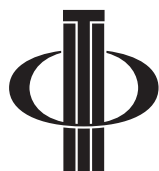


This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities.

This announcement is not, and is not intended to be, an offer or sale of securities of CITIC 1616 Holdings Limited (the "Company") in the United States. Securities of the Company may not be offered or sold in the United States absent registration or an exemption from registration under the United States Securities Act of 1933, as amended. A public offering of securities to be made in the United States will be made by means of a prospectus. Such prospectus will contain detailed information about the Company making the offer and its management and financial statements. The Company does not intend to register any part of the Global Offering in the United States. There will be no public offering in the United States of securities being offered in the Global Offering.

The Securities and Futures Commission of Hong Kong ("SFC"), The Stock Exchange of Hong Kong Limited ("Hong Kong Stock Exchange") and Hong Kong Securities Clearing Company Limited ("HKSCC") take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Unless defined herein, terms in this announcement shall have the same meanings as those defined in the prospectus of the Company dated 22 March 2007 (the "Prospectus").



CITIC 1616 Holdings Limited

中信 1616 集團有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 1883)

EXERCISE OF OVER-ALLOTMENT OPTION

Summary

On 3 April 2007, BNP Paribas exercised in full the Over-allotment Option to require CITIC Pacific Limited (acting through Ease Action Investments Corp.) to sell an additional 122,388,000 Sale Shares at HK\$2.58 (excluding brokerage of 1%, Hong Kong Stock Exchange trading fee of 0.005%, and SFC transaction levy of 0.004%) per Sale Share, being the Offer Price.

The Directors announce that the Company was informed by the Global Coordinator that the Over-allotment Option referred to in the Prospectus was exercised in full by BNP Paribas on 3 April 2007 in respect of 122,388,000 additional Sale Shares (the "Over-allotment Shares"), representing 15% of the Offer Shares under the Global Offering and being all of the Sale Shares issued under the Over-allotment Option, to cover over-allocations in the International Placing. The Over-allotment Shares, representing about 6.51% of the existing issued share capital of the Company, will be sold by CITIC Pacific Limited (acting through Ease Action Investments Corp.) at HK\$2.58 per Sale Share (excluding brokerage of 1%, Hong Kong Stock Exchange trading fee of 0.005%, and SFC transaction levy of 0.004%), being the Offer Price.

The shareholding structure of the Company prior to and immediately after the sale of the Over-allotment Shares is as follows:

Shareholders	Prior to the sale of the Over-allotment Shares		Immediately after the sale of the Over-allotment Shares	
	Number of Shares	Approximate percentage of shareholding %	Number of Shares	Approximate percentage of shareholding %
Ease Action Investments Corp.	1,064,080,000	56.6%	941,692,000	50.1%
Other existing shareholders	815,920,000	43.4%	938,308,000	49.9%
	<u>1,880,000,000</u>	<u>100.0%</u>	<u>1,880,000,000</u>	<u>100.0%</u>

The net proceeds of the sale of the Over-allotment Shares is about HK\$307 million and will be received by CITIC Pacific Limited (acting through Ease Action Investments Corp.). No proceeds will be received by the Company under the Over-allotment Option.

By order of the Board
CITIC 1616 Holdings Limited
Tso Mun Wai
Company Secretary

Hong Kong, 3 April 2007

As at the date of this announcement, the following persons are directors of the Company:

Executive Directors:

Shi Cuiming
Yuen Kee Tong
Li Bin
Chan Tin Wai, David

Non-executive Directors:

Lee Chung Hing
Kwok Man Leung

Independent Non-executive Directors:

Yang Xianzu
Liu Li Qing
Kwong Che Keung, Gordon

“Please also refer to the published version of this announcement in South China Morning Post and Hong Kong Economic Times.”