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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 EXECUTIVE DIRECTOR AND CHAIRMAN OF AUDIT COMMITTEE

The board of directors (the “Board”) of China Railway Logistics Limited (the “Company”) is pleased to announce that Ms. Yeung Sau Han Agnes (“Ms. Yeung”) and Dr. James Wing Ho Wong (“Dr. Wong”) have been appointed as the executive director and the chairman of the audit committee of the Company respectively with effect from 8 May 2008.

APPOINTMENT OF EXECUTIVE DIRECTOR

The Board is pleased to announce that Ms. Yeung has been appointed as the executive director of the Company with effect from 8 May 2008.

Ms. Yeung, aged 42, was a graduate from the Hong Kong Polytechnic (now known as Hong Kong Polytechnic University) with a higher diploma in fashion design. Prior to joining the Company, Ms. Yeung worked in various garment companies for over 15 years. Ms. Yeung previously served as an executive director for Le Roi Holdings Limited, a company whose shares have been listed on the main board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) from 2002 to 2007, and she was appointed as an executive director of PME Group Limited, a company whose shares have been listed on the main board of the Stock Exchange since 2 May 2007, and she was appointed as an executive director of BM Intelligence International Limited, a company whose shares have been listed on the Growth Enterprise Market (the “**GEM**”) of the Stock Exchange since 8 June 2007. She was also appointed as an executive director of Tiger Tech Holdings Limited, of which the shares are listed on GEM, with effect from 11 July 2007.

Save as disclosed above, Ms. Yeung has not previously held any position with the Company or any of its subsidiaries and has not been a director in any other listed company in the past three years.

Save for being an executive director of PME Group Limited, a substantial shareholder of the Company, Ms. Yeung is not connected with any directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company and has no interest in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

According to the service contract between the Company and Ms. Yeung, Ms. Yeung is entitled to an annual remuneration of HK\$960,000, which was determined by the Board with reference to her duties and responsibilities within the Company, and a fixed bonus equal to the monthly salary of HK\$80,000. Ms. Yeung has been appointed for an initial fixed term of two years which will continue thereafter until being terminated

** For identification purposes only*

by either party giving not less than three-month prior notice. Ms. Yeung will hold office until the next general meeting of the Company and will retire at that general meeting, but will become eligible for re-election pursuant to the Company's bye-laws.

There is no information relating to Ms. Yeung that is required to be disclosed pursuant to GEM Listing Rule 17.50(2)(h) to (v). Save as disclosed above, there is no other matter in relation to Ms. Yeung's appointment that needs to be brought to the attention of holders of securities of the Company.

The Board would like to welcome Ms. Yeung on joining the Board.

APPOINTMENT OF CHAIRMAN OF AUDIT COMMITTEE

The Board is pleased to announce that Dr. Wong has been appointed as the chairman of the audit committee of the Company with effect from 8 May 2008.

By order of the Board
China Railway Logistics Limited
Leung Ming Fai
Company Secretary

Hong Kong, 8 May 2008

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

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.