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This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities.

Unless otherwise defined herein, capitalised terms used in this announcement shall have the same respective meanings as those defined in the prospectus dated 10 December 2007 (the "Prospectus") of Pan Asia Environmental Protection Group Limited (the "Company").

Prospective investors of the Offer Shares should note that the Underwriters are entitled to terminate their obligations under the Underwriting Agreement by notice in writing to the Company given by the Sole Lead Manager (for itself and on behalf of the Underwriters), upon the occurrence of any of the events set forth under the paragraph headed "Grounds for termination" in the section headed "Underwriting" of the Prospectus, at any time prior to 8:00 a.m. (Hong Kong time) on the Listing Date (currently expected to be 21 December 2007). Such events include, but without limitation to, acts of government, strikes, lockouts, fire, explosions, flooding, civil commotion, acts of war, acts of God, acts of terrorism, accidents, economic sanctions, public disorder, riots and epidemic.

In connection with the Share Offer, the Sole Lead Manager (for itself and on behalf of the Underwriters) may over-allocate Shares or effect transactions with a view to stabilizing or maintaining the market price of the Offer Shares at a level higher than that which might otherwise prevail for a limited period after the commencement of trading of the Offer Shares (which is currently expected to be on 21 December 2007). There is no obligation on the Sole Lead Manager to do this. Such stabilisation action, if commenced, may be discontinued at any time at the absolute discretion of the Sole Lead Manager, and is required to be brought to an end after a limited period. Such transactions may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws and regulatory requirements. The stabilisation action begins on the commencement of trading of Shares on the Main Board and ends on the 30th day after the last day for the lodging of applications under the Public Offer. The stabilisation period is expected to expire on 12 January 2008. Please refer to the Prospectus for the other details of the intended stabilisation and how it will be regulated under the Securities and Futures (Price Stabilising) Rules of the SFO.

In connection with the Share Offer, the Sole Lead Manager (for itself and on behalf of the Underwriters) may require the Company to allot and issue up to and not more than 30,000,000 additional Shares (representing 15% of the Offer Shares initially being offered under the Share Offer) on the same terms as those applicable to the Share Offer to cover over-allocations in the Placing (if any), and/or to satisfy the Sole Lead Manager's obligation to return Shares borrowed under the Stock Borrowing Agreement. The Over-allotment Option is exercisable by the Sole Lead Manager (for itself and on behalf of the Underwriters) at any time prior to 4:00 p.m. on the date falling 30 days after the date of the Prospectus (that is, 9 January 2008). In the event that the Over-allotment Option is exercised, a press announcement will be made.

PAN ASIA ENVIRONMENTAL PROTECTION GROUP LIMITED

泛亞環保集團有限公司

(Incorporated in the Cayman Islands with limited liability)

LISTING ON THE MAIN BOARD OF THE STOCK EXCHANGE OF HONG KONG LIMITED PLACING AND PUBLIC OFFER

Number of Offer Shares	: 200,000,000 Shares (subject to the Over-allotment Option)
Number of Placing Shares	: 180,000,000 Shares (subject to the Over-allotment Option)
Number of Public Offer Shares	: 20,000,000 Shares
Final Offer Price	: HK\$2.80 per Offer Share (excluding brokerage of 1%, Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.004%)
Nominal value	: HK\$0.10 per Share
Stock code	: 556

Sponsor



Sole Bookrunner and Sole Lead Manager



SUMMARY

- The Offer Price has been determined at HK\$2.80 per Offer Share (excluding brokerage of 1%, Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.004% payable thereon). At the Offer Price of HK\$2.80 per Offer Share, the net proceeds of the Share Offer to the Company, after deducting related expenses, are estimated to be approximately HK\$500 million assuming that the Over-allotment Option is not exercised.
- The Public Offer Shares have been oversubscribed. A total of 2,705 valid applications for a total of 44,700,000 Offer Shares, representing approximately 2.24 times of the total number of 20,000,000 Shares initially available for subscription under the Public Offer, have been received under the Public Offer (including applications made on **WHITE** and **YELLOW** Application Forms and **electronic application instructions** given to HKSCC).
- The Placing Shares have also been moderately oversubscribed.
- A total number of 67,774,000 Shares under the Placing have been allocated to the Cornerstone Investors, representing approximately 33.89% of the Offer Shares, assuming the Over-allotment Option is not exercised.
- In connection with the Share Offer, the Company has granted the Over-allotment Option, exercisable by the Sole Lead Manager at any time prior to 4:00 p.m. on the date falling 30 days after the date of the Prospectus, subject to the terms of the Underwriting Agreement, to require the Company to allot and issue up to an aggregate of 30,000,000 additional Shares, representing 15% of the Offer Shares initially being offered for subscription under the Share Offer, on the same terms as those applicable to the Placing and the Public Offer, as the case may be, to cover over-allocations in the Placing (if any), and/or to satisfy the Sole Lead Manager's obligation to return Shares borrowed under the Stock Borrowing Agreement. In the event that the Over-allotment Option is exercised, a press announcement will be made.
- As the number of Shares validly applied for in the Public Offer represents less than 15 times of the number of Shares initially available for subscription under the Public Offer, the clawback mechanism as described under the section headed "Structure and conditions of the Share Offer" in the Prospectus has not applied.
- Results of allocations in the Public Offer, including the Hong Kong Identity Card/passport/Hong Kong business registration numbers of successful applicants (where supplied) and the number of Offer Shares successfully applied for under **WHITE** or **YELLOW** Application Forms or by giving **electronic application instructions** to HKSCC will be made available at the times and dates and in the manner specified below:
 - results of allocations will be available from the website at **www.tricor.com.hk/ipo** on a 24-hour basis from 8:00 a.m. on Thursday, 20 December 2007 to 12:00 midnight on Wednesday, 26 December 2007. The user will be required to key in the Hong Kong Identity Card/passport/Hong Kong business registration number provided in his/her/its Application Form to search for his/her/its own allocation result;
 - results of allocations can be found in the announcement to be posted on the Company's website at **www.paep.com.cn** and the website of the Stock Exchange at **www.hkex.com.hk** on Thursday, 20 December 2007;

