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SRE GROUP LIMITED

上置集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 1207)

VOLUNTARY ANNOUNCEMENT

UPDATE ON THE PROPOSED LISTING OF AN ASSOCIATED COMPANY

CNTD had on 5 November 2007 announced the launch of its initial public offering of its shares with a proposed listing of its shares on the Main Board of the Singapore Exchange Securities Trading Limited (“SGX-ST”) and the prospectus of CNTD relating thereto had been registered by the Monetary Authority of Singapore (“MAS”) on 5 November 2007.

Further to the announcement of SRE Group Limited (the “Company”) dated 5 October 2007, CNTD had on 5 November 2007 announced the launch of the initial public offering (the “Invitation”) of its shares (“CNTD Shares”) with a proposed listing of the CNTD Shares on the Main Board of the SGX-ST and the prospectus of CNTD relating thereto had been registered by the MAS on 5 November 2007.

CNTD is principally engaged in the planning and development of large-scale new town projects of at least five million square meters which are located in the suburban areas of large cities in the People's Republic of China. As a new town developer, CNTD's role typically includes the design of the master plan of the new town, relocation and resettlement of incumbent residents and businesses, the clearing and preparation of the land and the installation of infrastructure.

The Invitation consists of 400,000,000 CNTD Shares (comprising 323,350,000 new CNTD Shares being issued by CNTD and 76,650,000 existing CNTD Shares being offered by Forum Asian Realty Income II, L.P.) at the invitation price of S\$0.83 each. After completion of the Invitation, the Company is expected to be interested in approximately 45.2% of the enlarged issued share capital of CNTD as enlarged by the issue of the CNTD Shares under the Invitation and the issue of CNTD Shares pursuant to a convertible note issued by CNTD to the Company's wholly-owned subsidiary Sinopower Investment Limited on 20 December 2006, and without taking into account any CNTD Shares which may be issued pursuant to an over-allotment option granted to the underwriters of the Invitation. The CNTD Shares are expected to commence trading on the SGX-ST on 14 November 2007.

By order of the Board
SRE Group Limited
Shi Jian
Chairman

Hong Kong, 6 November 2007

As at the date hereof, the board of Directors comprises ten Directors, five of whom are executive Directors, namely Mr. Shi Jian, Mr. Li Yao Min, Mr. Yu Hai Sheng, Mr. Jiang Xu Dong and Mr. Lee Wai Man; two of whom are non-executive Directors, namely Mr. Cheung Wing Yui and Mr. Jin Bing Rong; and three of whom are independent non-executive Directors, namely Mr. Yeung Kwok Wing, Mr. Geng Yu Xiu and Mr. E Hock Yap.

* *For identification purpose only*