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China Railway Logistics Limited

中國鐵路貨運有限公司*

(incorporated in Bermuda with limited liability)

(Stock code: 8089)

APPOINTMENT OF CHIEF EXECUTIVE OFFICER AND RESIGNATION OF EXECUTIVE DIRECTORS

The Board announces that, with effect from 20 December 2007:—

- (1) Mr. Wong Chi Tak, Brence has resigned as an executive director, a member of nomination committee and a member of remuneration committee of the Company but shall retain as a consultant of the Company;
- (2) Mr. Zhu Xirong has resigned as an executive director of the Company; and
- (3) Mr. Ha Shu Tong has been appointed as chief executive officer of the Company.

The board of directors (the “Board”) of China Railway Logistics Limited (the “Company”) announces that (1) Mr. Wong Chi Tak, Brence (“Mr. Wong”) has resigned as an executive director, a member of nomination committee and a member of remuneration committee of the Company with effect from 20 December 2007 as to concentrate his efforts to the business of the Group in the PRC and Mr. Wong shall retain as a consultant of the Company; (2) Mr. Zhu Xirong (“Mr. Zhu”) has resigned as an executive director of the Company with effect from 20 December 2007 as to pursue other career development opportunities; and (3) Mr. Ha Shu Tong (“Mr. Ha”) has been appointed as chief executive officer of the Company with effect from 20 December 2007 and, subject to and upon the Stock Exchange’s approval, an executive director of the Company.

Appointment of chief executive officer

Mr. Ha, aged 59, has been involved in the financial industry for many years and has substantial experience in corporate finance and corporate development. Mr. Ha has acted as director for several companies listed on the Stock Exchange including as an executive director and the chairman of M Dream Inworld Limited since 13 April 2007, an independent non-executive director of Computer And Technologies Holdings Limited since 9 April 1998, and was an executive director of China Seven Star Shopping Limited from 24 October 2001 to 17 January 2006.

Resignation of executive directors

The Board hereby confirms that Mr. Wong and Mr. Zhu in their resignation letters had confirmed to the Board that they had no disagreement with the Board and that there is no matter in relation to their resignation that needs to be brought to the attention of the Stock Exchange or the shareholders of the Company.

* *For identification purposes only*

General

The Board would like to take this opportunity to express its warm welcome to Mr. Ha, and to express its gratitude to Mr. Wong and Mr. Zhu for their past valuable contributions to the Company.

By order of the Board
China Railway Logistics Limited
Ng Kam Wing
Executive Director

Hong Kong, 20 December 2007

As at the date hereof, the Company's executive directors are Mr. Zeng Bangjian, Mr. Ng Kam Wing, Mr. Koh Tat Lee, Michael and Mr. Lim Kwok Choi; the Company's non-executive director is Mr. Tsang Chi Hin; and the Company's independent non-executive directors are Mr. Leung Lok Ming, Mr. Chan Ho Wah, Terence, Mr. Chong Cha Hwa, Dr. James Wing Ho Wong and Mr. Lok Shing Kwan, Sunny.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The directors of the Company, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the "Latest Company Announcement" page of the GEM website for at least 7 days and the Company website at www.chinarailwaylogistics.com from the date of this announcement.