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CGS

CHINA GROUND SOURCE ENERGY LIMITED

中國地能有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8128)

DISCLOSEABLE TRANSACTION EXTENSION OF LONG STOP DATE

Reference is made to the announcement of China Ground Source Energy Limited (the “Company”) dated 27 August 2010 (the “Announcement”) in relation to a discloseable transaction for a disposal of subsidiary. Capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement unless otherwise stated.

On 15 December 2010, the Vendor and the Purchaser entered into a supplemental agreement to extend the Long Stop Date from 15 December 2010 to 15 June 2011.

By order of the Board
China Ground Source Energy Limited
Chan Wai Kay, Katherine
Chairman

Hong Kong, 15 December 2010

As at the date of this announcement, the Board comprises Ms. Chan Wai Kay, Katherine, Mr. Xu Shengheng, Mr. Wu Shu Min and Mr. Jeffrey Soo Kim Fui as executive Directors, Mr. Fu Hui Zhong as non-executive Director, Ms. Laura Chan Man Kuen, Mr. Jia Wenzeng and Mr. Paul Chow Wan Hoi as independent non-executive Directors.

This announcement, for which the directors (the “Directors”) of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

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