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HONBRIDGE HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8137)

HIGH CONCENTRATION OF SHAREHOLDINGS

This announcement is made at the request of the Stock Exchange in respect of the concentration of the shareholding of the Company in the hands of a limited number of Shareholders as at 20 November 2009.

In view of the high concentration of the Company's shareholding in a small number of Shareholders, Shareholders and prospective investors are advised to exercise extreme caution when dealing in the Shares.

The announcement is made at the request of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") in respect of the high concentration of the shareholdings of Honbridge Holdings Limited (the "Company") in the hands of a limited number of shareholders of the Company (the "Shareholders") as at 20 November 2009.

The Company noted that an announcement (the "SFC Announcement") has been published by the Securities and Future Commission (the "SFC") on 2 December 2009 which stated that, among other things, the SFC had completed an enquiry into the shareholding of the Company. The findings of the SFC suggested that, as at 20 November 2009, 12 shareholders held an aggregate of 586,712,963 Shares, representing approximately 10.64% of the issued Shares. Such shareholding, together with 4,395,000,000 Shares held by the two substantial shareholders, namely, Hong Bridge Holdings Limited (*Note 1*) and Mr. Gui Shengyue (representing 79.72% of the issued Shares), represented 90.37% of the issued Shares as at 20 November 2009. Thus, only 9.63% of the issued Shares were held by other investors.

As set out in the SFC Announcement, the shareholding structure of the Company as at 20 November 2009 is as follows:

| | Number of Shares held (shares) | % of total number of issued Shares (%) |
|---|--------------------------------------|--|
| Hong Bridge Capital Limited (<i>Note 1</i>) | 4,095,000,000 | 74.28 |
| Mr. Gui Shengyue | 300,000,000 | 5.44 |
| A group of 12 shareholders | 586,712,963 | 10.64 |
| Other shareholders | 531,006,753 | 9.63 |
| Total | <u>5,512,719,716</u> | <u>100.00</u> |

Note 1: Hong Bridge Capital Limited is wholly and beneficially owned by Mr. He Xuechu, the Chairman and executive director of the Company.

It is noted that the closing price of the Shares increased 116.47% from \$0.85 on 5 November 2009 to reach a high of \$1.84 on 25 November 2009. During the aforesaid period, the Company announced (i) a very substantial acquisition of a manganese ore mining business in Brazil at a purchase consideration of \$880 million to be satisfied through the issuance of both consideration shares and convertible bonds; and (ii) the signing of a memorandum of understanding with an independent third party for its possible investment in an iron ore mining business in Brazil. As at 1 December 2009, the closing price of the Shares was \$1.65, representing an increase of 94.12% from its closing price of \$0.85 on 5 November 2009.

The Board wishes to clarify that the above information is extracted from the SFC Announcement and the Company is not in a position to comment on its accuracy. As at the date of this announcement, the Company has not been informed of the identity of the group of 12 shareholders as mentioned in the SFC Announcement. As Hong Bridge Capital Limited and its associates are holding approximately 74.28% of the total issued Shares as at 20 November 2009, the Company confirms that the Company has maintained a sufficient public float as required under Rule 11.23 of the GEM Listing Rules.

Having made all reasonable enquiries with the directors of the Company and to the best knowledge of the Company, the Company confirms that as at 20 November 2009 the public float in respect of the Shares is maintained and the shareholding structure of the Company is as follows:

| | Number of Shares held (shares) | % of total number of issued Shares (%) |
|---|--------------------------------------|--|
| Hong Bridge Capital Limited (<i>Note 1</i>) | 4,095,000,000 | 74.28 |
| Public shareholders | <u>1,417,719,716</u> | <u>25.72</u> |
| Total | <u>5,512,719,716</u> | <u>100.00</u> |

Note 1: Hong Bridge Capital Limited is wholly and beneficially owned by Mr. He Xuechu, the Chairman and executive director of the Company.

In view of the high concentration of the Company's shareholding in a small number of Shareholders, shareholders and prospective investors are advised to exercise extreme caution when dealing in the Shares.

On behalf of the Board
Honbridge Holdings Limited
LIU Wei, William
Chief Executive Officer

Hong Kong, 2 December 2009

As at the date of this announcement, the Board comprises Mr. He Xuechu, Mr. Liu Wei, William and Mr. Shi Li Xin as executive directors; and Mr. Chan Chun Wai, Tony, Mr. Fok Hon and Mr. Ma Gang as independent non-executive directors.

This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the "GEM Listing Rules" 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: (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.

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