China Fangda Group Co., Ltd. Announcement of Business Growth

The members of the Board and the Company acknowledge being responsible for the truthfulness, accuracy, and completeness of the announcement. Not any false record, misleading statement or significant omission carried in this announcement.

I. Business performance of the current term.

1. Period of the prediction: January 1st – September 30th 2006;

2. Predictions: The Company is expecting 300%-350% of growth in the period of

Jan-Sept 2006 over the same period of last year. Details of the financial situation will be disclosed in the 3rd Quaterly Report 2006.

3. The prediction is not audited by the CPA.

II. Performance of the same period of last year:

- 1. Net profit: RMB2,206,700.46
- 2. Earnings per share: RMB0.0074

III. Statement:

The environmental protection products such as metro screen doors are expected a good sales, which causes dramatic increasing in profit for the period of Jan-Sept 2006. The above is for the attention of the shareholders.

The Board of Directors of China Fangda Group Co., Ltd. July 20th, 2006