



LUNG CHEONG INTERNATIONAL HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 348)

CHANGE OF AUDITOR

The Board announces that Messrs. Horwath Hong Kong CPA Limited have been appointed as the new auditor of the Company with effect from 15 June 2007 to fill the casual vacancy left by the resignation of Messrs. PricewaterhouseCoopers.

The board of directors (the “**Board**”) of Lung Cheong International Holdings Limited (the “**Company**”) announces that Messrs. PricewaterhouseCoopers (“**PwC**”) have resigned as auditor (the “**Auditor**”) of the Company with effect from 13 June 2007 as the Company and PwC could not reach a consensus about the auditor’s remuneration. The Company has accepted the resignation of PwC for audit fee reason, which is in line with the Company’s policy to control operation costs. The Board has confirmed that there were no circumstances which should be brought to the notice of the members or creditors of the Company in connection with the resignation of PwC.

The Board further announces that Messrs. Horwath Hong Kong CPA Limited have been appointed as the new Auditor with effect from 15 June 2007 to fill the casual vacancy left by the resignation of PwC and to hold office until the conclusion of the next annual general meeting of the Company.

It is expected that the change of the Auditor will not affect the audit and the release of annual results of the Company for the financial year ended 31 March 2007.

By order of the Board
Lung Cheong International Holdings Limited
Wong, Andy Tze On
Executive Director

Hong Kong, 15 June 2007

As at the date of this announcement, the directors of the Company are Mr. Leung Lun, Mr. Leung Chung Ming, Mr. Zhong Bingquan, Ms. Cheng Yun Tai, Mr. Wong, Andy Tze On, Mr. Ye Tian Liu, Mr. Wong Lam, Mr. Ko Peter, Ping Wah and Mr. Lai Yun Hung.

Please also refer to the published version of this announcement in The Standard.