SECURITIES EXCHANGE ACT OF 1934
Release No. 53839 / May 19, 2006

SECURITIES AND EXCHANGE COMMISSION SUSPENDS TRADING IN THE
SECURITIES OF CHINA ENERGY SAVINGS TECHNOLOGY, INC.

The Securities and Exchange Commission announced the temporary suspension, pursuant
to Section 12(k) of the Securities Exchange Act of 1934 (the "Exchange Act"), of trading
in the securities of China Energy Savings Technology, Inc. ("China Energy"), a Nevada
corporation headquartered in Hong Kong, at 12:01 a.m. EDT on May 19, 2006, and
terminating at 11:59 p.m. EDT on June 2, 2006.

The Commission temporarily suspended trading due to concerns that certain China
Energy affiliates and shareholders may have unjustifiably relied upon Rule 144 of the
Securities Act of 1933 ("Securities Act") in conducting an unlawful distribution of
securities that failed to comply with the resale restrictions of Rule 144 of the Securities
Act. The Commission is also concerned that China Energy may have unlawfully relied
upon Form S-8 of the Securities Act to issue unrestricted securities. Questions also have
arisen regarding the accuracy and completeness of information contained in China
Energy’s public filings with the Commission concerning, among other things, statements
regarding the company’s shareholder base.

The Commission cautions brokers, dealers, shareholders, and prospective purchasers that
they should carefully consider the foregoing information along with all other currently
available information and any information subsequently issued by the company. Further,
brokers and dealers should be alert to the fact that, pursuant to Rule 15c2-11 under the
Exchange Act, at the termination of the trading suspension, no quotation may be entered
unless and until they have strictly complied with all of the provisions of the rule. If any
broker or dealer has any questions as to whether or not he has complied with the rule, he
should not enter any quotation but immediately contact the staff in the Division of Market
Regulation, Office of Interpretation and Guidance, at (202) 551-5760. If any broker or
dealer is uncertain as to what is required by Rule 15c2-11, he should refrain from
entering quotations relating to China Energy’s securities until such time as he has
familiarized himself with the rule and is certain that all of its provisions have been met.
If any broker or dealer enters any quotation which is in violation of the rule, the
Commission will consider the need for prompt enforcement action.

If any broker, dealer or other person has any information that may relate to this matter,
they should contact Michael L. Loesch or Neil D. Schwartz in the home office of the
Securities and Exchange Commission at (202) 551-4849 or (202) 551-4847, respectively.