



SINOTRONICS HOLDINGS LIMITED

華翔微電子控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1195)

CHANGE OF AUDITORS

The Board announces that CCIF CPA Limited had tendered their resignation as auditors of the Company with effect from 21 July 2005 and KPMG were appointed as auditors of the Group with effect from 26 July 2005.

With a view to strengthening the internal control system of Sinotronics Holdings Limited (the “Company”) and its subsidiaries (the “Group”), the board of directors (the “Board”) of the Company announces that CCIF CPA Limited (“CCIF”) be appointed as its internal control consultant to conduct internal control reviews of the Group. The review reports will be submitted to the Board and the Audit Committee of the Company. The Board considers that such reviews will enhance the effectiveness of corporate governance and comply with the requirements of the Code on Corporate Governance Practices in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. For that reason, CCIF had tendered their resignation as auditors of the Group with effect from 21 July 2005.

CCIF have also confirmed that there were no circumstances connected with their resignation which they considered should be brought to the attention of the shareholders or creditors of the Company. Moreover, the Board was not aware of any matter that should be brought to the attention of the shareholders or creditors of the Company or any of its subsidiaries.

The Board further announces that KPMG were appointed as auditors of the Company with effect from 26 July 2005 to fill the casual vacancy arising on the resignation of CCIF and shall hold office until the conclusion of the forthcoming annual general meeting of the Company.

By Order of the Board
Tong Yiu On
Company Secretary

Hong Kong, 26 July 2005

As at the date of this announcement, the Board comprises Mr. Lin Wan Qaing, Mr. Chen Yan Shun, Mr. Liu Zhao Cai, Mr. Xiang Song and Mr. Tong Yiu On as executive directors, and Mr. Pan Chang Chi, Mr. Cai Xun Shan and Mr. Cheung Chuen as independent non-executive directors.

* *for identification purpose only*

Please also refer to the published version of this announcement in (The Standard)