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中國鎂業資源集團有限公司*
MAGNESIUM RESOURCES CORPORATION OF CHINA LIMITED

(Incorporated in Bermuda with limited liability)
(Stock code: 723) (Warrant code: 473)

EXPIRY OF SUBSCRIPTION RIGHTS ATTACHING TO THE WARRANTS

The subscription rights under the Warrants will expire after 4:30 p.m. on Friday, 4 July 2008.

The last trading day of the Warrants on the Stock Exchange is Monday, 30 June 2008. The latest time to exercise the subscription rights attaching to the Warrants is 4:30 p.m. on Friday, 4 July 2008.

The board of directors of Magnesium Resources Corporation of China Limited (the “Company”) would like to remind its holders of warrants (Warrant Code: 473) (the “Warrants”) carrying rights to subscribe in cash for new shares of HK\$0.10 each (the “Shares”) in the capital of the Company at the subscription price of HK\$0.10 per Share (subject to adjustment), that in accordance with the terms and conditions of the Warrants, the subscription rights attaching to the Warrants will expire after 4:30 p.m. on Friday, 4 July 2008. Any subscription rights under the Warrants which have not been exercised on such date will lapse and the Warrants will cease to be valid for any purpose.

The Company has made the following arrangements regarding dealings and transfers of the Warrants in respect of its expiry:

1. the last trading day of the Warrants on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) is **Monday, 30 June 2008** and the listing of the Warrants will be withdrawn from the Stock Exchange with effect from the close of business on Friday, 4 July 2008;
2. the registered holders of the Warrants who wish to exercise the subscription rights under the Warrants must lodge with the Company’s Hong Kong branch registrar, Tricor Tengis Limited (the “Share Registrar”) at 26/F., Tesbury Centre, 28 Queen’s Road East, Wanchai, Hong Kong the following documents by **no later than 4:30 p.m. on Friday, 4 July 2008**:
 - (i) the relevant Warrants certificate(s);
 - (ii) the duly completed and signed subscription forms; and
 - (iii) remittances for the relevant subscription moneys;

3. holders of the Warrants who have not registered the Warrants in their names and wish to effect the subscription rights thereunder must lodge with the Share Registrar at the above-mentioned address the following documents by **no later than 4:30 p.m. on Friday, 4 July 2008**:

- (i) the relevant Warrants certificate(s);
- (ii) the duly executed and stamped instruments of transfer and/or other documents of title;
- (iii) the duly completed and signed subscription forms; and
- (iv) remittances for the relevant subscription moneys.

Subscription forms lodged with the Share Registrar later than 4:30 p.m. on Friday, 4 July 2008 will not be accepted.

Shares to be issued pursuant to the exercise of the subscription rights attaching to the Warrants will, when issued, rank *pari passu* in all respects with the then existing issued Shares. Share certificates in respect of the new Shares so issued will be issued to the relevant holders of the Warrants not later than 28 business days after the relevant subscription date; and

4. application to the Stock Exchange has been made for the withdrawal of the listing of the Warrants from the Stock Exchange with effect from the close of business on Friday, 4 July 2008.

Holders of the Warrants who are in doubt as to their position or their action to be taken are recommended to consult their stockbroker, bank manager, solicitor, professional accountant or other professional adviser.

The closing prices of Shares and the Warrants on the Stock Exchange on 29 May 2008 (being the date of this announcement) were HK\$0.176 per Share and HK\$0.50 per unit of Warrant. A circular relating to the expiry of the Warrants will be dispatched to holders of the Warrants as soon as practicable.

By Order of the Board
Magnesium Resources Corporation of China Limited
Cheng Tun Nei
Chairman

Hong Kong, 29 May 2008

As at the date of this announcement, the Board comprises Mr. Cheng Tun Nei, Mr. Teoh Tean Chai, Anthony and Ms. Chung Oi Ling, Stella as executive directors, Ms. Li Wa Hei as non-executive director and Mr. Lo Chi Ho, William, Mr. Wu Chi Chiu and Mr. Chu Kin Wang, Peleus as independent non-executive directors.

**For identification purpose only*