- results of allocations will be available from the Company's Public Offer allocation results telephone enquiry hotline. Applicants may find out whether or not their applications have been successful and the number of Offer Shares allocated to them, if any, by calling 2980-1833 between 9:00 a.m. and 6:00 p.m. from Thursday, 20 December 2007 to Monday, 24 December 2007 (excluding Sunday); and
- special allocation results booklets setting out the results of allocations will be available for inspection during opening hours of individual head office and branches from Thursday, 20 December 2007 to Saturday, 22 December 2007 at all the receiving bank head office and branches at the addresses set out in the paragraph headed "Results of allocation" below.
- Applicants who have applied for 1,000,000 or more Offer Shares using **WHITE** or **YELLOW** Application Forms and have indicated their intention on their **WHITE** or **YELLOW** Application Forms to collect their Share certificate(s) (where applicable) and/or refund cheque(s) (where applicable) in person may collect their Share certificate(s) (where applicable) and/or refund cheque(s) (where applicable) in person from the Company's Hong Kong branch share registrar, Tricor Investor Services Limited at 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong from 9:00 a.m. to 1:00 p.m. on Thursday, 20 December 2007.
- Share certificates for Offer Shares allotted to wholly or partially successful applicants using **WHITE** Application Forms which are either not available for personal collection, or which are so available but are not collected in person, will be despatched by ordinary post to the addresses of the applicants specified in their Application Forms at their own risk on Thursday, 20 December 2007.
- Share certificates for Offer Shares allocated to wholly or partially successful applicants using **YELLOW** Application Forms and/or applying by giving **electronic application instructions** to HKSCC will be issued in the name of HKSCC Nominees and are expected to be deposited into CCASS for credit to their CCASS Investor Participants' stock accounts or their designated CCASS Participants' stock accounts (as the case may be), as instructed by them, at the close of business on Thursday, 20 December 2007 (or under contingent situations, on any other date as shall be determined by HKSCC or HKSCC Nominees).
- Refund cheques for wholly or partially successful or unsuccessful applicants which are either not available for personal collection or which are so available but are not collected in person will be despatched by ordinary post to the addresses of the applicants specified in the Application Forms at their own risk on Thursday, 20 December 2007.
- Refund monies (if any) for applicants applying by giving **electronic application instructions** to HKSCC are expected to be credited to the designated bank accounts or the designated bank account of their broker or custodian on Thursday, 20 December 2007.
- The Company will not issue any temporary documents of title. Share certificates for the Offer Shares will only become valid certificates of title at 8:00 a.m. (Hong Kong time) on the Listing Date (which is currently expected to be Friday, 21 December 2007) provided that (i) the Share Offer has become unconditional and (ii) the Underwriting Agreement has not been terminated in accordance with its terms.

- Dealings in the Shares on the Main Board are expected to commence at 9:30 a.m. (Hong Kong time) on Friday, 21 December 2007. Shares will be traded in board lots of 2,000 Shares. The stock code of the Company is 556.

OFFER PRICE

The Offer Price has been determined at HK\$2.80 per Offer Share (excluding brokerage of 1%, Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.004% payable thereon). At the Offer Price of HK\$2.80 per Offer Share, the net proceeds of the Share Offer to the Company, after deducting related expenses, are estimated to be approximately HK\$500 million assuming that the Over-allotment Option is not exercised.

APPLICATIONS AND INDICATIONS OF INTEREST RECEIVED

The Public Offer Shares have been oversubscribed. The Directors announce that at the close of the application lists at 12:00 noon on Thursday, 13 December 2007, a total of 2,705 valid applications pursuant to the Public Offer have been received for a total of 44,700,000 Shares (including applications made on **WHITE** and **YELLOW** Application Forms and **electronic application instructions** given to HKSCC), representing approximately 2.24 times of the total number of 20,000,000 Shares initially available for subscription under the Public Offer.

Of the 2,705 valid applications on **WHITE** and **YELLOW** Application Forms and by **electronic application instructions** given to HKSCC for a total of 44,700,000 Shares, a total of 2,701 applications in respect of a total of 34,700,000 Shares were for Offer Shares with an aggregate subscription amount based on the maximum indicative Offer Price of HK\$3.00 (excluding brokerage of 1%, Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.004% payable thereon) of HK\$5 million or less (equivalent to 3.47 times of the total number of 10,000,000 Public Offer Shares initially available for allocation in pool A of the Public Offer), and a total of 4 applications in respect of a total of 10,000,000 Shares were for Offer Shares with an aggregate subscription amount based on the maximum indicative Offer Price of HK\$3.00 (excluding brokerage of 1%, Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.004% payable thereon) of more than HK\$5 million (equivalent to the total number of 10,000,000 Public Offer Shares initially available for allocation in pool B of the Public Offer).

Applications not completed in accordance with the instructions set out in the Application Forms have been rejected. 6 multiple applications or suspected multiple applications have been identified and rejected. 15 applications have been rejected due to bounced cheques. No application has been rejected due to invalid application. No application for more than 50% of the Offer Shares initially available for subscription under the Public Offer (that is, more than 10,000,000 Shares) has been identified.

As the number of Shares validly applied for in the Public Offer represents less than 15 times of the number of Shares initially available for subscription under the Public Offer, the clawback mechanism as described under the section headed “Structure and conditions of the Share Offer” in the Prospectus has not applied.

