement (as supplemented by the Supplemental Agreement) being fulfilled. As the Placing may or may not proceed, Shareholders and potential investors are reminded to exercise caution when dealing in the Shares.

Reference is made to the announcement of the Company dated 15 August 2011 (the “**Announcement**”). Unless otherwise stated, capitalised terms used in this announcement shall have the same meanings as defined in the Announcement.

* For identification purposes only

THE SUPPLEMENTAL AGREEMENT TO THE PLACING AGREEMENT

Due to volatility in the market price of the Shares, on 23 August 2011 (after trading hours), the Company entered into the supplemental agreement with the Placing Agent in respect of the Placing (the “**Supplemental Agreement**”), pursuant to which the Placing Price of HK\$0.027 per Placing Share has been amended and replaced by the new Placing Price of HK\$0.022 per Placing Share (the “**New Placing Price**”).

Save as and except for the change of the Placing Price to the New Placing Price, all the terms and conditions of the Placing Agreement will remain unchanged and continue to be in full force.

THE NEW PLACING PRICE

HK\$0.022 per Placing Share. The New Placing Price was agreed after arm’s length negotiations between the Company and the Placing Agent, with reference to, among other things, the recent trading price of the Shares on the Stock Exchange and the market sentiment of the global stock markets. The New Placing Price represents:

- (i) the closing price of HK\$0.022 per Share as quoted on the Stock Exchange on 23 August 2011, being the date of the Supplemental Agreement; and
- (ii) a discount of approximately 17.91% to the average closing price of approximately HK\$0.0268 per Share as quoted on the Stock Exchange for the last five (5) full trading days of the Shares immediately prior to the date of the Supplemental Agreement.

Based on the New Placing Price, the Company will bear the costs and expenses in connection with the Placing and the net proceeds from the Placing is estimated to be approximately HK\$21.85 million (assuming the Placing Shares are fully placed). As a result, the net price per Placing Share will be approximately HK\$0.021.

REASONS FOR AND BENEFITS OF THE PLACING AND USE OF THE PROCEEDS

The Group is principally engaged in (i) the properties investment business, comprising the rental of investment properties and the provision of the property management services; and (ii) the exploitation of copper and molybdenum in a mine located in the Inner Mongolia, the PRC.

The negotiations between the Company and the vendors of the Acquisition are at an advanced stage and an enquiry has been submitted to the Stock Exchange on 5 July 2011 to seek the guidance from the Stock Exchange on how the Acquisition will be treated under the Listing Rules. Based on the preliminary discussions between the Company and the vendors, the proposed consideration for the Acquisition is expected to be not less than HK\$1,500 million and shall be settled in the combination of cash, the issue of promissory notes and the issue of convertible notes. No formal conditional sale and purchase agreement has been entered as at the date of this announcement regarding the Acquisition. As this advanced stage, the Company considered it is an appropriate timing and opportunity to conduct the Placing and raise additional capital for the Company to prepare for the Acquisition, the possible redemption of the convertible bonds issued by the Company and the relevant working capital required after the completion of the Acquisition (if materialize).

Subject to the Placing being completed, the Company will bear all costs and expenses in connection with the Placing. Based on the New Placing Price, the net proceeds of approximately HK\$21.85 million from the Placing, together with the proceeds from the previous rights issue of the Company, at the sole discretion of the Board, will be tentatively allocated as follows: (i) financing the consideration for the Acquisition and the relevant required general working capital after the completion of the Acquisition (if materialize), or financing any other acquisition opportunities identified by the Company; and (ii) the possible redemption of the convertible bonds issued by the Company with outstanding principal amount of HK\$110 million.

After the completion of the Placing, the Company will continue to identify any other fund raising opportunities to finance the Acquisition as sufficient capital is required to be in place for the future development of the oilfield under the Acquisition.

The Directors consider the terms of the Supplemental Agreement to be fair and reasonable and the Placing is in the interest of the Group and the Shareholders as a whole.

GENERAL

Further announcement will be made by the Company in relation to the Placing when and if necessary.

Shareholders and potential investors should note that the Placing is subject to the conditions under the Placing Agreement (as supplemented by the Supplemental Agreement) being fulfilled. As the Placing may or may not proceed, Shareholders and potential investors are reminded to exercise caution when dealing in the Shares.

By order of the Board
China Properties Investment Holdings Limited
Xu Dong
Chairman

Hong Kong, 23 August 2011

As at the date of this announcement, the executive Directors are Mr. Xu Dong and Mr. Au Tat On, the non-executive Director is Ms. Yu Wai Fong, and the independent non-executive Directors are Mr. Lai Wai Yin, Wilson, Ms. Cao Jie Min and Mr. Tse Kwong Wah.

In the case of inconsistency, the English text of this announcement shall prevail over the Chinese text.