



Supplement No. 1

as of 8 November 2007

according to Section 16 paragraph 1 Securities Prospectus Act (*Wertpapierprospektgesetz*)

to the Prospectus dated 31 October 2007 of

Asian Bamboo AG, Hamburg

with regard to the initial public offering of

up to 5,586,700 ordinary bearer shares (subject to an over-allotment option of up to 728,700 ordinary bearer shares) of Asian Bamboo AG (the "Company") consisting of

up to 4,750,000 no par value ordinary bearer shares from the capital increase against cash contributions pursuant to a resolution of the extraordinary shareholders' meeting (*außerordentliche Hauptversammlung*) adopted on 26 October 2007 (the "New Shares")

and

up to 108,000 no par value ordinary bearer shares (the "Existing Shares") offered by Precious Fortune Investments Ltd., Riemann Investment Holdings Ltd., Primeast Investments Ltd. and Synergy Investment Group Ltd. (collectively the "Selling Shareholders")

and

up to 728,700 additional shares (the "Greenshoe Shares" and together with the New Shares and the Existing Shares the "Offer Shares") granted to Sal. Oppenheim jr. & Cie. KGaA by Green Resources Enterprise Holding Ltd., Precious Fortune Investments Ltd., Primeast Investments Ltd., Riemann Investment Holdings Ltd. and Synergy Investment Group Ltd. (the "Existing Shareholders") by means of a securities loan for a potential over-allotment

each no par value ordinary bearer share having a notional amount of the share capital of EUR 1.00 and each vested with full dividend rights for the entire short financial year 2007

as well as

for the admission to trading on the regulated market (*Regulierter Markt*) of the Frankfurt Stock Exchange and the subsector of the official market with additional obligations arising from admission (Prime Standard)

of 8,000,000 no par value ordinary bearer shares (current share capital)

and

up to 4,750,000 no par value ordinary bearer shares from the capital increase against cash contributions pursuant to a resolution of the extraordinary shareholders' meeting (*außerordentliche Hauptversammlung*) adopted on 26 October 2007.

Wertpapierkennnummer (WKN): A0M6M7 and A0PNU6
International Securities Identification Number (ISIN): DE000A0M6M79 and DE000A0PNU63
Common Code: 032939031 and 032939074

Global Coordinator, Sole Bookrunner and Joint Lead Manager

**Sal. Oppenheim jr. & Cie.
Kommanditgesellschaft auf Aktien**

Joint Lead Manager

BOCI Asia Limited

Selling Agents

comdirect bank AG

**Cortal Consors S. A.
Zweigniederlassung Deutschland**

DAB bank AG

Asian Bamboo AG announces that the following changes have occurred until 8 November 2007 with regard to the published Prospectus dated 31 October 2007 (the "**Prospectus**"):

The price range within which purchase offers may be submitted is between:

EUR 13.50 and EUR 17.00 per Offer Share.

The offer period commences on 8 November 2007 and ends on 14 November 2007 (the offer period in Luxembourg begins on 9 November 2007 and ends on 14 November 2007).

As a result of these changes, the Prospectus is supplemented and amended as follows:

- The first paragraph of the section "Summary – Summary of the Offering – Offer Period" on page 10 is replaced by the following sentence:

"The offer period commences on 8 November 2007 and ends on 14 November 2007 (the offer period in Luxembourg begins on 9 November 2007 and ends on 14 November 2007)."

- The first paragraph of "Summary – Summary of the Offering – Price Range and Offer Price" on page 10 is replaced by the following sentence:

"The price range within which purchase offers may be submitted is between EUR 13.50 and EUR 17.00 per Offer Share."

- The first sentence of the section "Summary – Summary of the Offering – Admission to Trading and Listing" on page 12 is replaced by the following sentence:

"An application for admission of all of the shares of the Company – including the New Shares – to trading on the regulated market (Regulierter Markt) of the Frankfurt Stock Exchange was filed on 5 November 2007 and admission is expected no later than on 15 November 2007."

- The second sentence of "Summary – Summary of the Offering – Costs of the Offering for the Company" on page 13 is replaced by the following sentence:

"Based on the price range, the Company estimates that the total costs of the offering (including commissions for the Underwriters) will amount to between EUR 6.6 million and EUR 8.0 million with between EUR 5.9 million and EUR 7.0 million thereof being incurred by the Company."

- The first paragraph of the section "Zusammenfassung – Zusammenfassung des Angebots – Angebotsfrist" on page 24 et seq. is replaced by the following sentence:

"Die Angebotsfrist beginnt am 8. November 2007 und endet am 14. November 2007 (die Angebotsfrist in Luxemburg beginnt am 9. November 2007 und endet am 14. November 2007)."

- The first paragraph of the section "Zusammenfassung – Zusammenfassung des Angebots – Preisspanne und Platzierungspreis" on page 25 is replaced by the following sentence:

"Die Preisspanne, innerhalb derer Kaufangebote abgegeben werden können, beträgt EUR 13,50 bis EUR 17,00 pro Angebotsaktie."

