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(a joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 3898)

ANNOUNCEMENT

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

The Board is pleased to announce that the proposed Acquisition by the Company of 75% of the outstanding Common Shares of Dynex by way of an Arrangement at the cash consideration of Cdn\$0.55 per Common Share was completed on 31 October 2008.

Save as disclosed herein, the Board is not aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“**Listing Rules**”).

On 29 August 2008, Zhuzhou CSR Times Electric Co., Ltd. (“**Company**”) entered into an arrangement agreement (“**Arrangement Agreement**”) with Dynex Power Inc. (“**Dynex**”) in respect of the proposed acquisition (“**Acquisition**”) of 75% of the outstanding common shares (“**Common Shares**”) of Dynex at the cash consideration of Cdn\$0.55 from the holders (“ **Holders**”) of the Common Shares.

The Acquisition is to proceed by way of an arrangement (“**Arrangement**”) under Section 192 of the Canada Business Corporations Act. The terms of the Arrangement are set out in the Arrangement Agreement and a Plan of Arrangement which is appended to the Arrangement Agreement as “Exhibit B”.

The board of directors (“**Board**”) of the Company is pleased to announce that the proposed Acquisition was completed on 31 October 2008.

The terms of the Plan of Arrangement provide that a Holder is entitled to elect to tender his Common Shares to the Company. The deadline for elections was 5:00 p.m. (Toronto time) on 30 October 2008.

Elections were made by Holders prior to the election deadline tendering an aggregate of 36,990,333 Common Shares representing approximately 91.8% of all issued and outstanding Commons Shares (including Common Shares issued pursuant to the exercise of Dynex stock options in accordance with the Plan of Arrangement). Pursuant to the Plan of Arrangement a total of 30,146,126 Common Shares, representing 75% of all the Common Shares issued and outstanding post-closing, were taken up by the Company on a pro rata basis from those Holders who tendered Common Shares at the cash consideration of Cdn\$0.55 per Common Share. Common Shares tendered in excess of those taken up by the Company will be returned to the Holders. Common Shares held by Holders who did not tender their shares remain unaffected.

It is the intention of both the Company and Dynex that Dynex maintains its position as a listed company on the TSX Venture Exchange after the closing of the Acquisition.

Save as disclosed herein, the Board is not aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

By order of the Board
Ding Rongjun
Chairman

Zhuzhou, China, 2 November 2008

As at the date of this announcement, our chairman of the Board and executive Director is Ding Rongjun, our other executive Director is Lu Penghu, our non-executive Directors are Song Yali, Liao Bin and Ma Yunkun, and our independent non-executive Directors are Gao Yucai, Chan Kam Wing, Clement, Pao Ping Wing, Tan Xiao'ao and Liu Chunru.