

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 NEW ECONOMY FUND LIMITED

中國新經濟投資有限公司

(an exempted company incorporated in the Cayman Islands with limited liability)

(Stock Code: 80)

CLARIFICATION ANNOUNCEMENT

Reference is made to the announcement (the “**Announcement**”) of China New Economy Fund Limited (the “**Company**”) dated 22 August 2011 in relation to the unaudited interim results of the Company for the six months ended 30 June 2011. Unless otherwise stated, terms used herein have the same meanings as those defined in the Announcement.

It has come to the Company’s notice that there is a clerical error in the section headed “Condensed Statement of Comprehensive Income” on page 1 of the Announcement in that the “Other operating expenses” should have been HK\$5,013,154 instead of HK\$5,010,025.

Save as disclosed above, the Board confirms that all information and figures in the Announcement are correct in all material respects.

The Company apologizes for any confusion that this may cause.

By order of the Board
China New Economy Fund Limited
Craig Blaser Lindsay
Executive Director

Hong Kong, 25 August 2011

As at the date of this announcement, the executive Directors are Mr. Craig Blaser Lindsay, Mr. Wang Junyan and Mr. Gu Xu; and the independent non-executive Directors are Mr. Siu Kam Chau, Professor Xu Yangsheng and Mr. Doyle Ainsworth Dally.