The Public Offer Shares available for subscription and validly applied for on **WHITE** and **YELLOW** Application Forms and **electronic application instructions** given to HKSCC were conditionally allocated on the basis as set out in the paragraph headed “Basis of allotment under the Public Offer” below.

PLACING

The Directors further announce that the Offer Shares initially offered under the Placing have also been moderately oversubscribed.

As part of the Placing, GE Asset Management Incorporated, General Motors Investment Management Corporation and The China Development Capital Partnership Master Fund LP (being the Cornerstone Investors) have agreed to purchase 39,920,000 Shares, 12,534,000 Shares and 15,320,000 Shares respectively, representing 19.96%, approximately 6.27% and 7.66% of the Offer Shares respectively, assuming the Over-allotment Option is not exercised.

In connection with the Share Offer, the Company has granted the Over-allotment Option, exercisable by the Sole Lead Manager at any time prior to 4:00 p.m. on the date falling 30 days after the date of the Prospectus, subject to the terms of the Underwriting Agreement, to require the Company to allot and issue up to an aggregate of 30,000,000 additional Shares, representing 15% of the Offer Shares initially being offered for subscription under the Share Offer, on the same terms as those applicable to the Placing and the Public Offer, as the case may be, to cover over-allocations in the Placing (if any), and/or to satisfy the Sole Lead Manager's obligation to return Shares borrowed under the Stock Borrowing Agreement.

If the Over-allotment Option is exercised in full, the Offer Shares of 230 million Shares (including the Shares allotted and issued pursuant to the exercise of the Over-allotment Option) will represent approximately 27.71% of the enlarged issued share capital of the Company immediately after completion of the Share Offer, the Capitalisation Issue and the exercise of the Over-allotment Option in full. As at the date of this announcement, the Over-allotment Option has not been exercised. In the event that the Over-allotment Option is exercised, a press announcement will be made.

The Placing Shares were allocated to placees who are independent of, and not connected with, any of the directors, chief executive or substantial shareholders of the Company or any of its subsidiaries, or associates of any of them. None of the Sponsor, the Sole Lead Manager and any of the Underwriters, or their respective associates and connected clients (as set out in Appendix 6 to the Listing Rules) has taken up any Shares for its own benefit under the Share Offer. The Placing has been conducted in compliance with the placing guidelines for equity securities as set out in Appendix 6 to the Listing Rules.

None of the placees under the Placing will become a substantial shareholder of the Company after the Placing within the meaning of the Listing Rules.

PUBLIC FLOAT

The Company confirms that immediately following the completion of the Share Offer but before the exercise of the Over-allotment Option, the number of Shares in the hands of the public will satisfy the minimum percentage of 25% of the Company's total issued share capital prescribed by Rule 8.08(1)(a) of the Listing Rules.

As confirmed by the Directors, Shares initially offered in the Placing and the Public Offer were allocated to subscribers and placees who are not connected persons of the Company within the meaning of the Listing Rules.

BASIS OF ALLOTMENT UNDER THE PUBLIC OFFER

Subject to the satisfaction of the conditions set out in the section headed “Structure and conditions of the Share Offer” in the Prospectus, valid applications made by the public on **WHITE** and **YELLOW** Application Forms and by **electronic application instructions** given to HKSCC will be conditionally allotted on the basis set out below:

POOL A

Number of Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of Shares applied for
2,000	1,695	848 out of 1,695 applicants to receive 2,000 Shares	50.03%
4,000	238	167 out of 238 applicants to receive 2,000 Shares	35.08%
6,000	119	104 out of 119 applicants to receive 2,000 Shares	29.13%
8,000	63	2,000 Shares plus 7 out of 63 applicants to receive an additional 2,000 Shares	27.78%
10,000	229	2,000 Shares plus 86 out of 229 applicants to receive an additional 2,000 Shares	27.51%
20,000	128	4,000 Shares plus 95 out of 128 applicants to receive an additional 2,000 Shares	27.42%
30,000	53	8,000 Shares plus 5 out of 53 applicants to receive an additional 2,000 Shares	27.30%
40,000	39	10,000 Shares plus 16 out of 39 applicants to receive an additional 2,000 Shares	27.05%
50,000	24	12,000 Shares plus 17 out of 24 applicants to receive an additional 2,000 Shares	26.83%
60,000	24	14,000 Shares plus 23 out of 24 applicants to receive an additional 2,000 Shares	26.53%
70,000	5	18,000 Shares plus 1 out of 5 applicants to receive an additional 2,000 Shares	26.29%
80,000	8	20,000 Shares plus 4 out of 8 applicants to receive an additional 2,000 Shares	26.25%
90,000	4	22,000 Shares plus 3 out of 4 applicants to receive an additional 2,000 Shares	26.11%
100,000	25	26,000 Shares	26.00%
150,000	14	38,000 Shares plus 6 out of 14 applicants to receive an additional 2,000 Shares	25.90%
200,000	11	50,000 Shares plus 9 out of 11 applicants to receive an additional 2,000 Shares	25.82%
250,000	4	64,000 Shares plus 1 out of 4 applicants to receive an additional 2,000 Shares	25.80%
300,000	4	76,000 Shares plus 2 out of 4 applicants to receive an additional 2,000 Shares	25.67%
350,000	3	88,000 Shares plus 2 out of 3 applicants to receive an additional 2,000 Shares	25.52%

Number of Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of Shares applied for
400,000	3	100,000 Shares plus 2 out of 3 applicants to receive an additional 2,000 Shares	25.33%
500,000	1	126,000 Shares	25.20%
600,000	1	150,000 Shares	25.00%
700,000	4	174,000 Shares plus 2 out of 4 applicants to receive an additional 2,000 Shares	25.00%
1,000,000	2	250,000 Shares	25.00%
	<u>2,701</u>		

POOL B

Number of Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of Shares applied for
2,000,000	3	2,000,000 Shares	100.00%
4,000,000	1	4,000,000 Shares	100.00%
	<u>4</u>		

