



FOR IMMEDIATE RELEASE

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Global Emerging Markets invests HKD\$115,000,000 into China Timber Resources Group Ltd (0269:HK)

NEW YORK / HONG KONG - - China Timber Resources Group Ltd (0269:HK, the "Company") received HKD\$115 million of capital from Global Emerging Markets ("GEM") over the course of the last three months via the exercise of 500 million warrants at HKD\$0.23 per share (the "Strike Price").

The Company entered into an agreement with GEM (the "Agreement") on January 4th, 2010 (the "Closing Date") in which the Company was granted an option to require GEM to subscribe to a maximum of HKD\$300 million worth of common stock. As part of the Agreement, the Company issued GEM 1 billion warrants at the Strike Price, representing an additional HKD\$230 million of funding if fully exercised. The 500 million warrants were exercised at a 46.5% premium to the closing price of the Company's shares (HKD\$0.157) on the Closing Date.

About Global Emerging Markets Ltd (GEM)

Global Emerging Markets Ltd, www.gemny.com, was founded in 1991. GEM is a \$3.4b investment group having completed 275 transactions in 55 countries. The firm is an alternative investment group that manages a diverse set of investment vehicles across the world. GEM's funds include: CITIC/GEM Fund; VC Bank/GEM Mena Fund; Kinderhook Industries; GEM India Advisors and GEM Brazil Fund.

About China Timber Resources Group Ltd (269:HK)

China Timber Resources Group Limited principally engages in investments of forest resources, real estate and expressway projects. For the forestry business, China Timber has forest resources in Guyana of South America and Guangdong Province of China, covering an aggregate area close to 283,000 hectares. The Company can carry out harvesting and replanting activities on the forest land within these areas. For the real estate business, China Timber is engaged in real estate development in the east of Yiling District, Yichang City, Hubei Province. The project covers an area of 1,082 Acres, with a gross building area of 800,000 m². For the expressway business, on 21 April 2011, China Timber subscribed for the additional registered capital of Inner Mongolia Zhunxing Heavy Haul Expressway Company Limited ("Target Company") for a total cash consideration of RMB500 million, resulting in the Company indirectly holding a 11% equity interest in the Target Company. Meanwhile, the Company also has the exclusive right but not obligation to subscribe for additional registered capital of the Target Company at a consideration of RMB2.5 billion to increase its equity interest in the Target Company up to 66% on or before 31 December 2011. The Target Company has the exclusive right to build and operate for 30 years (excluding the construction period) the first PRC heavy haul toll expressway designed for coal transportation in Inner Mongolia. It is expected to be opened to traffic in January 2013.

Contact:

The Global Emerging Markets Group (GEM)
Warren P. Baker, III | +1.212.582.3400 | wbaker@gemny.com