

CHINA WATER AFFAIRS GROUP LIMITED

中國水務集團有限公司*

(Incorporated in Cayman Islands and continued in Bermuda with limited liability)

(Stock Code: 855)

SUSPENSION OF TRADING

At the request of China Water Affairs Group Limited (the “Company”), trading in the Company’s shares will be suspended with effect from 9:30 a.m. on 19 December 2007 pending release of an announcement relating to the issue of warrants.

By Order of the Board
China Water Affairs Group Limited
Duan Chuan Liang
Chairman

Hong Kong, 19 December 2007

As at the date of this announcement, the Board comprises two executive Directors, being Mr Duan Chuan Liang and Mr Li Ji Sheng, four non-executive Directors, being Mr Chen Guo Ru, Mr Wu Jiesi, Mr Zhao Hai Hu, and Mr Zhou Wen Zhi, and four independent non-executive Directors, being, Ms. Huang Shao Yun, Ms. Liu Dong, Mr Chau Kam Wing and Mr Ong King Keung.

* *For identification purposes only*