

SUNSHINE HOLDINGS LIMITED

(Incorporated in the Cayman Islands)
Company Registration No. CT-140095

INCORPORATION OF SUBSIDIARIES

1. The Directors of Sunshine Holdings Limited (the "Company") are pleased to announce that the Company, through its wholly-owned subsidiary, Henan Sunshine Elegant Jade Real Estates Co., Ltd ("Sunshine Elegant Jade")(河南阳光美基置业有限公司) incorporated the following wholly-owned subsidiary:

Name of subsidiary	Country of Incorporation / Place of Business	Registered Capital	Principal Activities
Henan Qiaobei Scientific Research & Production Experimental Base Construction Co., Ltd (河南省桥北科研生产试验基地建设有限公司)	People's Republic of China	RMB\$10 million	Property development, etc.

Sunshine Elegant Jade will hold 100% of the equity interest in the above subsidiary.

2. The Company, through another wholly-owned subsidiary, Henan Jinjiang Real Estates Co., Ltd ("Henan Jinjiang") (河南锦江置业有限公司), has incorporated the following subsidiary:

Name of subsidiary	Country of Incorporation / Place of Business	Registered Capital	Principal Activities
Beijing Sunshine Elegant Jade Real Estates Co., Ltd (北京阳光美基置业有限公司)	People's Republic of China	RMB\$10 million	Property development, etc.

Henan Jinjiang and Mr. Liu Xiaolong will hold 70% and 30% equity interest respectively in the above subsidiary.

None of the Directors or any of the substantial shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company) in the abovementioned transactions.

By Order of the Board

Guo Yinghui
Chairman

19 June 2008