

Monthly Return of Equity Issuer on Movements in Securities

For the month ended (dd/mm/yyyy): 31/08/2010

To : Hong Kong Exchanges and Clearing Limited

Name of Issuer	China Environmental Resources Group Limited
Date Submitted	08/09/2010

I. Movements in Authorised Share Capital

1. Ordinary Shares			
(1) Stock code : <u>1130</u> Descri	ption :		
	No. of ordinary shares	Par value (HK\$)	Authorised share capital (HK\$)
Balance at close of preceding month	10,000,000,000	0.01	100,000,000
Increase/(decrease)	Nil	Nil	Nil
Balance at close of the month	10,000,000,000	0.01	100,000,000
(2) Stock code :Descri	ption :		
	No. of ordinary shares	Par value (State currency)	Authorised share capital (State currency)
Balance at close of preceding month	N/A		
Increase/(decrease)			
Balance at close of the month			

2. Preference Shares

Stock code :Descr	ription :		
	No. of preference shares	Par value (State currency)	Authorised share capital (State currency)
Balance at close of preceding month	N/A		
Increase/(decrease)			
Balance at close of the month			

3. Other Classes of Shares

Stock code :Description :						
	No. of other classes of shares	Par value (State currency)	Authorised share capital (State currency)			
Balance at close of preceding month	N/A					
Increase/(decrease)						
Balance at close of the month						

Total authorised share capital at the end of the month (StateHK\$100,000,000currency) :

II. Movements in Issued Share Capital

	No. of ordi	nary shares	No of preference	No. of other classes		
	(1)	(2)	shares	of shares		
Balance at close of preceding month	8,746,379,000	N/A	N/A	N/A		
Increase/ (decrease) during the month	62,460,000	N/A	N/A	N/A		
Balance at close of the month	8,808,839,000	N/A	N/A	<u>N/A</u>		

III. Details of Movements in Issued Share Capital

Share Options (under	Share Option	Schemes of the l	[ssuer)			
Particulars of share					No. of new shares of	No. of new shares of
option scheme					issuer issued during	issuer which may be
including EGM					the month pursuant	issued pursuant thereto
approval date		Movement durin	ng the month		thereto	as at close of the month
(dd/mm/yyyy) and			8		_	
class of shares						
issuable	Granted	Exercised	Cancelled	Lapsed		
1. Share						
Option Scheme						
granted on						
07/08/2009						
Exercise price:						
HK\$0.117						
(16/12/2005)						
ordinary shares	Nil	Nil	Nil	Nil	Nil	442,060,000
(Note 1)	· · · · ·		·;	. <u> </u>	·	, ,
2. Share						
Option Scheme						
granted on						
19/01/2010						
Exercise price:						
HK\$0.087						
(16/12/2005)						
ordinary shares	Nil	Nil	Nil	Nil	Nil	210,500,000
(Note 1)						
3. Share						
Option Scheme						
granted on						
26/05/2010						
Exercise price:						
HK\$0.075						
(16/12/2005)						
ordinary shares	Nil	62,460,000	Nil	Nil	62,460,000	301,320,000
(Note 1)						
		То	tal A. (Ordin	ary shares)	62,460,000	
			(Prefere	nce shares)	N/A	
			(0	Other class)	N/A	
Total funds raised dur	ing the month	from exercise o		,		
options (State currenc			HK\$4,684	,500.00		
	-					

Share Options (under Share Option Schemes of the Issuer)

	warrants y - dd/mm/yyyy)	Currency of No nominal value pro	ominal value at close of eceding month	Exercised during the month	Nominal value at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
<u>1. N/A</u>							
Class of issuable Subscrip	(Note 1)						
EGM ap (if applie	proval date cable)						
(dd/mm/		(/ /)				
<u>2. N/A</u>							
(/ / Stock co Class of issuable							
		(/ /)				
<u>J. IVA</u>							
Class of) de (if listed) shares (Note 1)						
	tion price proval date cable)	()))				
<u>4. N/A</u>)				
Class of issuable	shares (Note 1)						
		(/ /)				
			Total	(Prefere	nary shares) <u>Nil</u> ence shares) <u>N/A</u> Other class) <u>N/A</u>		

For Main Board and GEM listed issuers

Convertibles (i.e. Convertib	Currency of amount	Amount at close of preceding month			No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Convertible notes	Nil	HK\$70,000,000	Nil	HK\$70,000,000	Nil	1,093,750,000
Stock code (if listed) Class of shares issuable (<i>Note 1</i>) Subscription price EGM approval date (if applicable) (dd/mm/yyyy)) 2. N/A	<u>N/A</u> Ordinary s HK\$0.064 (20/10/2	1				
Stock code (if listed) Class of shares issuable (<i>Note 1</i>) Subscription price EGM approval date (if applicable) (dd/mm/yyyy) 3. N/A)				
Stock code (if listed) Class of shares issuable (<i>Note 1</i>) Subscription price EGM approval date (if applicable) (dd/mm/yyyy) 4. N/A						
Stock code (if listed) Class of shares issuable (<i>Note 1</i>) Subscription price EGM approval date (if applicable) (dd/mm/yyyy)				nary shares)		
				ence shares) <u>N/A</u> Other class) <u>N/A</u>		-

