



**浙江滬杭甬高速公路股份有限公司**  
**ZHEJIANG EXPRESSWAY CO., LTD.**

*(A joint stock limited company incorporated in the People's Republic of China with limited liability)*  
**(Stock code: 0576)**

## **WITHDRAWAL FROM INVESTMENT AND PARTICIPATION IN THE DEVELOPMENT AND OPERATION OF THE JIAXING-SHAOXING EXPRESSWAY**

Reference is made to an announcement and circular of Zhejiang Expressway Co., Ltd. (“the Company”) dated 29 November 2004 and 20 December 2004 respectively in respect of the captioned matter. Terms used in this announcement shall have the same meanings as terms used in the aforementioned announcement and circular of the Company unless otherwise specified.

### **Withdrawal from the Project**

The board of directors (the “**Board**”) of the Company announces that due to a change in government policy, the Company has decided to withdraw (the “**Withdrawal**”) from its investment and participation in a project to develop and operate the Jiaxing-Shaoxing Expressway (the “**Project**”). The change in government policy leads to the Jiaxing-Shaoxing Expressway becoming an expressway constructed, managed and operated by the government rather than a commercial expressway previously.

A sum of RMB35 million representing the capital investment by the Company in the Project to date, together with an interest thereon in the amount of RMB8.3748 million, calculated on the basis of the prevailing basic interest rate for one-year loans announced by the People's Bank of China, is to be reimbursed by the JV Co. to the Company on 28 November 2008. All necessary and relevant governmental and regulatory approvals have been obtained by the Company in relation to the Withdrawal.

By order of the Board  
**ZHANG Jingzhong**  
*Company Secretary*

Hangzhou, the PRC, 27 November 2008

*As at the date of this announcement, the executive directors of the Company are: Messrs. Geng Xiaoping, Fang Yunti, Zhang Jingzhong and Jiang Wen Yao; the non-executive directors of the Company are: Messrs. Zhang Luyun and Zhang Yang; and the independent non-executive directors of the Company are: Messrs. Tung Chee Chen, Zhang Junsheng and Zhang Liping.*