



Wah Yuen Holdings Limited

華園控股有限公司

(incorporated in the Cayman Islands with limited liability)
(Stock Code: 2349)

CHANGE OF AUDITORS

The Board announces that Messrs. HLB Hodgson Impey Cheng have been appointed as auditors of the Company to fill the casual vacancy following the resignation of Messrs. Deloitte Touche Tohmatsu on 9 December 2005.

The board (the “**Board**”) of directors of Wah Yuen Holdings Limited (the “**Company**”) announces that Deloitte Touche Tohmatsu (“**Deloitte**”) resigned as auditors of the Company and its subsidiaries (together the “**Group**”) on 9 December 2005 on the ground that the Board and Deloitte could not come to an agreement on audit fees.

In the notice of resignation, Deloitte has confirmed that there were no circumstances connected with their resignation which should be brought to the attention of holders of the securities of the Company. The Board also confirmed that save for the audit fee, there is no disagreement between the Company and Deloitte and there are no circumstances connected to Deloitte’s resignation which should be brought to the attention of the members or creditors of the Group.

The Board appointed HLB Hodgson Impey Cheng (“**HLB**”) as the auditors of the Company and its subsidiaries to fill the vacancy left by the resignation of Deloitte and to hold office until the conclusion of the next annual general meeting of the Company.

The Board confirmed that Deloitte have not commenced any audit work on the accounts of the Group for the year ending 31 December 2005. It is expected that the change of auditors of the Company will not affect the release of the annual results of the Company for the year ending 31 December 2005.

By Order of the Board of
Wah Yuen Holdings Limited
But Ka Wai
Chairman

Hong Kong, 12 December 2005

As at the date of this announcement, Mr. But Ching Pui, Mr. But Ka Wai, Mr. But Chai Tong and Mr. Chu Kin Wah are executive directors, Ms. Leung Wai Ling and Mr. Ngai Chun Kong, Stephen are non-executive directors, and Mr. Cheung Yu Yan, Tommy, Mr. Ip Shing Tong, Francis and Mr. Ku Siu Fung, Stephen are the independent non-executive directors.