

C Y FOUNDATION GROUP LIMITED

(incorporated in Bermuda with limited liability)
(Stock code #1182)

RE-DESIGNATION OF DIRECTORSHIP NEW MEMBERS OF COMMITTEES CHANGE OF COMPANY SECRETARY

The board of directors ("Board") of C Y Foundation Group Limited ("Company") announces that:

- (1) Mr Wu Chuan John (an executive director of the Company) was re-designated as a non-executive director of the Company on 1 June 2007;
- (2) Mr Sze Tsai Ping Michael (an independent non-executive director of the Company) was appointed as (a) a member and the chairman of the audit committee of the Company ("Audit Committee"), and (b) a member of the remuneration committee of the Company ("Remuneration Committee") on 21 May 2007;
- (3) Dr Chow Steven (an independent non-executive director of the Company) was appointed as (a) a member of the Audit Committee, and (b) a member of the Remuneration Committee on 21 May 2007;
- (4) Mr Wu Chuan John was appointed as a member of the Audit Committee on 1 June 2007;
- (5) Mr Cheng Chee Tock Theodore (the Chairman of the Company) was appointed as a member and the chairman of the Remuneration Committee on 1 June 2007; and
- (6) Mr Ho Koon Man Larry resigned as the company secretary of the Company ("Company Secretary") on 1 June 2007 and Ms Kwok Oi Kuen Joan Elmond was appointed the new Company Secretary on 1 June 2007.

Mr Wu Chuang John, aged 58, holds a Bachelor Degree in Business Administration with emphasis in Accounting and a Master Degree in International Economics from the University of San Francisco. He has over 25 years experience in management and financing business in the United States, the Peoples' Republic of China and Hong Kong. Currently, Mr Wu is a non-executive director of Sino Strategic International Limited, which is a company listed on the Australian Stock Exchange and a company to which Mr Cheng Chee Tock Theodore, the Chairman of the Company, has controlling interest. Save as disclosed herein, Mr Wu has not held directorship in any listed companies in the past three years.

Mr Wu does not have any service contract with the Company and his term of service is not fixed. In accordance with the bye-laws of the Company, he will hold office until the annual general meeting to be held in 2007 and will then be eligible for re-election; thereafter he will retire by rotation and will be eligible for re-election provided that he shall be subject to retirement at least once every three years. His remuneration will be recommended and fixed by the Board with reference to his duties and responsibilities.

Save as disclosed above, Mr Wu is not connected with any director, senior management or substantial or controlling shareholder of the Company, nor does he have any interests (within the meaning of Part XV of the Securities and Futures Ordinance) in the securities of the Company as at the date hereof.

Ms Kwok Oi Kuen Joan Elmond is a fellow member of the Institute of Chartered Secretaries and Administrators and complies with the qualification as a company secretary as required under Rule 8.17 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Subsequent to the new appointments to the committees above, the members of the Audit Committee are Mr Sze Tsai Ping Michael (chairman), Dr Chow Steven and Mr Wu Chuan John, and those of the Remuneration Committee are Mr Cheng Chee Tock Theodore (chairman), Mr Sze Tsai Ping Michael and Dr Chow Steven.

The Board takes this opportunity to thank Mr Larry Ho for his contribution to the Company during the period he acted as the Company Secretary.

On behalf of the Board
Sam Woelm
Executive Director and CEO

Hong Kong, 4 June 2007

As at the date hereof (after the change of the directorate taking effect), the executive directors of the Company are Mr Cheng Chee Tock Theodore (Chairman), Dato Poh Po Lian, and Mr Sam Woelm (chief executive officer); non-executive director is Mr Wu Chuang John; and the independent non-executive directors are Mr Sze Tsai Ping Michael, Dr Chow Steven, and Mr Wang Shan Chuan.

Please also refer to the published version of this announcement in China Daily.