

*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.*



**CHINA ORIENTAL GROUP COMPANY LIMITED**  
**中國東方集團控股有限公司\***

*( incorporated in Bermuda with limited liability )*

**(Stock code : 581)**

**VOLUNTARY ANNOUNCEMENT**  
**ON SALES INFORMATION**  
**FOR THE THIRD QUARTER OF 2011**

This is a voluntary announcement made by China Oriental Group Company Limited (the “Company”) (together with its subsidiaries, “the Group”).

The board of directors of the Company (the “Board”) is pleased to present the following unaudited figures relating to the Group’s sale of steel products for the three months ended 30 September 2011:

***Sales of Steel Products***

Total sales of steel products of the Group for the three months ended 30 September 2011 was RMB9,341 million, an increase of RMB1,523 million or 19.5% from that of RMB7,818 million for the three months ended 30 September 2010.

Sales from H-section steel products for the three months ended 30 September 2011 was RMB3,429 million, an increase of RMB847 million or 32.8% from that of RMB2,582 million for the three months ended 30 September 2010.

Sales from strips and strip products for the three months ended 30 September 2011 was RMB3,648 million, an increase of RMB720 million or 24.6% from that of RMB2,928 million for the three months ended 30 September 2010.

Sales from billets for the three months ended 30 September 2011 was RMB750 million, a decrease of RMB1,021 million or 57.7% from that of RMB1,771 million for the three months ended 30 September 2010.

Sales from cold rolled sheets and galvanized sheets for the three months ended 30 September 2011 was RMB604 million, an increase of RMB102 million or 20.3% from that of RMB502 million for the three months ended 30 September 2010.

Sales from rebars for the three month months ended 30 September 2011 was RMB910 million, an increase of RMB875 million or 2,500.0% from that of RMB35 million for the three months ended 30 September 2010.

### ***Sales Volume of Steel Products***

The total sales volume of steel products of the Group for the three months ended 30 September 2011 was 2,240,000 tonnes, a decrease of 25,000 tonnes or 1.1% from that of 2,265,000 tonnes for the three months ended 30 September 2010.

Sales volume from H-section steel products for the three months ended 30 September 2011 was 814,000 tonnes, an increase of 63,000 tonnes or 8.4% from that of 751,000 tonnes for the three months ended 30 September 2010.

Sales volume from strips and strip products for the three months ended 30 September 2011 was 902,000 tonnes, an increase of 50,000 tonnes or 5.9% from that of 852,000 tonnes for the three months ended 30 September 2010.

Sales volume from billets for the three months ended 30 September 2011 was 187,000 tonnes, a decrease of 353,000 tonnes or 65.4% from that of 540,000 tonnes for the three months ended 30 September 2010.

Sales volume from cold rolled sheets and galvanized sheets for the three months ended 30 September 2011 was 121,000 tonnes, an increase of 10,000 tonnes or 9.0% from that of 111,000 tonnes for the three months ended 30 September 2010.

Sales from rebars for the three months ended 30 September 2011 was 216,000 tonnes, an increase of 205,000 tonnes or 1,863.6% from that of 11,000 tonnes for the three months ended 30 September 2010.

*Average Selling Price by Steel Product (excluding value added tax)*

Average selling price for H-section steel products for the three months ended 30 September 2011 was RMB4,213 per tonne, an increase of RMB775 or 22.5% per tonne from that of RMB3,438 per tonne for the three months ended 30 September 2010.

Average selling price from strips and strip products for the three months ended 30 September 2011 was RMB4,044 per tonne, an increase of RMB607 or 17.7% per tonne from that of RMB3,437 per tonne for the three months ended 30 September 2010.

Average selling price from billets for the three months ended 30 September 2011 was RMB4,011 per tonne, an increase of RMB731 or 22.3% per tonne from that of RMB3,280 per tonne for the three months ended 30 September 2010.

Average selling price from cold rolled sheets and galvanized sheets for the three months ended 30 September 2011 was RMB4,992 per tonne, an increase of RMB469 or 10.4% per tonne from that of RMB4,523 per tonne for the three months ended 30 September 2010.

Average selling price from rebars for the three months ended 30 September 2011 was RMB4,213 per tonne, an increase of RMB1,031 or 32.4% per tonne from that of RMB3,182 per tonne for the three months ended 30 September 2010.

Please note that the above figures are unaudited and have not been confirmed by the Company's auditors and may be subject to adjustment and final confirmation. **Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company as well as to read carefully the financial results of the Group when it is published.**

This announcement is made by the order of the Board, of which the directors individually and jointly accept responsibility for the accuracy of the information contained in this announcement.

*As at the date of this announcement, the Board of Directors of the Company comprises Mr. Han Jingyuan, Mr. Zhu Jun, Mr. Liu Lei, Mr. Shen Xiaoling, Mr. Zhu Hao and Mr. Muktesh Mukherjee being the Executive Directors, Mr. Ondra Otradovec and Mr. Vijay Kumar Bhatnagar being the Non-Executive Directors and Mr. Gao Qingju, Mr. Yu Tung Ho and Mr. Wong Man Chung, Francis being the Independent Non-Executive Directors.*

By order of the Board  
**China Oriental Group Company Limited**  
**Han Jingyuan**  
*Chairman and Chief Executive Officer*

Hong Kong, 1 December 2011

*This announcement is published on the websites of the Company (www.chinaorientalgroup.com) and the Stock Exchange (www.hkexnews.hk).*

*\*For identification purposes only*