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China Railway Logistics Limited

中國鐵路貨運有限公司*

(Incorporated in Bermuda with limited liability)

(Stock code: 8089)

COMPLETION OF PLACING OF NON-LISTED WARRANTS

The Board is pleased to announce that completion of the Warrant Placing took place on 20 November 2009 in accordance with the terms and conditions of the Warrant Placing Agreement in which an aggregate of 110,000,000 Warrants had been successfully placed to not less than six places at the Warrant Issue Price of HK\$0.03 per Warrant.

Reference is made to the announcements of the Company dated 10 June 2009, 8 September 2009 and 9 November 2009 (the “**Announcements**”) in relation to, among other matters, private placing of 110,000,000 non-listed Warrants. Unless otherwise stated, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements.

The Board is pleased to announce that, with the conditions of the Warrant Placing Agreement having been fulfilled, completion of the Warrant Placing took place on 20 November 2009 in accordance with the terms and conditions of the Warrant Placing Agreement in which an aggregate of 110,000,000 Warrants had been successfully placed to not less than six places at the Warrant Issue Price of HK\$0.03 per Warrant. To the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, the Places and, if applicable, their ultimate beneficial owners, are Independent Third Parties.

As at the date of this announcement, the Company has 563,814,000 Shares in issue. Assuming full exercise of the subscription rights attaching to the Warrants, a total of 110,000,000 New Shares will be issued, representing (i) approximately 19.51% of the issued share capital of the Company as at the date of this announcement; and (ii) approximately 16.32% of the issued share capital of the Company as enlarged by the allotment and issue of the New Shares.

By Order of the Board
China Railway Logistics Limited
Chan Shui Sheung Ivy
Executive Director

Hong Kong, 20 November 2009

As at the date of this announcement, the executive Directors are Ms. Yeung Sau Han Agnes and Ms. Chan Shui Sheung Ivy; and the independent non-executive Directors are Ms. Yuen Wai Man, Mr. Lam Ka Wai Graham and Mr. Wang Chin Mong.

* For identification purpose only

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the “Latest Company Announcement” page of the Growth Enterprise Market website at www.hkgem.com for at least 7 days from the date of hereof and the Company website at www.chinarailwaylogistics.com.