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**SHANGHAI INDUSTRIAL SOLD MICROPORT MEDICAL
FOR HK\$516 MILLION
SPEEDING UP ON NON-CORE / NON-CONTROL- STAKES PROJECTS
DIVESTMENT**

(June 28, 2009 – HONG KONG) Shanghai Industrial Holdings Limited ("SIHL") had entered into a share transfer agreement with a company owned by Shanghai Zhangjiang Hi-Tech Park, to which SIHL will divest its 18.89% interest in MicroPort Medical at a consideration of approximately USD66.11 million (approximately HK\$516 million). SIHL is expected to have a disposal gain of approximately HK\$390 million.

SIHL has been actively implementing its divestment strategy in recent months by selling or reducing its stakes in non-core/non-control-stakes investment projects. These include (1) its subsidiary SI Pharmaceuticals selling its entire shareholding of 21.17% of Lianhua Supermarkets in March, for approximately HK\$1,199 million; (2) SIHL reducing 5% shareholding of Shanghai Bright Dairy in early June, for approximately HK\$389 million.

SIHL chairman Teng Yilong said that the company's key development strategy for this year involves both expanding its presence in the core businesses by means of mergers and acquisitions, as well as divesting non-core/non-control-stakes investment projects. The objective is to strive for more focused investment portfolio, optimized business structure and high returns for shareholders, according to Mr. Teng.

MicroPort Medical is engaged in the manufacture and sale of medical equipment, with a turnover of approximately RMB490 million in 2008. SIHL acquired 21% interest of MicroPort Medical in 2002. A Japanese pharmaceutical company took over 40% of MicroPort Medical in 2004, becoming the later's major shareholder.

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