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華潤勵致有限公司

China Resources Logic Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 1193)

CONTINUING CONNECTED TRANSACTIONS

The Company wishes to announce that on 24th May, 2008, Redland Concrete, an indirect wholly owned subsidiary of the Company, entered into an agreement with Penta-Ocean-CRCC JV for the sales of ready mixed concrete products from Redland Concrete Group to Penta-Ocean-CRCC JV for the period from 24th May, 2008 to 30th June, 2010. Penta-Ocean-CRCC JV is a joint venture set up in Hong Kong and beneficially owned as to 65% by Penta-Ocean and 35% by CR Construction. CR Construction is an indirect non-wholly owned subsidiary of CRH, which is both a substantial and controlling shareholder of the Company. Penta-Ocean-CRCC JV is therefore a connected person of the Company. Accordingly, the entering into of the Agreement between Redland Concrete and Penta-Ocean-CRCC JV constitutes continuing connected transactions of the Company under the Listing Rules.

The annual transaction amount in aggregate in respect of the Agreement exceeds 0.1% but less than 2.5% of each of the relevant percentage ratios under rule 14A.34 of the Listing Rules, the Continuing Connected Transactions are subject to the reporting and announcement requirements under rules 14A.45 to 14A.47 of the Listing Rules and are exempted from the independent shareholders' approval requirement under the Listing Rules. Furthermore, the Continuing Connected Transactions are also subject to the annual review requirement by independent non-executive directors and auditor of the Company under rules 14A.37 to 14A.41 of the Listing Rules.

1. THE AGREEMENT

a) Date

24th May, 2008

b) Parties

- (i) Redland Concrete Group as supplier; and
- (ii) Penta-Ocean-CRCC JV as purchaser.

c) Transaction Nature

Pursuant to the Agreement, Redland Concrete Group agrees to sell and Penta-Ocean-CRCC JV agrees to purchase such quantities of ready mixed concrete products as may be ordered by Penta-Ocean-CRCC JV from time to time.

d) Prices

The prices will be negotiated on an arm's length basis between the relevant parties involved with reference to the prevailing market prices.

e) Term

From 24th May, 2008 to 30th June, 2010.

2. CONSIDERATION PURSUANT TO THE AGREEMENT

The prices at which ready mixed concrete products are to be sold to Penta-Ocean-CRCC JV pursuant to the Agreement shall be at prevailing market value by reference to the market price and will be no more favourable than those selling prices quoted to other independent third parties.

Penta-Ocean-CRCC JV is a joint venture set up in Hong Kong for a special building construction project. It is expected that the project will be completed at the beginning of 2010 and most of the construction works will be carried out in 2008 and early 2009 and taper off thereafter. The Directors expect that the aggregate of the annual amount of sales of ready mixed concrete products by Redland Concrete Group to Penta-Ocean-CRCC JV pursuant to the Agreement will not exceed the followings:-

<u>Year/Period</u>	<u>Annual Cap</u>
24/05/2008-31/12/2008	HK\$25,000,000
01/01/2009-31/12/2009	HK\$24,000,000
01/01/2010-30/06/2010	HK1,200,000

The estimate of sales under the Agreement is based on the estimated quantities of the products multiply the relevant estimated unit selling prices for the years from 2008 to 2010. The up-to-date sales figure to Penta-Ocean-CRCC JV under the Agreement is HK\$65,298. The Group had no prior transaction with Penta-Ocean-CRCC JV and its ultimate beneficial owners that require aggregation.

3. CONTINUING CONNECTED TRANSACTIONS

Penta-Ocean-CRCC JV is a joint venture set up in Hong Kong and beneficially owned as to 65% by Penta-Ocean and 35% by CR Construction. CR Construction is an indirect non-wholly owned subsidiary of CRH, which is both a substantial and controlling shareholder of the Company. Penta-Ocean-CRCC JV is therefore a connected person of the Company. Accordingly, the entering into of the Agreement between Redland Concrete and Penta-Ocean-CRCC JV constitutes continuing connected transactions of the Company under the Listing Rules.

The annual transaction amount in aggregate in respect of the Agreement exceeds 0.1% but less than 2.5% of each of the relevant percentage ratios under rule 14A.34 of the Listing Rules, the Continuing Connected Transactions are subject to the reporting and announcement requirements under rules 14A.45 to 14A.47 of the Listing Rules and are exempted from the independent shareholders' approval requirement under the Listing Rules. Furthermore, the Continuing Connected Transactions are also subject to the annual review requirement by independent non-executive directors and auditor of the Company under rules 14A.37 to 14A.41 of the Listing Rules.

4. BENEFITS OF THE CONTINUING CONNECTED TRANSACTIONS

The Redland Concrete Group has established long business relationship with CR Construction and all relevant connected transactions have been appropriately reported, disclosed and approved. The Directors believe that, by entering into the Agreement, it would further broaden the customer base and provide steady income for the Group's ready mixed concrete business.

The Directors, including independent non-executive Directors, consider that the Continuing Connected Transactions were entered into on normal commercial terms and were fair and reasonable and in the interest of the Company and its shareholders as a whole.

5. GENERAL

The Group is primarily engaged in the supply of ready mixed concrete and related products to the Hong Kong and Macau markets. Penta-Ocean-CRCC JV is engaged in the business of building construction.

As at the date of this announcement, the directors of the Company are Mr. Zhou Longshan and Mr. Ong Thiam Kin, being Executive Directors; Mr. Jiang Wei, Mr. Li Fuzuo and Mr. Du Wenmin, being Non-executive Directors; Mr. Wong Tak Shing, Mr. Luk Chi Cheong and Mr. Yang Chonghe, Howard, being Independent Non-executive Directors.

6. DEFINITION

For the purpose of this announcement, the following expressions have the following meanings:-

“Agreement”	the agreement dated 24th May, 2008 and entered into between Redland Concrete and Penta-Ocean-CRCC JV, which is more particularly described under the section “The Agreement” of this announcement
“Board”	the board of directors of the Company
“Company”	China Resources Logic Limited, an exempted company incorporated in Bermuda with limited liability, the shares of which are listed on the main board of the Stock Exchange
“Continuing Connected Transactions”	the continuing connected transactions pursuant to the Agreement
“CR Construction”	China Resources Construction Company Limited, a company incorporated in Hong Kong with limited liability
“CRH”	China Resources (Holdings) Company Limited, a company incorporated in Hong Kong with limited liability
“Directors”	the directors of the Company
“Group”	the Company and its subsidiaries

“Hong Kong”	the Hong Kong Special Administration Region of the People’s Republic of China
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange
“Penta-Ocean”	Penta-Ocean Construction Co. Ltd., a company incorporated in Japan with limited liability
“Penta-Ocean-CRCC JV”	Penta-Ocean-CRCC Joint Venture, a joint venture set up in Hong Kong and beneficially owned as to 65% by Penta-Ocean and 35% by CR Construction
“percentage ratios”	the percentage ratios referred to in rule 14.07 of the Listing Rules
“Redland Concrete”	Redland Concrete Limited, a company incorporated in Hong Kong with limited liability and is an indirect wholly owned subsidiary of the Company
“Redland Concrete Group”	Redland Concrete Limited together with its subsidiaries
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

By the Order of the Board
CHINA RESOURCES LOGIC LIMITED
ONG Thiam Kin
Executive Director & CFO

Hong Kong, 19th June, 2008