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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 CHAIRMAN
AND
RE-DESIGNATION OF DIRECTOR
AND
RESIGNATION OF CHIEF EXECUTIVE OFFICER AND
EXECUTIVE DIRECTOR
AND
CHANGE OF AUTHORIZED REPRESENTATIVE**

The board of directors (the “Board”) of China Railway Logistics Limited (the “Company”) announces that Mr. Lim Kwok Choi (“Mr. Lim”), an executive director of the Company, has been appointed as the chairman of the Company; and Mr. Lok Shing Kwan, Sunny (“Mr. Lok”), an independent non-executive director of the Company, is re-designated as an executive director of the Company and would be ceased as a member of the audit committee of the Company, all the above would effect from 10 March 2008.

The Board further announces that Mr. Ha Shu Tong (“Mr. Ha”) resigned as the chief executive officer, executive director and authorized representative of the Company with effect from 11 March 2008. Subsequent to Mr. Ha’s resignation as the authorized representative of the Company, Mr. Lok has been appointed as the authorized representative of the Company with effect from 11 March 2008.

The Board is in the process of locating an appropriate person to fill the vacancy of the chief executive officer of the Company as soon as practicable.

Appointment of the Chairman

The Board is pleased to announce that Mr. Lim was appointed as the chairman of the Company with effect from 10 March 2008.

Mr. Lim, aged 44, is an executive director of the Company since January 2007. Mr. Lim holds a Master of Business Administration degree. Mr. Lim has over 20 years of experience in banking and finance, hotel management and import/export trade working as senior management for both private and listed companies. Mr. Lim previously served as an executive director of LeRoi Holdings Limited from 2004 to 2006, which are listed company on the Main Board of the Stock Exchange. Save as disclosed above, Mr. Lim has not held any other directorships in any listed public companies in the past three years and has not held any position in the Group.

** For identification purposes only*

The terms of service contract and remuneration package of Mr. Lim would be determined by the remuneration committee of the Company, while he will be subject to retirement by rotation at annual general meetings of the Company in accordance with the bye-laws of the Company.

Mr. Lim does not have any relationship with any directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company or any of its subsidiaries. As at the date of this announcement, Mr. Lim does not have any interest in shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (“the SFO”). Save as disclosed above, there is no information relating to Mr. Lim that is required to be disclosed pursuant to rules 17.50(2)(h)-(v) of the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange (the “GEM Listing Rules”). The Board is not aware of any other matter that needs to be brought to the attention of the shareholders of the Company in relation to his appointment.

Re-designation of Director

The Board announces that Mr. Lok Shing Kwan, Sunny (“Mr. Lok”), an independent non-executive director of the Company, is re-designated as an executive director of the Company and would be ceased as a member of the audit committee of the Company with effect from 10 March 2008.

Mr. Lok, aged 42, was an independent non-executive director of the Company from 22 January 2007 to 10 March 2008. He holds a bachelor degree in Business and has over 16 years of experience in financial reporting, internal control and overall administration of corporate affairs. He also has more than 11 years of experience in the accounting field in both of Hong Kong and People’s Republic of China. Mr. Lok is fellow member of Hong Kong Institute of Certified Public Accountants and a member of CPA Australia. Mr. Lok previously served as an independent non-executive director for Cosmopolitan International Holdings Limited from 2003 to 2005 and LeRoi Holdings Limited from 2003 to 2007. Save as disclosed above, Mr. Lok has not held any other directorships in any listed public companies in the past three years and has not held any positions in the Group.

The terms of service contract and remuneration package of Mr. Lok would be determined by the remuneration committee of the Company, while he will be subject to retirement by rotation at annual general meetings of the Company in accordance with the bye-laws of the Company.

Mr. Lok does not have any relationship with any directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company or any of its subsidiaries. As at the date of this announcement, Mr. Lok does not have any interest in shares of the Company within the meaning of Part XV of the SFO. Save as disclosed above, there is no information relating to Mr. Lok that is required to be disclosed pursuant to rules 17.50(2)(h)-(v) of the GEM Listing Rules.

Mr. Lok has confirmed that there is no disagreement between him and the Board and he is not aware of any other matters relating to his re-designation that need to be brought to the attention of the shareholders of the Company.

Resignation of Chief Executive Officer, Executive Director and Change of Authorized Representative

The Board further announces that Mr. Ha has resigned as the chief executive officer, executive director and authorized representative of the Company because he has significant difference in how to manage the Company and the reporting opinion to the Stock Exchange with the Board. Save as disclosed above, Mr. Ha is not aware of any other matters relating to his resignation that need to be brought to the attention of the shareholders of the Company. Subsequent to Mr. Ha's resignation as the authorized representative of the Company, Mr. Lok has been appointed as the authorized representative of the Company with effect from 11 March 2008.

General

The Board would like to welcome Mr. Lim and Mr. Lok for taking the new positions and thank for Mr. Ha for his past valuable contributions to the Company.

By Order of the Board

Ng Kam Wing

Executive Director

Hong Kong, 11 March 2008

As at the date hereof, the Company's executive directors are Mr. Lim Kwok Choi, Mr. Lok Shing Kwan, Sunny, Mr. Zeng Bangjian, Mr. Ng Kam Wing and Mr. Koh Tat Lee, Michael; 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 and Dr. James Wing Ho Wong.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM for the purpose of giving information with regard to the issuer. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief:- (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all 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.