Full particulars including EGM approval date (dd/mm/yyyy), if applicable, and class of shares issuable: 1N/A	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
(/ /) 		
2 N/A		
3. N/A		
(/ /) 		
Total D. (Ordinary shares) (Preference shares) (Other class)	Nil N/A N/A	

Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options (other than under Share Option Schemes)

Type of Issue the month I. Rights issue At price : State currency Issue and allotment $(///)$ Issue and allotment $(///)$ 1. Rights issue At price : State currency Issue and allotment $(///)$ Issue and allotment $(///)$ 2. Open offer At price : State currency Issue and allotment $(///)$ Issue and allotment $(///)$ 2. Open offer At price : State currency Issue and allotment $(///)$ Issue and allotment $(///)$ 3. Placing At price : State currency Class of shares issuable $(////)$ N/A 3. Placing At price : State currency Issue and allotment $(////)$ N/A 4. Bonus issue Class of shares issuable $(////)$ N/A 4. Bonus issue Issue and allotment $(////)$ Issue and allotment $(////)$ Issue and allotment $(////)$ Issue and allotment $(////)$ N/A Issue and allotment $(////)$ Issue and allotment $(/////)$ Issue and allotment $(/////)$ Issue and a	Oth		Issued Share Capital				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1. Rights issue At price : State currency Issue and alloiment date : (dd/mm/yyyy) $(/ / /)$ BGM approval date: $(/ / /)$ N/A		Type of Issue						
1. Rights issue At price : currency date : (dd/mm/yyyy) EGM approval date: $(///)$ (dd/mm/yyyy) N/A 2. Open offer At price : State currency Issue and allotment date : (dd/mm/yyyy) 2. Open offer At price : State currency Issue and allotment date : (dd/mm/yyyy) Boms issue At price : State currency Issue and allotment (Note 1) 3. Placing At price : State currency Issue and allotment (Note 1) Issue and allotment (dd/mm/yyyy) (///) Kase of shares issuable (Note 1) N/A Class of shares issuable (dd/mm/yyyy) N/A Issue and allotment (dd/mm/yyyy) (///) Kase Issue and allotment (Note 1) Seve and allotment (Note 1) (///) Issue and allotment (Note 1) (///) Kase Issue and allotment (Note 1) Bonus issue Issue and allotment (More 1) (///) EGM approval date: (///) Bonus issue Issue and allotment (More 1) (///)								
$\frac{(dd/mn/yyyy)}{(dd/mn/yyyy)} \underbrace{N/A}_{(dd/mn/yyyy)} \underbrace{N/A}_{(dd/$	1.	Rights issue			(/ /)		
					(/ /)		
2. Open offer At price : State currency Issue and allotment (///) 2. Open offer At price : State currency Issue and allotment (///) Bonus issue At price : State currency Issue and allotment (///) Class of shares issuable (///) N/A Class of shares issuable (///) Issue and allotment (///) Bonus issue Class of shares issuable (///) Class of shares issuable (///) N/A Issue and allotment (///) (///) Issue and allotment (///) (///) Issue and allotment (///) (///) Issue and allotment (///) N/A Issue and allotment (///) I///) Issue and allotment (I///) I////) Issue and allotment (I///) I////) Issue and allotment (I///) <							N/A	<u> </u>
2. Open offer At price : State currency Issue and allotment (///) 2. Open offer At price : State currency Issue and allotment (///) Bonus issue At price : State currency Issue and allotment (///) Class of shares issuable (///) N/A Class of shares issuable (///) Issue and allotment (///) Bonus issue Class of shares issuable (///) Class of shares issuable (///) N/A Issue and allotment (///) (///) Issue and allotment (///) (///) Issue and allotment (///) (///) Issue and allotment (///) N/A Issue and allotment (///) I///) Issue and allotment (I///) I////) Issue and allotment (I///) I////) Issue and allotment (I///) <				Class of charge issuable				
2. Open otter At price : currency date : (dd/mm/yyyy) EGM approval date: (/ /) (dd/mm/yyyy) N/A 3. Placing At price : State currency Class of shares issuable (Note 1) 3. Placing At price : State currency Issue and allotment date : (dd/mm/yyyy) EGM approval date: (/ /) (d/mm/yyyy) N/A 4. Bonus issue Issue and allotment date : (dd/mm/yyyy) EGM approval date: (/ /) (dd/mm/yyyy) N/A 4. Bonus issue Issue and allotment date : (dd/mm/yyyy) EGM approval date: (/ /) (dd/mm/yyyy) EGM approval date:								
Image: State (dd/mm/yyyy) N/A 3. Placing At price : State currency Issue and allotment (///) Issue and allotment (date : (dd/mm/yyyy)) N/A EGM approval date: (///) N/A (dd/mm/yyyy) N/A Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) EGM approval date: (///) Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) Issue and allotment (///) Issue (///) Issue and allotment (///) <t< td=""><td>2.</td><td>Open offer</td><td>At price : State</td><td></td><td>(/ /</td><td>)</td><td></td><td></td></t<>	2.	Open offer	At price : State		(/ /)		
3. Placing At price : $\frac{State}{currency}$ Class of shares issuable					(/ /)		
3. Placing At price : $\frac{\text{State}}{\text{currency}}$ Issue and allotment (/ /) Bonus issue $\frac{(Note 1)}{(dd/mm/yyyy)}$ $\frac{(/ / /)}{(dd/mm/yyyy)}$ 4. Bonus issue Class of shares issuable $\frac{(/ / /)}{(dd/mm/yyyy)}$ Issue and allotment $(/ / /)$ Issue $(/ /$							N/A	
3. Placing At price : State currency Issue and allotment date : (dd/mm/yyyy) (/ /) EGM approval date: (dd/mm/yyyy) N/A								
EGM approval date: (/ /) (dd/mm/yyyy) <u>N/A</u> 4. Bonus issue 4. Bonus issue EGM approval date: (/ /) (dd/mm/yyyy) EGM approval date: (/ /)	3.	Placing	At price : State	Issue and allotment	(/ /)		
			currency	EGM approval date:	(/ /)		
4. Bonus issue (Note 1) 4. Bonus issue Issue and allotment (/ /) (dd/mm/yyyy) EGM approval date: (/ /) (dd/mm/yyyy)				(dd/mm/yyyy)			N/A	
4. Bonus issue (Note 1) 4. Bonus issue Issue and allotment date: (dd/mm/yyyy) EGM approval date: (/ /) (dd/mm/yyyy)	-			Class of shares issuable				
4. Bonus issue EGM approval date: (//) (dd/mm/yyyy)					<i>,</i> .			
(dd/mm/yyyy)	4.	Bonus issue			(/ /)		
				EGM approval date: (dd/mm/yyyy)	(/ /)	NT / A	
							<u>IN/A</u>	- <u> </u>