RESULTS OF ALLOCATION

Results of allocations in the Public Offer, including the Hong Kong Identity Card/passport/Hong Kong business registration numbers of successful applicants (where supplied) and the number of Offer Shares successfully applied for under **WHITE** or **YELLOW** Application Forms or by giving **electronic application instructions** to HKSCC will be made available at the times and dates and in the manner specified below:

- results of allocations will be available from the website at **www.tricor.com.hk/ipo** on a 24-hour basis from 8:00 a.m. on Thursday, 20 December 2007 to 12:00 midnight on Wednesday, 26 December 2007. The user will be required to key in the Hong Kong Identity Card/passport/Hong Kong business registration number provided in his/her/its Application Form to search for his/her/its own allocation result;
- results of allocations can be found in the announcement to be posted on the Company's website at **www.paep.com.cn** and the website of the Stock Exchange at **www.hkex.com.hk** on Thursday, 20 December 2007;

- results of allocations will be available from the Company's Public Offer allocation results telephone enquiry hotline. Applicants may find out whether or not their applications have been successful and the number of Offer Shares allocated to them, if any, by calling 2980-1833 between 9:00 a.m. and 6:00 p.m. from Thursday, 20 December 2007 to Monday, 24 December 2007 (excluding Sunday); and
- special allocation results booklets setting out the results of allocations will be available for inspection during opening hours of individual head office and branches from Thursday, 20 December 2007 to Saturday, 22 December 2007 at all the receiving bank head office and branches at the addresses set out below:

Hang Seng Bank Limited

Hong Kong Island:

Branch Name	Address
Head Office	83 Des Voeux Road Central
Wanchai Branch	200 Hennessy Road
Des Voeux Road West Branch	52 Des Voeux Road West
Quarry Bay Branch	989 King's Road
Causeway Bay Branch	28 Yee Wo Street
North Point Branch	335 King's Road

Kowloon:

Branch Name	Address
Tsimshatsui Branch	18 Carnarvon Road
Yaumatei Branch	363 Nathan Road
Kowloon Main Branch	618 Nathan Road
Hung Hom Branch	21 Ma Tau Wai Road
Kowloon Bay Branch	Shop P18-P19 Telford Gardens
Pei Ho Street Branch	151 Pei Ho Street
Hankow Road Branch	4 Hankow Road

New Territories:

Branch Name	Address
Shatin Branch	Shop 18 Lucky Plaza, Wang Pok Street, Shatin
Tsuen Wan Branch	289 Sha Tsui Road, Tsuen Wan

DESPATCH/COLLECTION OF SHARE CERTIFICATES AND REFUND MONIES

Share certificates for wholly or partially successful applications on **WHITE** Application Forms and refund cheques in respect of wholly or partially successful or unsuccessful applications on **WHITE** and **YELLOW** Application Forms, without interest and together with the related brokerage of 1%, Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.004%, which are either not available for personal collection, or which are so available but are not collected in person, will be despatched by ordinary post to the addresses of the applicants as specified in their Application Forms at their own risk on Thursday, 20 December 2007. Applicants who have applied for 1,000,000 or more Public Offer Shares using a **WHITE** or **YELLOW** Application Form and have indicated their intention on the Application Form to collect their refund cheque(s) (where applicable) and/or Share certificate(s) (where applicable) in person, may do so from the Company's Hong Kong branch share registrar, Tricor Investor Services Limited at 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong from 9:00 a.m. to 1:00 p.m. on Thursday, 20 December 2007 or any other date notified by the Company in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese) as the date of despatch of refund cheque(s) (where applicable) and/or the Share certificate(s) (where applicable). If you do not collect the refund cheque(s) (where applicable) and Share certificate(s) (where applicable) personally within the time specified for collection, they will be sent promptly by ordinary post to the address as specified in your Application Form and at your own risk. Applicants who have applied for less than 1,000,000 Public Offer Shares using a **WHITE** or **YELLOW** Application Form or have applied for 1,000,000 or more Public Offer Shares but have not indicated on the Application Form that they will collect their refund cheque(s) (where applicable) and/or Share certificate(s) (where applicable) in person, their refund cheque(s) (where applicable) and/or Share certificate(s) (where applicable) will be sent to the addresses on their Application Forms on Thursday, 20 December 2007 by ordinary post and at their own risk.

Applicants being individuals who have opted for personal collection must not authorise any other person to make collection on their behalf.

Applicants being corporations who have opted for personal collection must attend by their authorized representatives bearing a letter of authorisation from their corporations stamped with the corporations' respective chops.

Both individuals and authorised representatives (if applicable) must produce, at the time of collection, evidence of identity acceptable to Tricor Investor Services Limited.

The Company will not issue any temporary documents of title. Share certificates for the Offer Shares will only become valid certificates of title at 8:00 a.m. (Hong Kong time) on the Listing Date (which is currently expected to be Friday, 21 December 2007) provided that (i) the Share Offer has become unconditional and (ii) the Underwriting Agreement has not been terminated in accordance with its terms.

Refund monies (if any) for wholly or partially successful or unsuccessful applications without interest and together with the related brokerage of 1%, Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.004%, in respect of **electronic application instructions** through HKSCC will be credited to the designated bank accounts of the relevant CCASS Participants on Thursday, 20 December 2007.

Applicants applying by **electronic application instructions** given to HKSCC through their designated CCASS Participants (other than CCASS Investor Participants) may (where applicable) check the refund amount through their designated CCASS Participants. Applicants applying by **electronic application instructions** given to HKSCC as CCASS Investor Participants can check the amount of refund monies payable to them via the CCASS phone system or the CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time) on Thursday, 20 December 2007 or in the activity statements made available to them by HKSCC.

