



Changfeng announces signing of its first gas sales contract with a hotel in Haitang Bay

January 5, 2010. Changfeng Energy Inc. ("Changfeng" TSXV: CFY), a China based natural gas distributor, is pleased to announce that its first gas sales contract for the new Haitang Bay project was signed with Hilton Hotel Corporation. It is scheduled to supply natural gas upon the completion of the construction in early 2011. The estimated annual gas usage is 170,000 to 240,000 cubic meters.

Haitang Bay is Hainan province's flagship development project. The city plans to develop this 25 km long beautiful beach area into a world-class vacation destination. Under the plan, the city has projected that by 2020 Haitang Bay will be a fully developed world-class vacation township with a population of 250,000. The city has estimated that gas usage in this area will exceed 60 MM M3 per annum by 2020. Haitang Bay is approximately 40 km east of the Sanya urban area. Changfeng has received the approval to build an LNG storage plant in the Haitang Bay area.

Other internationally branded hotels have begun construction in Haitang Bay, including, Fairmont Hotels and Resorts, Westin Hotels and Resorts, Sheraton Hotels and Resorts and Shangri-la Hotels and Resorts. These hotels will commence operations during 2011 and 2012.

Changfeng continues to work on new business opportunities in the greater Sanya region and Mainland China.

About Changfeng Energy Inc.

Changfeng is engaged in the design and construction of natural gas distribution networks and distribution of natural gas to commercial and residential customers in China. The Company is headquartered in Toronto, Ontario and its shares trade on the TSX Venture Exchange.

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.

This press release contains forward-looking statements based on current expectations. These forward-looking statements entail various risks and uncertainties that could cause actual results to differ materially from those reflected in these forward-looking statements. Risks and uncertainties about Changfeng's business are more fully discussed in the Company's disclosure materials, including its information circular and MD&A, filed with the securities regulatory authorities in Canada. All amounts are stated in Canadian dollars except for noted otherwise.

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