

SECURITIES AND EXCHANGE COMMISSION

FORM 4

Statement of changes in beneficial ownership of securities

Filing Date: **2009-01-26** | Period of Report: **2009-01-22**

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([HTML Version](#) on secdatabase.com)

REPORTING OWNER

Stein David

CIK: **1373470**

Type: **4** | Act: **34** | File No.: **001-33694** | Film No.: **09546307**

Mailing Address

5301 N. FEDERAL HIGHWAY
SUITE 120
BOCA RATON FL 33487

Business Address

5619899171

ISSUER

China Direct, Inc.

CIK: **1088787** | IRS No.: **133876100** | State of Incorporation: **FL** | Fiscal Year End: **1231**

SIC: **3330** Primary smelting & refining of nonferrous metals

Mailing Address

431 FAIRWAY DRIVE
SUITE 200
DEERFIELD BEACH FL 33441

Business Address

431 FAIRWAY DRIVE
SUITE 200
DEERFIELD BEACH FL 33441
(954) 363-7333

FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL

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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person Stein David			2. Issuer Name and Ticker or Trading Symbol China Direct, Inc. [CDII]		5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input type="checkbox"/> Director <input checked="" type="checkbox"/> 10% Owner <input type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below)	
(Last)	(First)	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) 01/22/2009		6. Individual or Joint/Group Filing (Check applicable line) <input checked="" type="checkbox"/> Form Filed by One Reporting Person <input type="checkbox"/> Form Filed by More than One Reporting Person	
431 FAIRWAY DRIVE, SUITE 200			4. If Amendment, Date Original Filed(Month/Day/Year)			
(Street) DEERFIELD BEACH, FL 33441						
(City)	(State)	(Zip)				

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock, \$0.0001 par value per share	01/22/2009		S	(1)	2,800	D	\$1.3661	1,998,000	D	
Common Stock, \$0.0001 par value per share	01/23/2009		S	(1)	200	D	\$1.35	1,997,800	D	
Common Stock, \$0.0001 par value per share	01/26/2009		S	(1)	4,800	D	\$1.4002	1,992,800	D	
Common Stock, \$0.0001 par value per share	01/26/2009		X	(2)	200,000	A	\$0.01	2,192,200	D	

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of Derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date					
Employee Stock Option (right to buy)	\$0.01	01/26/2009		X	(2)	200,000		06/01/2005	02/01/2010	Common Stock	200,000	(3)	0	D

Explanation of Responses:

1. Transactions were made pursuant to a duly adopted trading plan under Rule 10b5-1.

2. Stock options were awarded to reporting person on June 1, 2005.
3. Employee stock option award.

Signatures

David Stein

** Signature of Reporting Person

01/26/2009

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.