- The first sentence of the section "Zusammenfassung – Zusammenfassung des Angebots – Zulassung zum Börsenhandel und zur Börsennotierung" on page 26 is replaced by the following sentence:

"Die Zulassung sämtlicher Aktien der Gesellschaft einschließlich der Neuen Aktien zum Regulierten Markt an der Frankfurter Wertpapierbörse wurde am 5. November 2007 beantragt, und die Zulassung wird voraussichtlich spätestens am 15. November 2007 erfolgen."

- The second sentence of the section "Zusammenfassung – Zusammenfassung des Angebots – Die Kosten des Börsengangs für die Gesellschaft" on page 27 et seq. is replaced by the following sentence:

"Auf Basis der festgelegten Preisspanne schätzt die Gesellschaft, dass sich die Gesamtkosten des Angebots (einschließlich der Provisionen für die Konsortialbanken) auf insgesamt zwischen ca.

EUR 6,6 Mio. und EUR 8,0 Mio. und die davon von der Gesellschaft zu tragenden Kosten auf insgesamt zwischen ca. EUR 5,9 Mio. und EUR 7,0 Mio. belaufen werden.“

- The first paragraph of the section “The Offering – Price Range, Offer Period, Offer Price, and Allotment” on page 59 is replaced by the following sentence:

“The price range within which purchase offers may be submitted is between EUR 13.50 and EUR 17.00 per Offer Share.”

- The first four sentences of the second paragraph of the section “The Offering – Price Range, Offer Period, Offer Price, and Allotment” on page 59 are replaced by the following two sentences:

The offering will be denominated in Euros. The offer period, within which investors will have the possibility to place purchase orders for the shares, commences on 8 November 2007 and ends on 14 November 2007 (the offer period for Luxembourg 9 November 2007 and ends on 14 November 2007).“

- The second sentence of the second paragraph on page 60 of the section “The Offering – Price Range, Offer Period, Offer Price, and Allotment” is replaced by the following sentence:

“The basis for the bookbuilding process will be the price range between EUR 13.50 and EUR 17.00 per Offer Share.”

- The third and fourth sentence of the first paragraph on page 65 under “The Offering – Reasons for the Offering, Use of Proceeds, Costs and Interests of Third Parties Involved in the Offering – Use of Proceeds and Costs” is replaced by the following sentence:

“Based on the price range and assuming full placement of the Offer Shares, the Company believes the total costs of the offering (including commissions for the Underwriters) to be between EUR 6.6 million and EUR 8.0 million with between EUR 5.9 million and EUR 7.0 million thereof being incurred by the Company and total net proceeds to be between EUR 68.8 million to EUR 87.0 million and net proceeds of the Company to be between EUR 58.2 million to EUR 73.7 million.”

- The second paragraph on page 65 under “The Offering – Reasons for the Offering, Use of Proceeds, Costs and Interests of Third Parties Involved in the Offering – Use of Proceeds and Costs” is replaced by the following sentence:

“Based on the price range, the Company believes, assuming that all Offer Shares are placed (including the shares owned by the Existing Shareholders), that total gross proceeds of between approximately EUR 75.4 million and approximately EUR 95.0 million are attainable.”

- The first paragraph of the section “Capitalization and Indebtedness” on page 69 and the table on the same page is replaced as follows:

“The data presented in the following table shows the reported combined and consolidated capitalization of Asian Bamboo Group as well as its combined and consolidated capitalization adjusted on the basis of the assumption that the expected net proceeds from the offering would have flown to the Company in the form of liquid funds as of 30 September 2007. The adjusted figures were calculated on the basis of an assumed offer price based on the average of the price range and after deducting the total estimated costs of the offering incurred by the Company assuming full placement of all Offer Shares. All figures shown in the table below are unaudited and have been prepared in accordance with IFRS.

	As of 30 September 2007 (unaudited)	
	Reported ¹	Adjusted ²
	(EUR '000)	
Cash and Cash Equivalents	195	66,193
Current Financial Receivables	0	0
Current Liabilities ³	2,650	2,650
Thereof secured.	0	0
Thereof guaranteed.	0	0
Net Current Indebtedness ⁴	2,455	2,455
Non-Current Liabilities ⁵	0	0
Thereof secured.	0	0
Thereof guaranteed.	0	0
Net Financial Indebtedness ⁶	2,455	2,455
Shareholder's Equity		–
Share capital	8,000	12,750
Statutory reserves.	603	61,851

- 1 Unaudited as of 30 September 2007 based on Asian Bamboo Group's combined consolidated interim financial statements.
- 2 Adjusted on the basis of an assumed offer price based on the average of the price range and after deducting the total estimated costs of the offering incurred by the Company and assuming full placement of the Offer Shares.
- 3 Excluding trade payables and income tax payable.
- 4 Current liabilities minus current financial receivables minus cash and cash equivalents.
- 5 Excluding deferred tax liabilities.
- 6 Net current indebtedness plus non-current indebtedness."

