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CHINA GROUND SOURCE ENERGY LIMITED

中國地能有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8128)

CHANGE OF AUTHORIZED REPRESENTATIVE

The Board announces that Ms. Wong Lai Yuk replaced Mr. Chang Ye Min, William as the Process Agent of the Company on 17 October 2008.

The board of directors (the “**Board**”) of China Ground Source Energy Limited (the “**Company**”) announces that Mr. Chang Ye Min, William has ceased to be an agent of the Company for accepting service of process and notices on behalf of the Company under Part XI of the Companies Ordinance, Chapter 32 of the Laws of Hong Kong (the “**Process Agent**”) with effect from 17 October 2008.

Ms. Wong Lai Yuk, the company secretary of the Company, has been appointed as the Process Agent of the Company with effect from 17 October 2008.

As of the date of this announcement, the Board of Directors of the Company comprises Mr. Wu Shu Min and Mr. Xu Zhi Feng as executive Directors; Mr. Lu Chuan as non-executive Director and Mr. Liu Yang, Mr. Zhanglai and Ms. Cai Xin as independent non-executive Directors.

By order of the board of
China Ground Source Energy Limited
Wu Shu Min
Chairman

Hong Kong, 21 October 2008

This announcement, for which the directors of China Ground Source Energy Limited 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 (the “GEM Listing Rules”) for the purpose of giving information with regard to China Ground Source Energy Limited. The directors of China Ground Source Energy Limited, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the “Latest Company Announcement” page on the GEM website for at least 7 days from the date of publication and on the website of China Ground Source Energy Limited at www.iini.com.