

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited 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.*



**CHINA INNOVATION INVESTMENT  
LIMITED**

中國創新投資有限公司

*(incorporated in the Cayman Islands with limited  
liability)*

(Stock Code: 1217)



**CHINA TRENDS HOLDINGS  
LIMITED**

中國趨勢控股有限公司

*(incorporated in the Cayman Islands with limited  
liability)*

(Stock Code: 8171)

**SIX WELL-KNOWN LEGAL EXPERTS AGREE THAT BLUE ANGEL CHINA AND  
BOSS CHINA NOT INVOLVED IN ISSUE FALSE VAT INVOICES**

This joint announcement is made pursuant to Rule 13.09(1) of the Listing Rules and Rule 17.10 of the GEM Listing Rules.

Reference is made to the announcement of China Innovation Investment Limited (“**China Innovation**”) dated 16 November 2012 in relation to, among others, the bank account of Blue Angel China is being frozen.

Reference is made to the announcement of China Trends Holdings Limited (“**China Trends**”) dated 21 November 2012 in relation to, among others, the bank account of Boss China is being frozen.

**Invite well-known legal experts to study arguments**

In view of bank accounts of Blue Angel China and Boss China are being frozen by China Jiangsu Province Zhenjiang New District Public Security Bureau on 7 November 2012, Blue Angel China and Boss China decided to invite six well-known legal experts in Peking University, Tsinghua University, Renmin University of China and China University of Political Science and Law, through the PRC legal adviser, on 20 November 2012, to study and discuss whether Blue Angel China and Boss China constitutes issue false VAT invoices in

the related copper foil transactions with Fujieda Company.

Expert discussion group is formed by well-known experts from three aspects: Criminal Law, Criminal Procedure Law and Tax Law. They are:

- |                 |  |
|-----------------|--|
| Chen Xingliang  | Professor in Peking University Law School, PhD supervisor, expert in Criminal Law;                           |
| Zhang Mingkai   | Professor in Tsinghua University Law School, PhD supervisor, expert in Criminal Law;                         |
| Han Yusheng     | Professor in Renmin University of China Law School, PhD supervisor, expert in Criminal Law;                  |
| Ruan Qilin      | Professor in Chinese governance of the University School of Law, PhD supervisor, expert in Criminal Law;     |
| Wang Jian Cheng | Vice president of Peking University Law School, Professor, PhD supervisor, expert in Criminal Procedure Law; |
| Zhang Shou Wen  | Vice president of Peking University Law School, Professor, PhD supervisor, expert in Tax Law.                |

### **Discussion results of the well-known legal experts**

Six well-known legal experts accessed to the related documents of Copper Foil transaction of sales and purchase contracts and supplementary contracts, proof of payments, VAT special invoices and tax payment receipts, and have detailed queries on the relevant issues. After discussion of the six well-known legal experts, according to the provisions of relevant laws and judicial interpretations, reached the following consensus:

- (I) The case are real, legitimate, copper foil trading behavior is valid. The trading behavior should not be considered as the crime of issuing false VAT invoice behavior under criminal law provisions.
- (II) The case does not and impossible to cause the loss of state taxes, does not have social harm.

Six well-known legal experts believe that Blue Angel China and Boss China have actual selling and buying activities of copper foil, do not have false issue behavior. They should not be identified as a crime of issuing false VAT invoices.

## **Warning**

The above are the opinions of legal experts, could only be an auxiliary prove that the company is innocent, rather than the ruling of the court. Further announcement(s) will be made by the Company as and when appropriate when there is any material development of the case. Shareholders and potential investors are advised to exercise caution in dealing with the shares of the Company.

## **DEFINITIONS**

Unless the context requires otherwise, the following terms have the following meanings in this announcement:

“Blue Angel China”	Blue Angel (China) Company Limited, a company established in the Shenzhen, PRC. A wholly owned subsidiary of one of the investment companies of China Innovation
“Boss China”	Boss Dream (China) Company Limited, a 99% owned subsidiary of the China Trends
“China Innovations”	China Innovation Investment Limited, a company incorporated in the Cayman Islands with limited liability and the issued Shares of which are listed on Main Board of the Stock Exchange
“China Trends”	China Trends Holdings Limited, a company incorporated in the Cayman Islands with limited liability and the issued Shares of which are listed on GEM
“Fujieda company”	Fujieda Copper Foil Company Limited, a company established in the PRC
“GEM”	the Growth Enterprise Market of the Stock Exchange
“GEM Listing Rules”	The Rules Governing the Listing of Securities on GEM
“Hong Kong”	Hong Kong Special Administrative Region of the PRC
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange

“PRC”	The People’s Republic of China
“Share(s)”	ordinary share(s) of HK\$0.01 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“VAT”	Value-Added Tax

By Order of the Board  
**China Innovation Investment Limited**  
**Xiang Xin**  
*Chairman and Chief Executive Officer*

By Order of the Board  
**China Trends Holdings Limited**  
**Xiang Xin**  
*Chairman*

Hong Kong, 22 November 2012

*As at the date of this announcement, the Executive Directors of China Innovation are Mr. Xiang Xin, Mr. Chan Cheong Yee, Mr. Li Zhou and Mr. Jook Chun Kui Raymond; the Non-executive Director is Mr. Ng Kwong Chue Paul; the Independent Non-executive Directors are Mr. David Wang Xin, Mr. Zang Hong Liang and Mr. Lee Wing Hang; Ms. Kung Ching is alternate director to Mr. Xiang Xin.*

*As at the date of this announcement, the executive Directors of China Trends are Mr. Xiang Xin, Mr. Liang Xiaojin and Mr. Chen Banyan and the independent non-executive Directors are Mr. Zhang Zhan Liang and Ms. An Jing and Mr. Chen Yicheng; Ms. Kung Ching is alternate director to Mr. Xiang Xin.*

*This announcement, for which the directors of China Trends collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The directors of the Company, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on GEM website on the “Latest Company Announcements” page for at least 7 days from the date of its posting and China Trends website at [www.8171.com.hk](http://www.8171.com.hk).*