DEPOSIT OF SHARE CERTIFICATES INTO CCASS

For those wholly or partially successful applicants using **YELLOW** Application Forms and applying by **electronic application instructions** given to HKSCC who are allotted Offer Shares in the name of HKSCC Nominees, the allotted Offer Shares will be deposited directly into CCASS for credit to their designated CCASS Participants' stock accounts as instructed by them, at the close of business on Thursday, 20 December 2007 or under a contingency situation, on any other date as shall be determined by HKSCC or HKSCC Nominees.

Applicants using **YELLOW** applications forms (and who are CCASS Investor Participants) and applicants applying by **electronic application instructions** given to HKSCC should check the results of the Public Offer published herein and report any discrepancies to HKSCC before 5:00 p.m. on Thursday, 20 December 2007 or such other date as shall be determined by HKSCC or HKSCC Nominees. For CCASS Investor Participants applying by **electronic application instructions** given to HKSCC, they can also check the application results via the CCASS Phone System and CCASS Internet System.

Applicants applying (whether using **YELLOW** Application Forms or by giving **electronic application instructions** to HKSCC) through their designated CCASS Participants (other than CCASS Investor Participants) can arrange with their designated CCASS Participants to advise them of the number of Offer Shares allotted to them under their applications. For CCASS Investor Participants, they can also check their new account balance and the amount of refund monies (if any) payable to them via the CCASS Phone System and CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time) on Thursday, 20 December 2007. Immediately after the credit of the Public Offer Shares to their stock accounts and the credit of the refund monies to their bank accounts, HKSCC will also make available to such applicants activity statements showing the number of the Offer Shares credited to their CCASS Investor Participants stock accounts and (for CCASS Investor Participants applying by giving **electronic application instructions** to HKSCC) the refund amount credited to their respective designated bank accounts (if any).

Investors of the Offer Shares should note that the Sole Lead Manager (for itself and on behalf of the Underwriters) is entitled to terminate the obligations of the Underwriters under the Underwriting Agreement by notice in writing to the Company upon the occurrence of any of the events set forth under the paragraph headed "Grounds for termination" in the section headed "Underwriting" in the Prospectus at any time prior to 8:00 a.m. (Hong Kong time) on the Listing Date (which is currently expected to be Friday, 21 December 2007).

COMMENCEMENT OF DEALINGS

Subject to the conditions set out in the section headed “Structure and conditions of the Share Offer” in the Prospectus, dealings in the Shares on the Main Board of the Stock Exchange are expected to commence at 9:30 a.m. (Hong Kong time) on Friday, 21 December 2007. The stock code of the Company is 556. Shares will be traded in board lots of 2,000 Shares each.

By Order of the Board
Pan Asia Environmental Protection Group Limited
Jiang Quanlong
Chairman

Hong Kong, Thursday, 20 December 2007

As at the date of this announcement, the executive Directors are Mr. Jiang Quanlong, Mr. Fan Yajun, Mr. Fang Guohong, Mr. Gan Yi and Mr. Jiang Lei; and the independent non-executive Directors are Mr. Lai Wing Lee, Professor Wang Guozhen and Mr. Leung Shu Sun, Sunny.

Please also refer to the published version of this announcement in the South China Morning Post.

Results of Applications Made by WHITE Application Forms

The following are the identification document numbers (where supplied) of wholly or partially successful applicants using **WHITE** Application Forms and the number of Offer Shares conditionally allotted to them. Applicants who have not provided their identification document numbers are not shown.

以白色申請表格提出申請的配發結果

以下為使用白色申請表格提出申請而全部或部份獲接納的申請人的身份證明文件號碼(如有提供)及彼等獲有條件配發的發售股份數目。如申請人未有提供身份證明文件號碼，其結果將不會顯示。

Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目
149012	2,000	B7256138	2,000	D4094620	2,000	E8424423	2,000
17370963	2,000	B937475	2,000	D4269900	2,000	E8488952	2,000
361923	2,000	B9416302	2,000	D4305230	2,000	E901699A	2,000
38000581	2,000	B9485614	2,000	D4624026	2,000	E9205776	2,000
38115073	2,000	B9708028	2,000	D4645392	2,000	E9213396	2,000
38115073	2,000	C1458963	2,000	D4827369	2,000	E9335394	2,000
38115073	2,000	C2542879	2,000	D4868189	2,000	E9373547	2,000
38115073	2,000	C2555377	2,000	D4913826	2,000	E9522461	2,000
38115073	2,000	C2785038	2,000	D4934017	2,000	E9687118	2,000
38115073	2,000	C3013047	2,000	D5302464	2,000	E9768371	2,000
38115073	2,000	C3075603	2,000	D5505926	2,000	E9867795	2,000
38115073	2,000	/ C3489394		D5511853	2,000	E9955627	4,000
38115073	2,000	C3125228	2,000	D5535566	2,000	G0011125	2,000
38115073	2,000	C3237050	2,000	D5574782	2,000	G0085242	2,000
38115073	2,000	C3289921	2,000	D5709955	2,000	G0136327	2,000
38115073	2,000	C3304807	2,000	D5876975	2,000	G0610495	2,000
38115073	2,000	C3550743	2,000	D601053A	2,000	G0642699	2,000
38115073	2,000	C368569A	2,000	D6177507	2,000	G0753725	2,000
38226715	2,000	C3956677	2,000	D6402918	2,000	G0829330	2,000
38226749	2,000	C4146199	2,000	D659602A	2,000	G0886865	6,000
38258423	2,000	C4457151	2,000	D6921842	2,000	G1177493	2,000
A1459727	6,000	C4475842	2,000	D7053631	2,000	G1245758	2,000
A152524A	2,000	C4707379	2,000	D8476358	2,000	G1261818	2,000
A1902248	2,000	C4890106	2,000	D858184	2,000	G1305874	2,000
A1903449	2,000	C4894667	2,000	D954387	2,000	G1445684	2,000
A2014079	2,000	C4924973	2,000	E1120720	2,000	G1459693	2,000
A2118338	2,000	C5003359	6,000	E1687259	2,000	G1780645	2,000
A2291587	2,000	C5280778	2,000	E2238318	2,000	G190376	2,000
A2674826	2,000	C5620927	2,000	E2514056	8,000	G1937412	2,000
A2901016	2,000	C6045764	2,000	E2549631	4,000	G2177969	2,000
A2996610	2,000	C609241A	2,000	E2715361	2,000	G2205962	2,000
A3055968	2,000	C6354376	4,000	E2920623	2,000	G242625A	4,000
A3944231	2,000	C6563528	2,000	E2999610	2,000	G2536829	2,000
A5051234	2,000	D0075257	2,000	E3206797	2,000	G2554207	2,000
A5644820	2,000	D0197735	2,000	E3461274	2,000	G2666307	2,000
A6052900	2,000	D0284735	2,000	E3614763	2,000	G2825294	2,000
A6386388	2,000	D0523853	2,000	E3870255	2,000	G362781A	2,000
A6707966	2,000	D0747263	2,000	E4006104	2,000	G3691038	4,000
A7137217	4,000	D1019385	2,000	E4035287	2,000	G4764764	2,000
A7359597	2,000	D1179897	2,000	E4099927	2,000	G479048A	2,000
A756493A	4,000	D1412575	2,000	E4438926	2,000	G4879154	2,000
A7653088	2,000	D144213A	2,000	E4463211	2,000	G5230372	2,000
A7776414	2,000	D1472527	2,000	E4622384	2,000	G5266210	2,000
A7881072	2,000	D1654781	2,000	E4758955	2,000	G5403382	2,000
A8055605	2,000	D1677897	2,000	E4906490	4,000	G5776073	2,000
A8153658	2,000	D1722647	2,000	E5435939	2,000	G6241602	2,000
A8208819	2,000	D1735943	2,000	E5597726	2,000	G6342530	4,000
A8656005	2,000	D1749669	2,000	E5866662	6,000	G6801152	2,000
A8751067	2,000	D1976320	2,000	E5993648	2,000	G6806405	2,000
A8848788	2,000	D1997239	2,000	E6443625	2,000	G700731A	2,000
A9238088	2,000	D2001153	2,000	E656094A	2,000	G7035739	6,000
A941045A	2,000	D2001528	2,000	E6884052	2,000	G814423A	2,000
A9624913	2,000	D2120969	2,000	E7207070	2,000	G8146623	4,000
A9744609	2,000	D2516579	2,000	E7374392	2,000	G8152445	2,000
A9752415	2,000	D272130A	2,000	E7385890	2,000	G9001270	2,000
B0679483	2,000	D2722470	2,000	E7434190	2,000	H0968759	2,000
B0757158	2,000	D2812755	18,000	E7438838	2,000	H3078185	2,000
B0907583	2,000	D2894263	2,000	E7564248	2,000	H314319A	2,000
B2152253	2,000	D313372A	2,000	E7766355	2,000	H3283293	2,000
B243710A	4,000	D3387438	2,000	E794475A	2,000	H3496076	2,000
B3502045	2,000	D3459234	2,000	E8005315	2,000	H3701249	2,000
B4065013	2,000	D3549152	2,000	E811839A	2,000	H3990321	2,000
B4420697	2,000	D3610897	2,000	E8152075	2,000	H3992995	2,000
B5674595	2,000	D3917305	2,000	E823294A	2,000	H4258411	2,000
B720653A	2,000	D396270A	2,000	E8424164	2,000	H4298286	2,000

Results of Applications Made by WHITE Application Forms

The following are the identification document numbers (where supplied) of wholly or partially successful applicants using **WHITE** Application Forms and the number of Offer Shares conditionally allotted to them. Applicants who have not provided their identification document numbers are not shown.

以白色申請表格提出申請的配發結果

以下為使用白色申請表格提出申請而全部或部份獲接納的申請人的身份證明文件號碼(如有提供)及彼等獲有條件配發的發售股份數目。如申請人未有提供身份證明文件號碼，其結果將不會顯示。

Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目
H4363975	2,000	R0860912	2,000				
H4364165	2,000	R0926948	2,000				
H4412569	2,000	R1390391	2,000				
H448022A	2,000	R1560947	2,000				
H4521864	4,000	R1838708	2,000				
H4670754	2,000	R2652845	2,000				
K0022799	4,000	R2814462	2,000				
K0024988	2,000	R3124583	2,000				
K024483A	2,000	R3155136	2,000				
K0824925	2,000	R325519A	2,000				
K1362437	2,000	R4529129	2,000				
K211125A	2,000	R4734113	2,000				
K2221489	2,000	R5267187	2,000				
K222500A	88,000	V0151394	2,000				
K2508273	2,000	V0159603	2,000				
K2639513	2,000	V0200441	2,000				
K2728788	2,000	V0572500	2,000				
K2770644	2,000	W04686642	2,000				
K3476367	2,000	XA103576A	2,000				
K3531066	2,000	XA1567788	2,000				
K3531104	2,000	XA9423572	2,000				
K3556832	2,000	XD6864126	2,000				
K3777987	2,000	/ XD6734257					
K4088719	8,000	Z0136213	2,000				
K4467760	2,000	Z0138895	2,000				
K447760A	2,000	Z0340732	2,000				
K4787579	2,000	Z171654A	2,000				
K5068746	2,000	Z1965264	2,000				
K5427002	2,000	Z2872971	2,000				
K5769817	2,000	Z2935547	2,000				
K5868629	2,000	Z3219403	2,000				
K5952395	2,000	Z3484867	2,000				
K6818803	2,000	Z3965946	2,000				
K7268432	2,000	Z4453485	2,000				
K7389272	2,000	Z4740360	2,000				
K7759266	2,000	Z4804733	2,000				
K781836A	2,000	Z5007764	2,000				
K7929528	2,000	Z5497370	2,000				
K8045577	2,000	Z5805582	2,000				
K8083800	2,000	Z6056904	2,000				
K8495955	2,000	Z7429917	2,000				
K8560145	2,000	Z7790830	2,000				
K9070230	2,000	Z8144533	2,000				
K9641874	2,000	Z9209418	2,000				
M733157	2,000						
P0194151	2,000						
P0399489	2,000						
P0420925	2,000						
P0652540	2,000						
P2282015	2,000						
P2724115	4,000						
P4123992	2,000						
P4202396	4,000						
P4563410	2,000						
P5622429	2,000						
P7277583	2,000						
P7621802	2,000						
P8576339	2,000						
P8853685	2,000						
P8882626	2,000						
P8909184	2,000						
R0341559	2,000						
R039380A	6,000						
R0623872	2,000						
R0734062	2,000						

