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展 望
ZHANWANG

浙江展望股份有限公司

ZHEJIANG PROSPECT COMPANY LIMITED*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 08273)

RESIGNATION OF AUDITOR AND APPOINTMENT OF AUDITOR

This announcement is made by Zhejiang Prospect Company Limited* (the “**Company**”) pursuant to Rule 17.50(4) of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (“**GEM Listing Rules**”).

The board (the “**Board**”) of directors (the “**Director(s)**”) of the Company announces that Crowe (HK) CPA Limited (“**Crowe**”) has resigned as the Company’s auditor with effect from 11 March 2019.

In their letter of resignation dated 11 March 2019 (the “**Crowe's Resignation Letter**”) to the Board of Directors and the audit committee of the Company, Crowe stated that in reaching the decision to resign, they took into account many factors including the professional risk associated with the audit, the level of audit fees and their available internal resources in the light of current work flows. In the case of the Company, Crowe has also taken into account of (i) purchases transactions entered into between the Company and certain connected persons and independent third parties and subsequently terminated through negotiations during the year ended 31 December 2017 as detailed in the Company’s announcement dated 30 November 2018; and (ii) concerns about the management integrity of the directors, senior management and/or staff of the Company raised by The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). Despite repeated discussions with the Company, up to the date of the Crowe's Resignation Letter, Crowe has not yet received sufficient and adequate information from the Company in respect of the issues as stated above for Crowe to perform extended audit procedures, and to agree on Crowe’s additional fee in relation to the above.

Apart from the matters set out above, Crowe confirmed that from their perspective there are no matters that need to be brought to the attention of the holders of securities (the “**Shareholders**”) or creditors of the Company in connection with their resignation as the auditors of the Company. Neither the Board nor the audit committee of the Company is aware of any matters in relation to the resignation of auditors that need to be brought to the attention of the Shareholders and the creditors of the Company.

Pursuant to article 168 of the Articles of Association of the Company, if the office of the auditor of the Company becomes vacant, the Board shall have the right to appoint an accounting firm to fill such vacancy prior to the convening of the shareholders’ general meeting. In this regard, the Company engaged Elite Partners CPA Limited as new auditors of the Company to fill the casual vacancy following the resignation of Crowe and to hold office until the conclusion of the next annual general meeting of the Company. Elite Partners CPA Limited will perform the audit work for the two financial years ended 31 December 2017 and 2018.

By order of the Board
Zhejiang Prospect Company Limited*
Fei Guo Yang
Chairman

Zhejiang Province, the People’s Republic of China

13 March 2019

As at the date of this announcement, Mr. Fei Guo Yang, Mr. Hong Guo Ding and Mr. Hong Chun Qiang are executive Directors; Mr. Tang Cheng Fang, Ms. Tang Jing Jing and Mr. Tang Jing Qi are non-executive Directors; and Mr. Wang He Rong, Mr. Lu Guo Qing and Mr. Ma Hong Ming are independent non-executive Directors.

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 of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the GEM website at www.hkgem.com on the “Latest Company Announcements” page for at least seven days from its date of publication. This announcement will also be published on the website of the Company at www.zhejiangprospect.com.

* For identification purpose only