Tiande Chemical Holdings Limited
天德化工控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 609)

LASPE OF THE LETTER OF INTENT IN RELATION TO A PROPOSED ACQUISITION

The Board announces that the LOI in relation to Proposed Acquisition has lapsed and the Company has not entered into any Formal Agreement with the Vendors.

Reference is made to the announcement (the "Announcement") of the Company dated 10 December 2010 in relation to the LOI in respect of the Proposed Acquisition. Unless the context requires otherwise, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

As disclosed in the Announcement, the LOI will lapse if no Formal Agreement is signed after the expiry of the Exclusive Period. As the Company and the Vendors could not reach any Formal Agreement in respect of the Proposed Acquisition after the expiry of the Exclusive Period, the LOI has lapsed.

The Company shall continue to seek new investments or business opportunities for its further development. The Board considers that the lapse of the LOI will not have any material adverse impact on the existing business of the Group.

By order of the Board
Liu Hongliang
Chairman

Hong Kong, 10 March 2011

As at the date of this announcement, the executive directors of the Company are Mr. Liu Hongliang, Mr. Wang Zijiang, Mr. Guo Xitian and Mr. Guo Yucheng; whilst the independent non-executive directors of the Company are Mr. Leung Kam Wan, Mr. Liu Chenguang and Mr. Gao Baoyu.