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OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to Rule 13.09(2) of the Rules Governing The Listing of Securities on The Stock Exchange of Hong Kong Ltd.

Please refer to the attached unaudited quarterly results announcement for the six months ended 30 June 2009 (the “**Dynex Announcement**”) filed by Dynex Power Inc., a company incorporated in Canada having its issued shares listed on the TSX Venture Exchange. Dynex Power Inc. is a 75% owned subsidiary of Zhuzhou CSR Times Electric Co., Ltd. (the “**Company**”).

The financial information contained in the Dynex Announcement have not been reviewed by the Company’s auditors or audited by certified public accountants. Investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Ding Rongjun
Chairman

Zhuzhou, China, 11 August 2009

As at the date of this notice 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.



PRESS RELEASE
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For more information:

Dr. Paul Taylor
President and Chief Executive Officer

or
Bob Lockwood

Finance Director and Chief Financial Officer

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FOR IMMEDIATE RELEASE

Listing: TSX Venture Exchange

Symbol: DNX

Second Quarter Results in Line with Expectations

Strong Revenue Growth Year to Date

Lincoln, England, August 10th, 2009 – Dynex Power Inc., a leading specialist high power semiconductor company, today announced results for the second quarter of 2009.

Summary financial information in Canadian dollars for the three and six months ended June 30th, 2009 is as follows:

	June 30,	June 30,	YTD 2009	YTD 2008
	2009	2008	\$'000	\$'000
	\$'000	\$'000		
Revenue	9,722	9,773	20,725	17,857
Gross Margin	2,035	3,934	5,314	6,482
Earnings before Tax	568	2,291	2,213	3,461
Net Earnings	725	2,291	1,890	3,461
No. of Common Shares-average	40,194,834	35,375,006	40,194,834	34,327,442
Earnings per Share in Dollars-diluted	0.02	0.06	0.05	0.09

Revenue remained robust in the second quarter, but the volume was slightly lower than the corresponding quarter of last year. There were particularly good sales of Bipolar Discrete and Power Electronic Assembly products, while revenue from Power Modules and Integrated Circuit products declined. Overall, revenue was in line with expectations, as well as the Company's announcements at the Annual General Meeting and in the press release announcing the first quarter results.

Year to date revenue was 16% ahead of the same six-month period last year. Once again the strong performing product groups were Bipolar Discrete and Power Electronic Assemblies. There was a small decrease in Power Modules revenue and a significant decrease in Integrated Circuit revenue. Overall, management was particularly pleased with the Company's revenue performance in the challenging economic environment.

Dynex's product mix was less favourable than in 2008, resulting in a gross profit margin for the second quarter of 20.9% compared to 40.2% in 2008. The year to date gross profit margin was 25.6% compared to 36.3% last year. The Company indicated last year that the gross profit margin in the second quarter and first six months periods of 2008 was exceptionally high and could not be maintained.

Dynex reported earnings before tax of \$568,000 in the quarter and \$2.2 million for the year to date. That contrasted with the exceptionally high before tax earnings of \$2.3 million for the second quarter and \$3.5 million for the year to date in 2008.

Dynex's order book remained strong, although for the first time in a long time the amount of quarterly billings was larger than the quarterly bookings, which was the Company's initial experience of the negative impact of the global economic slowdown. Competitive pricing was more intense.

Dynex successfully claimed some additional UK tax relief on its research and development expenditure over the last two years. Nevertheless, the Company's UK tax loss carry forwards will be fully utilised this year and the Company will have to start providing for taxes on its earnings. The average tax rate is estimated to be 15% this year. The Company expects the rate to rise to nearer to the statutory UK rate of 28% in future years.

Dr Paul Taylor, President and Chief Executive Officer commented that "Although we are not seeing any further growth in quarterly revenue at the moment, the order book remains strong and we still expect revenue overall in 2009 to be well ahead of last year. The Bipolar Discrete business is performing particularly strongly. The book to bill ratio for the quarter was below one to one for the first time for three years. However, following a good month for bookings in July, it is above one for one for the first seven months of the year. Our outlook is for continuing growth in the Bipolar Discrete and Power Electronic Assemblies businesses, but we expect sales in Power Modules and Integrated Circuits to remain depressed until at least the year end."

Bob Lockwood, Chief Financial Officer, stated that "the second quarter earnings were strong, although not as strong as the corresponding quarter of last year which had been enhanced by extraordinarily high sales of Integrated Circuits. Looking forward, revenue is expected to continue at levels similar to those seen in the current quarter. This should enable the business to continue reporting quarterly profits albeit that the net earnings for the year will be lower than in 2008 as a result of a less favourable product mix and the Company having to provide for tax on its earnings.

