

[Press Release]

HONBRIDGE ANNOUNCES SIGNING OF IRON PELLET FEED SUPPLY AND PURCHASE FRAMEWORK AGREEMENT WITH VALIN IRON & STEEL GROUP

(Hong Kong, 17th January 2011) – Honbridge Holdings Limited (“Honbridge” / “the Company”) (stock code: 8137) has announced that the Company has entered into an Iron Pellet Feed Supply and Purchase Framework Agreement (the “Agreement”) with Hunan Valin Iron & Steel Group Co., Ltd. (“Valin Iron & Steel Group”) on 17th January 2011.

According to the Agreement: Starting from the date of the production of SAM, Brazil, Honbridge will supply Valin Iron & Steel Group or a subsidiary of Valin Iron & Steel Group or a party as designated by Valin Iron & Steel Group an annual quantity of no more than 10,000,000 tonnes of iron pellet feed for a term of 15 years. Both parties have also agreed that whenever the conditions for the exchange of products are met, they may exchange iron pellet feed with final steel products.

Valin Iron & Steel Group is a large scale steel enterprise in China which has been one of the China Top 10 Steel Enterprises. Valin Iron & Steel Group has also been one of the China Top 100 Industrial Enterprises for several years.

Honbridge has also announced that: The intensive drilling program of SAM Iron Mine Project in Brazil on Block 8 has the last 3 holes remaining in progress which is expected to be completed in a few days. As at 13 January 2011, a total of 459 drilling holes totalling 65,076 metres have been completed in the first and second stages of the drilling program on Block 8. Further update on the mineral resources will be issued later and will be announced in due course. SAM will commence the preliminary testing exploratory drilling program on Block 12 and Block 13.

Mr. He, the Chairman of Honbridge said: entering into a framework agreement with Valin Iron & Steel Group is a mutually beneficial arrangement, and it would bring a positive impact to both parties. We will continue to solicit more large conglomerates to be our partners in the future.

~END~

For details, please refer to the following websites:

HKExnews:

<http://www.hkexnews.hk/listedco/listconews/gem/20110117/GLN20110117015.pdf>

Honbridge website:

www.8137.hk

For enquiries:

Honbridge Holdings Limited

Mr. William Liu

Tel: +852 2879 8836 / +852 9197 8046