

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **MODERN BEAUTY SALON HOLDINGS LIMITED**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 919)**

### **PROPOSED CHANGE IN AUDITORS**

The Board has resolved to propose the appointment of KPMG as the new auditors of the Company to fill the vacancy following the retirement of RSM Nelson Wheeler as the auditors of the Company at the AGM and to hold office until the conclusion of the next annual general meeting of the Company in 2014. The Proposal is subject to the approval by the Shareholders at the AGM.

The board of directors (the “**Board**”) of Modern Beauty Salon Holdings Limited (the “**Company**”) and its subsidiaries (collectively, the “**Group**”) announces that RSM Nelson Wheeler (“**RSM**”), the auditors of the Company, will retire at the forthcoming annual general meeting of the Company (the “**AGM**”) and will not seek for reappointment. The Board has resolved, with the recommendation from the audit committee of the Company (the “**Audit Committee**”), to propose the appointment of KPMG as the new auditors of the Company to fill the vacancy following the retirement of RSM as the auditors of the Company at the AGM and to hold office until the conclusion of the next annual general meeting of the Company in 2014 (the “**Proposal**”). The Proposal is subject to approval by the shareholders of the Company (the “**Shareholders**”) at the AGM. A circular containing, among other things, the Proposal, together with the notice of AGM will be dispatched to the Shareholders as soon as possible.

For the purpose of maintaining good corporate governance, the Board considers that it is an appropriate time to change the auditors of the Company as RSM has been the auditors of the Company for a period of time.

RSM has confirmed in writing that RSM was not aware of any matters that should be brought to the attention of the Shareholders or creditors of the Company. The Board has also confirmed that there were no matters in respect of the Proposal that should be brought to the attention of the Shareholders.

The Board and the Audit Committee have further confirmed that there were no disagreements or unresolved matters between the Company and RSM regarding the change in auditors.

The Board would like to express its appreciation for the services of RSM provided to the Company.

By Order of the Board  
**Modern Beauty Salon Holdings Limited**  
**Tsang Yue, Joyce**  
*Executive Director*

Hong Kong, 19 July 2013

*As at the date of this announcement, the Board consists of Four Executive Directors, Ms. Tsang Yue, Joyce, Mr. Yip Kai Wing, Mr. Leung Man Kit and Ms. Yeung See Man and Four Independent Non-executive Directors, Ms. Liu Mei Ling, Rhoda, Mr. Wong Man Hin, Raymond, Mr. Hong Po Kui, Martin and Mr. Lam Tak Leung.*