- The second and the third paragraph of "Dilution" on page 70 are replaced by the following paragraph:

"Assuming that all 4,750,000 New Shares in the Company are placed and based on the price range per offered share between EUR 13.50 and EUR 17.00, the gross issue proceeds obtained by the Company are between EUR 64.1 million and EUR 80.75 million. If the offer price were to correspond to the midpoint of the price range at EUR 15.25 per Offer Share, the Company would obtain net proceeds of approximately EUR 66 million. If the Company had obtained this amount as at 30 June 2007, the book value of shareholders' equity at that time would have been about EUR 103.3 million or around EUR 8.10 per share (based on the increased number of 12,750,000 shares after the implementation of the offering of 4,750,000 New Shares). Consequently, under the above-mentioned assumptions, the offering would lead to a direct increase in the book value of shareholders' equity of about EUR 3.44 per share for the current shareholders and a direct dilution of about EUR 7.15 per share for the purchasers of the Offer Shares and, thus, investors who acquire shares at the midpoint of the price range at EUR 15.25 per Offer Share are diluted by about 47%."

- The first sentence of the fourth paragraph of the section "Management's Discussion and Analysis of Financial Condition and Results of Operation – Results of Operations – Income Tax" on page 82 is replaced by the following paragraph:

"Income tax increased from EUR 389 thousand in the first six months of 2006 by EUR 695 thousand, or 178%, to EUR 1,084 thousand in the first six months of 2007."

- The first sentence of the fourth paragraph of "Business – Investments" on page 110 is replaced by the following paragraph:

"In 2007, up until the date of this Prospectus, Asian Bamboo Group invested EUR 309 thousand in total, of which EUR 278 thousand were invested in the construction of its second fine processing plant in Shaowu (see "Production Facilities" in this section)."

- The third and fourth sentences of the first paragraph as well as the second paragraph of the section "Corporate Bodies and Management – Supervisory Board – Compensation" on page 136 are replaced by the following three sentences:

“The Company intends to propose to the first General Shareholders’ Meeting to resolve on an annual compensation of the Chairman of the Supervisory Board of EUR 70,000, an annual compensation of the Deputy Chairman of EUR 37,500 and an annual compensation of an ordinary member of the Supervisory Board of EUR 17,500. The total compensation will be paid in the form of a fixed compensation and an attendance fee for each Supervisory Board meeting. The Company also intends to suggest to the first General Shareholders’ Meeting to resolve on taking out a directors’ and officers’ insurance in the Company’s name, covering the members of the Supervisory Board, based on prevailing market conditions.”

- The following sentences are included after the third sentence in the paragraph of “Information on the Share Capital of Asian Bamboo AG and Applicable Provisions – Authorized Share Capital” on page 125:

“On 26 October 2007, the extraordinary shareholders’ meeting (*außerordentliche Hauptversammlung*) resolved to increase the Company’s authorized share capital from EUR 4,000,000 to EUR 6,375,000. The registration of this increase in authorized share capital is expected to be registered with the commercial register on 15 November 2007, subject to the condition that the capital increase relating to the offering of the New Shares resolved on 26 October 2007 by the extraordinary shareholders’ meeting will be executed in full. Once the increase in the authorized capital is registered the management board is authorized to increase the share capital of the Company with the consent of the supervisory board until 25 October 2012 once or several times by up to EUR 6,375,000 through the issuance of up to 6,375,000 new no par value bearer shares in consideration of contributions in cash or in kind.”

Printed copies of the Prospectus as well as of this Supplement 1 to the Prospectus can be obtained free of charge from Asian Bamboo AG, Stadthausbrücke 1-3, 20355 Hamburg, Germany, as well as from Sal. Oppenheim jr. & Cie. KGaA, Untermainanlage 1, 60329 Frankfurt, Germany, (facsimile: +49-69-71345169) as well as from the other Underwriters and the paying agent in Luxembourg.

Pursuant to Sec. 16 paragraph 3 of the German Securities Prospectus Act, investors who have placed orders to purchase or subscribe for Offer Shares prior to the publication of this Supplement No. 1 can withdraw such orders within two working days from the publication of this Supplement No. 1 if completion has not yet occurred.

The withdrawal notice does not need to contain a statement of reasons and must be made in text form to the institution with which the investor has placed the order to purchase the Offer Shares. In order to meet the above-mentioned deadline, the timely dispatch of the withdrawal notice is sufficient.

Instead of withdrawing their purchase orders, investors may also amend the purchase orders submitted prior to publication of this Supplement No.1 or place new limited or unlimited purchase orders.

Signatures

Hamburg and Frankfurt/Main, 8 November 2007

Asian Bamboo AG
signed Mr. Lin Zuojun

Chairman of the Management
Board (Vorstandsvorsitzender)

Asian Bamboo AG
signed Mr. Chan Wai-Leung

Member of the Management
Board (Vorstand)

Sal. Oppenheim jr. & Cie.
Kommanditgesellschaft auf Aktien
signed Dirk Weyerhäuser

Sal. Oppenheim jr. & Cie.
Kommanditgesellschaft auf Aktien
signed Matthias Wycisk

BOCI
Asia Limited
signed per procuration
Dirk Weyerhäuser

BOCI
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Matthias Wycisk