



SOUTH SEA PETROLEUM HOLDINGS LIMITED

南海石油控股有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 076)

ANNOUNCEMENT APPOINTMENT OF AUDITORS

The Directors wish to announce that on 7 January 2008 the Company has appointed JP Union & Co. as its auditors to fill the casual vacancy following the resignation of K.M.Choi & Au Yeung Limited on 10 December 2007, until the conclusion of the next annual general meeting of the Company.

Reference is made to the Company's announcement dated 11 December 2007 (the "Announcement") relating to the resignation of K.M.Choi & Au Yeung Limited as auditors of the Company. Capitalized terms used herein shall, unless the contexts otherwise require, have the same meanings as defined in the Announcement.

The Directors wish to announce that on 7 January 2008 the Company has appointed JP Union & Co. as its auditors to fill the casual vacancy following the resignation of K.M.Choi & Au Yeung Limited on 10 December 2007, until the conclusion of the next annual general meeting the Company.

The Directors considered that there are no circumstances in respect of the appointment of new auditors which should be brought to the attention of the shareholders of the Company.

By Order of the Board of Directors
South Sea Petroleum Holdings Limited
Vivian Lam
Company Secretary

Hong Kong, 7 January 2008

As at the date of this announcement, the board of directors comprises of Mr. Zhou Ling, Ms. Lee Sin Pyung and Ms. Sit Mei being executive directors, Mr. Lu Ren Jie, Mr. Chai Woon Chew and Mr. Ho Choi Chiu being independent non-executive directors.