Mr Lu, Chairman of Dynex and President and Executive Director of CSR Times Electric,

commented again on how well he thought Dynex was performing in the current economic conditions. In addition, he said “I am pleased with the work that has taken place on the expansion of Dynex’s facilities. The £12 million investment in IGBT capacity announced in June will enable Dynex to meet the demand from CSR Times Electric for IGBT silicon wafers”.

In commenting on its expectations, the Company cautioned existing and potential shareholders about relying on the Company’s expectations in that the Company’s expectations contain forward looking statements and assumptions which are subject to the risks and uncertainties of the markets and the future, which could cause actual results to differ materially from expectations, and which are each difficult and subjective to forecast. Certain of those risks and uncertainties are discussed in the Management’s Discussion and Analysis for the quarter ended June 30th, 2009 and include, among other things, risks and uncertainties relating to: the level of worldwide demand for power semiconductors and power semiconductor assemblies; the level of investment in power electronic equipment, electrification of transport systems, alternative power generation and high quality power transmission and distribution; the worldwide demand for and supply of silicon; and fluctuations in exchange rates between Canadian Dollars, Sterling, US dollars and Euros. As a consequence of these and other risks and uncertainties, shareholders and potential investors must make their own independent judgments about the accuracy and reliability of the Company’s expectations. Dynex disclaims any intention or obligation to update or revise any forward looking statement whether as a result of new information, future events or otherwise.

About the Company

Dynex designs and manufactures high power bipolar semiconductors, high power insulated gate bipolar transistor (IGBT) modules, high power electronic assemblies and radiation hard silicon-on-sapphire integrated circuits (SOS IC’s). The company’s power products are used worldwide in power electronic applications including electric power transmission and distribution, renewable and distributed energy, marine and rail traction motor drives, aerospace, electric vehicles, industrial automation and controls and power supplies. Its IC products are used in demanding applications in the aerospace industry. Dynex Semiconductor Ltd is its only operating business and is based in Lincoln, England in a facility housing the fully integrated silicon fabrication, assembly and test, sales, design and development operations. Dynex is majority owned by Zhuzhou CSR Times Electric Co., Ltd.

Zhuzhou CSR Times Electric Co., Ltd. is based in Hunan Province in the People's Republic of China. It is listed on the Hong Kong stock exchange. CSR Times Electric is mainly engaged in the research, development, manufacture and sales of locomotive train power converters, control systems and other train-borne electrical systems, as well as the development, manufacturing and sales of urban railway train electrical systems. In addition, CSR Times Electric is also engaged in the design, manufacturing and sales of electric components including power semiconductor devices for the railway industry, urban railway industry and non-railway purposes.

Press announcements and other information about Dynex are available at www.dynexsemi.com.

Further information on CSR Times Electric can be found at www.timeselectric.cn/en

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

DYNEX POWER INC.

Consolidated Statements of Earnings and Deficit (Unaudited)

Quarters Ended June 30th, 2009 and 2008

	3 months	3 months	YTD	YTD
	Jun 30th	Jun 30th	Jun 30th	Jun 30th
	2009	2008	2009	2008
Revenue	\$ 9,722,367	\$ 9,773,194	\$ 20,725,091	\$ 17,857,332
Cost of sales	7,687,471	5,839,609	15,410,635	11,374,942
Gross margin	2,034,896	3,933,585	5,314,456	6,482,390
Expenses				
General and administration	725,963	1,067,128	1,650,138	1,968,599
Sales and marketing	225,804	269,218	518,557	493,143
Research and development	234,385	206,507	490,304	418,976
Interest expense	125,336	192,085	261,932	364,305
	1,311,488	1,734,938	2,920,931	3,245,023
Earnings before other income (expenses) and income taxes	723,408	2,198,647	2,393,525	3,237,367
Other income (expenses)				
Interest and other income	80,765	45,576	119,387	92,146
Foreign exchange (loss) gain	(235,936)	46,363	(300,169)	131,964
	(155,171)	91,939	(180,782)	224,110
Earnings before income taxes	568,237	2,290,586	2,212,743	3,461,477
Income taxes	156,997	-	(322,821)	-
NET EARNINGS	725,234	2,290,586	1,889,922	3,461,477
DEFICIT, BEGINNING OF PERIOD	(6,004,456)	(10,559,936)	(7,169,144)	(11,730,827)
DEFICIT, END OF PERIOD	(5,279,222)	(8,269,350)	(5,279,222)	\$ (8,269,350)

DYNEX POWER INC.

Consolidated Statements of Comprehensive Income (Unaudited)

Quarters Ended June 30th, 2009 and 2008

	3 months	3 months	YTD	YTD
	Jun 30th	Jun 30th	Jun 30th	Jun 30th
	2009	2008	2009	2008
Net earnings	\$ 725,234	\$ 2,290,586	\$ 1,889,922	\$ 3,461,477
Other Comprehensive income, net of tax:				
Unrealized foreign exchange on translating financial statements of self-sustaining foreign operations	541,355	(13,314)	670,789	98,815
OTHER COMPREHENSIVE INCOME	541,355	(13,314)	670,789	98,815
COMPREHENSIVE INCOME	\$ 1,266,589	\$ 2,277,272	\$ 2,560,711	\$ 3,560,292

DYNEX POWER INC.

