

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.



ASIA CEMENT (CHINA) HOLDINGS CORPORATION

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 743)

UPDATE ON THE STATUS OF THE MEMORANDUM OF UNDERSTANDING RELATING TO A POSSIBLE COOPERATIVE ARRANGEMENT WITH ASIA CEMENT CORPORATION AND CHINA SHANSHUI CEMENT GROUP LIMITED

Reference is made to the announcements of the Company dated 19 November 2010, 27 April 2011, 2 July 2011 and 3 August 2011, respectively (the “**Announcements**”) in relation to the Memorandum of Understanding regarding a possible cooperative arrangement with Asia Cement Corporation and China Shanshui Cement Group Limited in Liaoning and Inner Mongolia, PRC. Capitalised terms used herein shall have the same meanings as those defined in the Announcements unless the context otherwise requires.

As stated in the announcement of the Company dated 3 August 2011, Asia Cement, the Company and Shanshui agreed to extend the Exclusivity Period to 30 September 2011.

The Company wishes to update the Shareholders and investors regarding the latest development of the Possible Cooperative Arrangement. As at the date of this announcement, the Parties have agreed not to further extend the Exclusivity Period. Notwithstanding the foregoing, the Parties have agreed to continue negotiations as more time is needed in order to finalise the terms and conditions in relation to the Possible Cooperative Arrangement. The Company will issue further announcements in respect of the Possible Cooperative Arrangement in accordance with the requirements of the Listing Rules.

Up to the date of this announcement, no binding agreement has been entered into between the Parties in relation to the Possible Cooperative Arrangement. The Board wishes to remind the Shareholders that there cannot be any assurance that binding agreement(s) will be signed

between the Parties. **The Board also wishes to emphasize that since the Memorandum of Understanding is not legally binding and the Possible Cooperative Arrangement may or may not materialize, the Shareholders and potential investors, when dealing in the shares of the Company, should do so with full understanding of this present arrangement.**

By order of the Board
Asia Cement (China) Holdings Corporation
Dr. Wu, Chung-lih
Chief Executive Officer

Hong Kong, 3 October 2011

As at the date of this announcement, the executive Directors are Mr. CHANG Tsai-hsiung, Madam CHIANG SHAO Ruey-huey, Mr. CHANG Chen-kuen, Mr. LIN Seng-chang and Dr. WU Chung-lih, the non-executive Director and Chairman is Mr. HSU Shu-tong, the independent non-executive Directors are Mr. LIU Zhen-tao, Mr. LEI Qian-zhi, Mr. TSIM Tak-lung Dominic and Dr. WONG Ying-ho Kennedy.