

*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 ENVIRONMENTAL RESOURCES GROUP LIMITED**

**中國環境資源集團有限公司**

**(formerly known as “Benefun International Holdings Limited 奮發國際控股有限公司”<sup>\*\*</sup>)**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1130)**

**ANNOUNCEMENT  
ON PROGRESS OF THE LITIGATION**

A judgment under Order 14, rule 13 (the “Judgment”) was made on 10 December 2009 that the Company as the 1<sup>st</sup> Defendant do forthwith register the transfer of 234,375,000 shares of the Company from Hero Rich to HKSCC Nominees Limited and do pay Hero Rich costs, interests and damages to be assessed.

The Company has filed a Notice of Appeal against the Judgment.

Reference is made to the announcements of Benefun International Holdings Limited (the “Company”) dated 24 June 2009 and 25 September 2009 (the “Litigation Announcements”). Unless otherwise stated, terms used in this announcement shall have the same meanings as defined in the Litigation Announcements.

A judgment under Order 14, rule 13 (the “Judgment”) was made on 10 December 2009 that the Company do forthwith register the transfer of 234,375,000 shares of the Company from Hero Rich to HKSCC Nominees Limited and do pay Hero Rich costs, interests and damages to be assessed.

The Company has filed a Notice of Appeal against the Judgment. The Company will take steps, as appropriate and necessary and further announcement will be made as and when appropriate.

By Order of the Board  
China Environmental Resources Group Limited  
**Kam Yuen**  
*Chief Executive Officer*  
*and*  
*Executive Director*

Hong Kong, 15 December 2009

*As at the date of this announcement, the Board comprises five executive directors, namely Mr. Tan Sim Chew (Chairman), Ms. Kam Yuen (Chief Executive Officer), Mr. Kwok Wai, Wilfred, Mr. Leung Kwong Choi and Mr. Lo King Fat, Lawrence; and three independent non-executive directors, namely Mr. Cheung Ngai Lam, Mr. Wong Kwai Sang and Mr. Christopher David Thomas.*