Consolidated Statements of Accumulated Other Comprehensive Loss and Deficit (Unaudited)

As at June 30th, 2009 and December 31st, 2008

	Jun 30th	Dec 31st
	2009	2008
Accumulated other comprehensive loss, beginning of period	\$ (1,380,101)	\$ (760,787)
Other comprehensive income (loss)	670,789	(619,314)
Accumulated other comprehensive loss	(709,312)	(1,380,101)
Deficit	(5,279,222)	(7,169,144)
TOTAL ACCUMULATED OTHER COMPREHENSIVE LOSS AND DEFICIT	\$ (5,988,534)	\$ (8,549,245)

DYNEX POWER INC.**Consolidated Balance Sheets (Unaudited)**

As At June 30th, 2009 and December 31st, 2008

	Jun 30th	Dec 31st
	2009	2008
CURRENT ASSETS		
Cash	\$ 3,943,790	\$ 404,638
Accounts receivable	6,534,593	6,081,965
Inventories	8,738,800	8,041,747
Income tax recoverable	-	2,838
Prepaid expenses and deposits	719,157	696,625
	19,936,340	15,227,813
PROPERTY, PLANT & EQUIPMENT		
	8,657,045	5,433,347
	\$ 28,593,385	\$ 20,661,160
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 5,820,290	\$ 5,688,807
Income tax payable	150,753	-
Amounts owing to parent company	3,384,872	-
Short-term loan	7,848,836	3,551,495
Current portion of long-term debt	45,542	45,610
Obligation under capital leases	131,510	114,146
Current portion of deferred revenue	147,920	137,271
	17,529,723	9,537,329
LONG-TERM DEBT		
	8,966	2,846,811
LONG-TERM OBLIGATION UNDER CAPITAL LEASES		
	644,718	642,659
LONG-TERM DEFERRED REVENUE		
	1,146,384	1,132,483
DEFERRED TAX		
	201,005	-
	19,530,796	14,159,282
SHAREHOLDERS' EQUITY		
Share capital	15,051,123	15,051,123
Deficit	(5,279,222)	(7,169,144)
Accumulated other comprehensive loss	(709,312)	(1,380,101)
	9,062,589	6,501,878
	\$ 28,593,385	\$ 20,661,160

DYNEX POWER INC.

Consolidated Statements of Cash Flows (Unaudited)

Quarters Ended June 30th, 2009 and 2008

	3 months	3 months	YTD	YTD
	Jun 30th	Jun 30th	Jun 30th	Jun 30th
	2009	2008	2009	2008
OPERATING				
Net earnings	\$ 725,234	\$ 2,290,586	\$ 1,889,922	\$ 3,461,477
<u>Items not affecting cash</u>				
Amortization	149,407	75,163	270,417	119,214
Gain on disposal of property, plant and equipment	(35,219)	(39,122)	(69,829)	(77,527)
Shares and options issued for services	-	11,177	-	13,735
Non-cash interest	1,771	27,047	3,825	53,530
Non-cash grant income	-	-	-	(2,355)
Provision for inventory obsolescence	422,577	243,510	478,558	277,500
Changes in non-cash operating working capital items	1,124,949	(1,980,361)	(410,671)	(1,326,762)
	2,388,719	628,000	2,162,222	2,518,812
FINANCING				
Shares issued for cash	-	34,500	-	34,500
Increase in amounts owing to parent company	-	-	2,521,141	-
Decrease in amounts owing to parent company	(779,425)	-	(1,064,030)	-
Increase (repayment) of short-term loan	5,251,936	535,973	4,176,400	(912,719)
Payments on capital leases	(9,761)	-	(36,734)	-
Repayment of long-term debt	(1,197,265)	(110,102)	(1,210,245)	(156,532)
	3,265,485	460,371	4,386,532	(1,034,751)
INVESTING				
Proceeds of disposal of property, plant and equipment	-	401	263	401
Purchase of property, plant and equipment	(2,496,530)	(1,110,293)	(2,931,153)	(1,396,835)
	(2,496,530)	(1,109,892)	(2,930,890)	(1,396,434)
NET INCREASE (DECREASE) IN CASH	3,157,674	(21,521)	3,617,864	87,627
Effect of foreign currency translation on cash	(97,945)	(34,715)	(78,712)	(28,525)
Cash, beginning of period	884,061	256,205	404,638	140,867
CASH, END OF PERIOD	\$ 3,943,790	\$ 199,969	\$ 3,943,790	\$ 199,969