	Type of Issue	I	For Mai	<u>n Boa</u>	rd and GEM liste No. of new shares of issuer issued during the month pursuant thereto	No. of new
		Class of shares issuely				
		Class of shares issuable (<i>Note 1</i>)				
5.	Scrip dividend At price : State	Issue and allotment date : (dd/mm/yyyy)	(/ /)		
		EGM approval date: (dd/mm/yyyy)	(/ /)		
					<u>N/A</u>	
		Class of shares repurchased (<i>Note 1</i>)				
6.	Repurchase of shares	Cancellation date : (dd/mm/yyyy)	(/ /)		
		EGM approval date: (dd/mm/yyyy)	(/ /)		
					<u>N/A</u>	
		Class of shares redeemed (<i>Note 1</i>)				
7.	Redemption of shares	Redemption date : (dd/mm/yyyy)	(/ /)		
		EGM approval date: (dd/mm/yyyy)	(/ /)		
					<u>N/A</u>	<u> </u>
		Class of shares issuable (<i>Note 1</i>)				
8.	Consideration issue At price : State	Issue and allotment date : (dd/mm/yyyy)	(/ /	ʻ)		
			(/ /)		
					N/A	

				For Main Boa	rd and GEM liste	d issuers
	Type of Issue				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
			Class of shares issuable (Note 1)	2		
9.	Capital reorganisation		Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)	N/A	
			Class of shares issuable (Note 1)	2		
10.	Other (Please specify)	At price : State	Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)	N/A	
				Ordinary share reference share (Other clas	es) N/A	-

Total increase / (decrease) in ordinary shares during the month (i.e. Total of A to E):	(1) (2)	62,460,000 N/A	
Total increase / (decrease) in preference shares during the month (i.e. Total of A to E):		N/A	
Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E):		N/A	
(These figures should be the same as the relevant figures under II above ("Movements in Issued Share Capital").)			

Remarks	(if	any)):
---------	-----	------	----

Submitted by: Lo King Fat, Lawrence
Title: Secretary
(Director, Secretary or other duly authorised officer)

Notes :

- 1. State the class of shares (e.g. ordinary, preference or other).
- 2. If there is insufficient space, please append the prescribed continuation sheet.