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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)

COMPLETION OF THE ACQUISITION OF THE ENTIRE ISSUED SHARE CAPITAL OF PROUD DRAGON LIMITED

The Board is pleased to announce that with all the conditions of the Agreement having been fulfilled, completion of the acquisition of the entire issued share capital of Proud Dragon took place on 6 February 2008.

As a result of the Completion, Zhong Tian Water Supply, which is engaged in the management of water plants and the provision of water supply service in the rural areas of the agricultural province, Anhui Province (安徽省) in the PRC, has become an indirect 70% owned subsidiary of the Company.

Reference is made to the announcements dated 2 November 2007 and the circular (the “**Circular**”) dated 18 January 2008 issued by the Company in relation to, among other things, (i) the Agreement, as supplemented by the Supplemental Agreement and the transactions contemplated thereunder. Capitalised terms used in this announcement shall have the same meanings as those defined in the Circular unless otherwise specified herein.

COMPLETION OF PROPOSED ACQUISITION

The Board is pleased to announce that with all the conditions of the Agreement having been fulfilled, completion of the acquisition of the entire issued share capital of Proud Dragon took place on 6 February 2008.

Upon Completion, in addition to the cash consideration which was paid, the Company has issued the Convertible Bonds in a principal amount of HK\$10,000,000 and the Promissory Note in a principal sum of HK\$15,600,000 to the Vendor and forthwith upon Completion, the Bond Certificate has been deposited with the Purchaser in accordance with the terms of the Agreement.

As a result of the Completion, Proud Dragon and HK Subsidiary have become an indirect wholly owned subsidiary of the Company and Zhong Tian Water Supply, which is engaged in the management of water plants and the provision of water supply service in the rural areas of the agricultural province, Anhui Province (安徽省) in the PRC, has become an indirect 70% owned subsidiary of the Company.

By order of the Board
KanHan Technologies Group Limited
Pang Hong Tao
Executive Director

Hong Kong, 6 February 2008

* *for identification purpose only*

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.