Results of Applications Made by YELLOW Application Forms (Through Designated CCASS Broker/Custodian Participants)

The following are the identification document numbers (where supplied) of wholly or partially successful applicants using **YELLOW** Application Forms through designated CCASS Broker/Custodian Participants and the number of Offer Shares conditionally allotted to them. Applicants who have not provided their identification document numbers are not shown.

以黃色申請表格提出申請的配發結果 (透過指定中央結算系統經紀／託管商參與者)

以下為使用黃色申請表格透過指定中央結算系統經紀／託管商參與者提出申請而全部或部份獲接納的申請人的身份證明文件號碼(如有提供)及彼等獲有條件配發的發售股份數目。如申請人未有提供身份證明文件號碼，其結果將不會顯示。

Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目
06124032	2,000	G4139428	2,000				
11723201	26,000	G4340859	2,000				
16492996	8,000	G4667394	2,000				
A2571512	174,000	G5885581	2,000				
A5301591	2,000	G5999951	2,000				
A5540502	2,000	G621897A	2,000				
A7538890	4,000	G6645576	2,000				
A7896142	2,000	H0856489	2,000				
A8763162	2,000	H1365489	2,000				
A9132336	2,000	H3604332	2,000				
B4018163	4,000	H3668756	2,000				
B4912352	2,000	H3890815	2,000				
B993852A	2,000	H4640588	2,000				
C2952597	2,000	H473003A	2,000				
C389972A	2,000	K0541362	2,000				
C3935386	2,000	K0837415	2,000				
C4548394	2,000	K0923915	2,000				
C6017914	2,000	K261474A	2,000				
D0009068	2,000	K2695901	2,000				
D0455319	2,000	K2736519	2,000				
D0491463	4,000	K3520986	2,000				
D0494314	2,000	K3880826	2,000				
D0856267	2,000	K403130A	2,000				
D1017099	2,000	K4097793	2,000				
D1027280	2,000	K4853520	2,000				
D1160215	2,000	K5028116	2,000				
D2061539	2,000	K505639A	2,000				
D2061695	2,000	K5444993	2,000				
D2573726	2,000	K5613191	2,000				
D2727138	2,000	K5650011	12,000				
D3080022	2,000	K5863465	2,000				
D3737439	2,000	K6859887	2,000				
D4718144	2,000	K7867867	2,000				
D5500835	2,000	K9141901	2,000				
D5843023	2,000	P6727496	2,000				
D5926247	2,000	R2558598	2,000				
D6087702	2,000	Z2098890	2,000				
D6715584	2,000	Z2211379	10,000				
E0855034	2,000	Z3633218	2,000				
E1123428	2,000	Z3688357	2,000				
E345930A	2,000	Z4414382	2,000				
E3610040	2,000	Z6010661	2,000				
E476579A	2,000	Z6460020	2,000				
E482205A	2,000	Z7930705	2,000				
E7393192	2,000						
E7603383	2,000						
E7872465	2,000						
E8015647	2,000						
E8024662	2,000						
E8205578	2,000						
E831010A	2,000						
E8599320	2,000						
E9049855	2,000						
G0291179	2,000						
G051965A	2,000						
G0739781	2,000						
G0816034	2,000						
G0830975	2,000						
G0855684	2,000						
G1096744	2,000						
G1787364	2,000						
G2121351	2,000						
G2428112	2,000						
G3784311	2,000						
G3841013	2,000						

Results of Applications Made by Giving Electronic Application Instructions To HKSCC via CCASS

The following are the identification document numbers (where supplied) of wholly or partially successful applicants made by giving electronic application instructions to HKSCC via CCASS and the number of Offer Shares conditionally allotted to them. Applicants who have not provided their identification document numbers are not shown.

透過中央結算系統向香港結算發出電子認購指示申請的配發結果

以下為透過中央結算系統向香港結算發出電子認購指示申請而全部或部份獲接納的申請人的身份證明文件號碼(如有提供)及彼等獲有條件配發的發售股份數目。如申請人未有提供身份證明文件號碼，其結果將不會顯示。

Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目
006394100	12,000	265175224	2,000	A7745810	2,000	G100354	2,000
0318145	102,000	265397695	2,000	A7999448	40,000	G114655	2,000
0331203	2,000	265481937	2,000	A8000401	40,000	G1370730	2,000
0360407	4,000	265508127	2,000	A8339263	6,000	G212068	2,000
03961314-	2,000	265565226	2,000	A866218/C	2,000	G2249854	2,000
0430515	8,000	266525112	2,000	A8722407	2,000	G2761288	2,000
0482479	2,000	266539386	2,000	A9115563	2,000	G384690	2,000
0502634	12,000	274098581	2,000	A957761	2,000	G444553	2,000
0611253	2,000	279435580	4,000	A986520	2,000	G532331	2,000
06306286-	12,000	279473193	10,000	A988073	2,000	G539412	2,000
0693187	2,000	285198164	2,000	A9881940	4,000	G562776	2,000
0728081	2,000	286570288	18,000	B4160423	2,000	G655581	2,000
0770563	6,000	289395923	2,000	C0146402	14,000	G6583570	2,000
07795846	38,000	290258888	2,000	C2223641	4,000	G663713	2,000
0991371	2,000	290261767	2,000	C224224	2,000	G6855392	2,000
10019545	10,000	294368600	2,000	C281013A	4,000	H040803	4,000
10084967	26,000	295371595	8,000	C287538	4,000	H3210849	2,000
10105689	4,000	295850283	2,000	C3219265	2,000	H4640596	6,000
10116850	2,000	296273964	2,000	C333777	10,000	I97679LK	6,000
10119710	2,000	310107196	8,000	C458731	2,000	JU766550	2,000
10122486	2,000	330246752	8,000	C470531	2,000	K035075	2,000
10122575	2,000	340103196	8,000	C4767134	2,000	K1357840	8,000
10126945	52,000	350059630	2,000	C5369841	2,000	K1515616	16,000
10127771	8,000	350083317	2,000	C552388	2,000	K1515691	16,000
10130977	2,000	352163950	2,000	C558420	2,000	K1867113	6,000
10131493	2,000	356349571	2,000	C598106	2,000	K188588A	40,000
10132066	4,000	359112786	4,000	C6092789	2,000	K200931	14,000
10132210	26,000	359188703	4,000	C6352225	2,000	K349491	2,000
10132945	2,000	359485448	2,000	C654499A	2,000	K350707	2,000
10147632	20,000	361131642	2,000	C6588490	2,000	K363941A	2,000
10152229	8,000	367043965	6,000	D021710	2,000	K4258592	2,000
12696592	40,000	368026159	4,000	D0278832	2,000	K493314	2,000
131041959	4,000	368202867	2,000	D068301-A	26,000	K5226392	2,000
167111	2,000	370104197	2,000	D1497740	2,000	K569901	2,000
16900418	38,000	371038001	24,000	D2400961	2,000	K585315	2,000
17613951-	2,000	374219731	2,000	D2477336	2,000	K7358202	2,000
200139376	2,000	375032992	2,000	D2960576	2,000	K8078742	2,000
203016753	2,000	383239076	2,000	D4679580	2,000	K846898	2,000
204116198	2,000	383292521	12,000	D604844	2,000	K876686A	2,000
205199961	2,000	385059654	2,000	D650639A	4,000	K888487	2,000
210040788	2,000	385286505	2,000	D6774955	8,000	K9006028	2,000
212153233	16,000	388030215	2,000	D7511869	2,000	K914591	2,000
220421531	2,000	388048597	2,000	D8046132	2,000	K936935	2,000
221147697	24,000	388073884	2,000	D8048755	38,000	K948936	8,000
222224461	2,000	395234925	2,000	D831760	2,000	P033974	2,000
229049218	26,000	700003	2,000	E2193268	2,000	P0576801	2,000
230321358	2,000	761019868	2,000	E3317084	2,000	P060757A	2,000
232180455	4,000	762045821	10,000	E346457	2,000	P077662	8,000
232472944	2,000	765019278	2,000	E3814800	6,000	P1015552	2,000
232486753	2,000	765055041	4,000	E4908922	4,000	P1419181	2,000
234200244	4,000	768019481	2,000	E607130	2,000	P153158	2,000
235295292	2,000	768146540	2,000	E6211058	2,000	P1641712	6,000
235417078	8,000	773091152	14,000	E624868	2,000	P2794849	4,000
235592136	2,000	773479886	2,000	E6679564	2,000	P318114A	2,000
237244181	2,000	774021000	4,000	E7214751	2,000	P3232747	2,000
239209299	76,000	774111785	2,000	E814758	2,000	R166030	2,000
240249292	2,000	775002918	6,000	E830808	2,000	R251293	2,000
246180459	10,000	775003759	2,000	E8656405	2,000	R3174017	2,000
249080656	4,000	777021056	2,000	E8789693	2,000	R401996	4,000
249118993	174,000	A131084	2,000	E9143169	2,000	R489093	2,000
249303819	4,000	A22078956	2,000	E937567	2,000	TF0483254	2,000
249344	38,000	A3183745	2,000	E9536683	4,000	TF3575726	4,000
254205560	16,000	/ D6449426		F218484	38,000	TF8944445	2,000
257101329	2,000	A3407325	2,000	G084698	2,000	TG1465451	14,000
265082446	2,000	A586693	2,000	G087482	2,000	TH3519632	6,000

Results of Applications Made by Giving Electronic Application Instructions To HKSCC via CCASS

The following are the identification document numbers (where supplied) of wholly or partially successful applicants made by giving electronic application instructions to HKSCC via CCASS and the number of Offer Shares conditionally allotted to them. Applicants who have not provided their identification document numbers are not shown.

透過中央結算系統向香港結算發出電子認購指示申請的配發結果

以下為透過中央結算系統向香港結算發出電子認購指示申請而全部或部份獲接納的申請人的身份證明文件號碼(如有提供)及彼等獲有條件配發的發售股份數目。如申請人未有提供身份證明文件號碼，其結果將不會顯示。

Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目	Identification document number(s) 身份證明文件號碼	No. of Shares allotted 獲配發股份數目
V0222135	2,000						
V0570311	2,000						
V069438	2,000						
Z083674	2,000						
Z0873498	2,000						
Z0988430	2,000						
Z103115	2,000						
Z231402	2,000						
Z5279438	2,000						
Z773936	2,000						
Z813756	2,000						
Z8352144	2,000						