

PAN HONG PROPERTY GROUP LIMITED

(Incorporated in Bermuda)
(Registration Number: 37749)



汎港地產集團
PAN HONG PROPERTY GROUP

CHANGE OF AUDITORS DUE TO MERGER OF PRACTICES OF GRANT THORNTON AND BDO LIMITED

The Board of Directors (the “**Board**”) of Pan Hong Property Group Limited (the “**Company**”) announces that Grant Thornton (“**GTHK**”) has resigned as Auditors of the Company and its subsidiaries (collectively the “**Group**”) with effect from 07 December 2010 (the “**Appointed Day**”).

The Board further announces that BDO Limited has been appointed as Auditors of the Group with effect from the Appointed Day to fill the casual vacancy occasioned by the resignation of GTHK. BDO Limited shall hold office until the conclusion of the next annual general meeting of the Company.

The change of Auditors is due to a merger of the practices of GTHK with that of BDO Limited, the Hong Kong member firm of the global BDO network. BDO is the world’s fifth largest global accountancy network with over 1,100 offices in 110 countries and 46,000 people providing advisory services throughout the world.

For the purposes of Rule 1203(5) of the Listing Manual:

- (a) GTHK has confirmed, that they are not aware of any professional reasons why BDO Limited should not accept appointment as auditors of the Company and that there were no circumstances connected with their resignation which they consider should be brought to the attention of the shareholders of the Company;
- (b) the Board confirms that there were no disagreements with GTHK on accounting treatments within the last 12 months;
- (c) the Board confirms that the Company is not aware of any circumstances connected with the change of Auditors that should be brought to the attention of the shareholders of the Company; and
- (d) the reason for the change of auditors is pursuant to the merger of the practices of GTHK with that of BDO Limited as set out above.

Both the Board and the Audit Committee of the Company are of the view that they are satisfied that the appointment of BDO Limited in place of GTHK would not compromise the standard and effectiveness of the audit services provided to the Company.

By Order of the Board
Wong Lam Ping
Executive Chairman
07 December 2010

Investor Relations Contact:

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