

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



YARDWAY GROUP LIMITED

啟帆集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 646)

**APPOINTMENT OF DIRECTORS
AND
CHANGE OF COMPANY SECRETARY**

APPOINTMENT OF DIRECTORS

The Board is pleased to announce that with effect from 21st September, 2007, (i) Mr. Li Song Xiao, Mr. Yuan Kun, Mr. Lu Zhao Qun and Ms. Song Xuan are appointed as executive directors of the Company, and (ii) Mr. Gao Ning and Mr. Cui Yong are appointed as independent non-executive directors of the Company.

CHANGE OF COMPANY SECRETARY

With effect from 21st September, 2007, Ms. Chan Yim Kum replaces Mr. Cheng Siu Kwan as the company secretary of the Company.

APPOINTMENT OF DIRECTORS

The board of directors (the “Board”) of Yardway Group Limited (“the Company”) is pleased to announce the following appointment of directors of the Company (the “Directors”) with effect from 21st September, 2007.

Particulars of the new executive Directors are set out below:

Mr. Li Song Xiao, aged 42, has extensive experience in property management and development in the PRC. Mr. Li is currently the vice-chairman of the Housing Industry Association of All China Federation of Industry Commerce and the assistant head of the Consolidate Development Committee of the Research Committee of Real Estate and Accommodation in the PRC. Mr. Li is also the chairman and controlling shareholder of Neo-China Group (Holdings) Limited, the shares of which are listed on The Stock Exchange of Hong Kong Limited (“Stock Exchange”).

Mr. Yuan Kun, aged 33, has substantial experience in finance and investment. Mr. Yuan has worked for the investment banking division of Hai Tong Securities Limited in the PRC. Mr. Yuan holds an accounting degree from Macquarie University. Mr. Yuan is currently an executive director and the financial controller of Neo-China Group (Holdings) Limited.

Ms. Song Xuan, aged 43, has extensive experience in accounting and finance. Ms. Song holds a bachelor degree in economics from Beijing Union University. Ms. Song was an executive director of Neo-China Group (Holdings) Limited from 31 March 2005 to 15 June 2006.

Mr. Lu Zhao Qun, aged 47, has over 10 years of experience in the management of PRC enterprises and a listed company. Mr. Lu holds a bachelor degree of arts from Qinghai Normal University and a master degree in senior executive business administration from Peking University. Mr. Lu is currently the general manager of Yardway Logistics Equipment (Zhuhai) Co., Ltd., a wholly-owned subsidiary of the Company.

Particulars of the new independent non-executive Directors are set out below:

Mr. Gao Ning, aged 53, has extensive experience in accounting. Mr. Gao has completed professional studies in politics and laws from Capital Normal University, the PRC. Mr. Gao is a certified accountant and certified asset valuer in the PRC.

Mr. Cui Yong, aged 33, is currently an independent non-executive director of Zhongshan Vantage Gas Appliance Stock Co., Ltd., a company listed on the Shenzhen Stock Exchange. He was an executive president of an investment advisory company in the PRC. Mr. Cui holds a master degree in economics and a doctoral degree in economics from the Renmin University of China.

There is no service contract entered into between the Company and Mr. Li Song Xiao, Mr. Yuan Kun, Mr. Lu Zhao Qun, Ms. Song Xuan, Mr. Gao Ning and Mr. Cui Yong. They have not been appointed for any specified term and are currently not entitled to any director's fee subject to review by the remuneration committee of the Company. They will be subject to retirement and re-election at the next annual general meeting of the Company (thereafter retirement by rotation) pursuant to the articles of association of the Company.

Save as disclosed, none of them hold any directorship in other public company in the last three years or any other position with the Company or any of its subsidiaries. As at the date of this announcement, save as disclosed herein and in the Company's announcement dated 23rd August, 2007 and composite offer document jointly issued by the Company and Happy City Holdings Limited dated 20th September, 2007, none of them has any relationship with any other directors, senior management or substantial or controlling shareholder of the Company and none of them has any interest or short position in shares, underlying shares or debentures of the Company or any its associated corporations within the meaning of Part XV of the Securities and Futures Ordinance.

There is no information which is discloseable nor is/was any of them involved in any of the matters required to be disclosed pursuant to any of requirements under paragraphs 13.51(2)(h) to 13.51(2)(v) of the Rules Governing the Listing of Securities on the Stock Exchange.

Save as disclosed, the Board is not aware of any other matter that is considered necessary to be brought to the attention of holder of the securities of the Company regarding these appointments.

CHANGE OF COMPANY SECRETARY

With effect from 21st September, 2007, Ms. Chan Yim Kum replaces Mr. Cheng Siu Kwan as the company secretary of the Company.

By order of the board of
Yardway Group Limited
Li Song Xiao
Executive Director

Hong Kong, 21st September, 2007

As at the date of this announcement, the executive Directors are Mr. Li Song Xiao, Mr. Yuan Kun, Mr. Lu Zhao Qun, Ms. Song Xuan, Mr. Fong Kit Wah, Alan, Mr. Rourke James Grierson and Ms. Cheung Miu Sin; non-executive Director is Mr. Yin Jie; and the independent non-executive Directors are Mr. Gao Ning, Mr. Cui Yong, Mr. Wong Man Chung, Francis, Mr. Chan Ting Kwong and Ms. Fung Siu Wan, Stella.