(a joint stock company incorporated in the People's Republic of China with limited liability)

(Stock code: 187)

ANNOUNCEMENT IN RESPECT OF ESTIMATED LOSS FOR THE FIRST HALF OF 2008

The Company and all members of the board of directors confirm the truthfulness, accuracy and completeness of the contents of this announcement and accept joint and several responsibilities for any misrepresentations or misleading statements or material omissions contained herein.

I. ESTIMATED RESULTS OF THE PERIOD:

- 1. Period to which the estimated results apply: 1 January 2008 to 30 June 2008
- 2. Estimated results: possible loss

It is preliminary estimated by the Company's finance department that the net profit for the first half of 2008 is expected to record a loss.

3. The estimated figures of the period have not been reviewed or audited by certified public accountant.

II. RESULTS FOR THE CORRESPONDING PERIOD OF THE PREVIOUS YEAR:

1. Net profit: RMB11,221,224.96

2. Earnings per share: RMB0.027

III. EXPLANATIONS FOR ESTIMATED LOSS:

Since the beginning of 2008, due to the influence of the government's various economic policy adjustments, the price of raw materials, such as printing paper and printing ink, has increased significantly, and the salaries of printing workers have also increased. These have caused liquidity tightening in printing enterprises, and therefore a decrease in demand for printing machines in 2008. As a result, the Company's sales income declined sharply when compared to the same period last year. At the same time, following the continuous increase in the cost of production materials such as steel and cast, the Company's product cost has increased significantly and resulted in a net loss in the first half of 2008.

Details of the Company's operating results will be more particularly disclosed in the 2008 Interim Report. Potential investors and shareholders should exercise caution when dealing in the shares of the Company.

The Board of Directors of **Beiren Printing Machinery Holdings Limited**

3 July 2008

As at the date of the announcement, the Company's directors are Mr. Wang Guohua, Mr. Lu Chang'an, Mr. Zhang Peiwu, Mr. Yu Baogui, Mr. JiangJianming, Mr. Yang Zhendong and Mr. Deng Gang, and the Company's independent non-executive directors are Ms. Li Yijing, Mr. Shi Tiantao, Mr. Wu Hongcho and Mr. Wu Wenxiang.