



MONGOLIA ENERGY CORPORATION LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 276)

CHANGE OF AUDITORS

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The Board is pleased to announce the proposed appointment of CCIF as the new auditors of MEC and its subsidiaries. MEC shall seek the approval of shareholders at the SGM to appoint CCIF as the new auditors of MEC to fill the casual vacancy left by the resignation of the current auditors, as set out below, until the conclusion of the next annual general meeting. A circular containing, the notice of the SGM and other information as required under the Listing Rules, will be despatched to shareholders as soon as practicable.

CHANGE OF AUDITORS

The board of directors (the “Board”) is pleased to announce the proposed appointment of CCIF CPA Limited (“**CCIF**”) as the new auditors of MEC and its subsidiaries (the “**Group**”). MEC shall seek the approval of shareholders at a special general meeting (“**SGM**”) to appoint CCIF as the new auditors of MEC to fill the casual vacancy left by the resignation of the current auditors, as set out below, until the conclusion of the next annual general meeting. A circular containing, the notice of the SGM and other information as required under the Listing Rules, will be despatched to shareholders as soon as practicable.

The current auditors of the Group (“PricewaterhouseCoopers (“**PwC**”)”) tendered their resignation under a letter of November 27, 2007 as they do not have an office in Mongolia to render appropriate professionals for performing the MEC’s audits in Mongolia, where the Group requires audit work.

MEC is incorporated under the laws of Bermuda and to the knowledge of the Board that there is no requirement under the laws of Bermuda for the retiring auditors to provide a clearance letter to MEC confirming whether or not there are any circumstances connected with their retirement which they consider should be brought to the attention of the shareholders of MEC. PwC has not issued such confirmation.

The Board and the audit committee of MEC confirmed that there were no circumstances connected with the resignation of PwC should be brought to the attention of the holders of securities or creditors of MEC or its subsidiaries.

PwC has not commenced any audit works on the financial statements of the Group for the year ending 31 March 2008. MEC would like to thank PwC for their professional services over the past and look forward to working with CCIF.

By order of the Board of
Mongolia Energy Corporation Limited
Tang Chi Kei
Company Secretary

Hong Kong, November 29, 2007

As at the date of this announcement, the Board comprises six Directors, of which Mr. Lo Lin Shing, Simon and Ms. Yvette Ong are executive Directors, Mr. To Hin Tsun, Gerald is a non-executive Director and Mr. Peter Pun OBE, JP, Mr. Tsui Hing Chuen, William JP and Mr. Lau Wai Piu are independent non-executive Directors.