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KANHAN TECHNOLOGIES GROUP LIMITED

看漢科技集團有限公司*

(Proposed to be renamed as Shen Nong China (Group) Limited 神農中國(集團)有限公司)
(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8175)

FURTHER DELAY IN DESPATCH OF CIRCULAR

As time required for gathering of financial information for preparation of the accountants' reports and the resolving of the accounting issues is longer than initially expected at the time when the Company applied for the first extension waiver, further time is required to finalize the financial information to be included in the Circular, including (i) the accountants' report of Proud Dragon; (ii) the accountants' report of Zhong Tian Water Supply; and (iii) unaudited pro forma financial information on the Enlarged Group. Therefore, the Company has further applied to the Stock Exchange for a waiver from strict compliance with Rule 19.38 of the GEM Listing Rules and a further extension of time for the despatch of the Circular to on or before 18 January 2008.

Reference is made to the announcement (the "**First Announcement**") dated 2 November 2007 issued by KanHan Technologies Group Limited (the "**Company**") in relation to the major transaction involving the acquisition of the entire equity interests in Proud Dragon and the announcement (the "**Second Announcement**") dated 23 November 2007 in relation to the delay in despatch of the circular (the "**Circular**"). Definitions and terms used in this announcement, unless the context requires otherwise, shall bear the same meanings as defined in the First Announcement.

Pursuant to Rule 19.38 of the GEM Listing Rules, the Company is required to despatch the Circular containing, among other things, details of the Proposed Acquisition and a notice of EGM to the Shareholders within 21 days after the publication of the Announcement, which shall be on or before 23 November 2007. As set out in the Second Announcement, the time for despatch of the Circular has been extended to on or before 21 December 2007. As time required for gathering of financial information for preparation of the accountants' reports and the resolving of the accounting issues is longer than initially expected at the time when the Company applied for the first extension waiver, further time is required to finalize the financial information to be included in the Circular, including (i) the accountants' report of Proud Dragon; (ii) the accountants' report of Zhong Tian Water Supply; and (iii) unaudited pro forma financial information on the Group as enlarged by the Proposed Acquisition. Therefore, the Company has further applied to the Stock

Exchange for a waiver from strict compliance with Rule 19.38 of the GEM Listing Rules and a further extension of time for the despatch of the Circular to on or before 18 January 2008.

By order of the Board
KANHAN TECHNOLOGIES GROUP LIMITED
Pang Hong Tao
Executive Director

Hong Kong, 20 December 2007

As at the date of this announcement, the executive Directors are Mr. Pang Hong Tao, Peter, Mr. Yang Pei Gen, Mr. Mo Wai Ming, Lawrence and Ms. Au Shui Ming, Anna. The non-executive Director is Mr. Ma She Shing, Albert. The independent non-executive Directors are Mr. Hsu William Shiu Foo, Mr. Lee Kun Hung and Mr. Kwok Chi Sun, Vincent.

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 GEM website on the “Latest Company Announcements” page for at least 7 days from the date of its posting and on the website of the Company at www.kanhan.com.

* *For identification purpose only*