

GWT

長城科技股份有限公司

Great Wall Technology Company Limited

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

(Stock Code: 0074)

PROPOSED CHANGE OF AUDITORS

The Board proposes that subject to the approval of the shareholders of the Company, the Company to appoint Shinewing (HK) CPA Limited and Shinewing Certified Public Accountants to replace Ernst & Young and Ernst & Young Hua Ming as the Company's international auditors and domestic auditors respectively for the year ending 31 December 2008 in accordance with the requirements of the Notice and Notification.

A notice convening the EGM with details of the proposed change of auditors will be depatched to the shareholders of the Company as soon as possible.

Introduction

The board of directors (the "**Board**") of Great Wall Technology Company Limited (the "**Company**") proposes to change the Company's international auditors and domestic auditors for the year ending 31 December 2008 pursuant to the requirements of the Notice (as defined below) and the Notification (as defined below).

Pursuant to the "Notice regarding Undertaking Central Enterprise Financial Auditing by Sampling in 2008" (關於開展中央企業2008年度財務抽查審計工作的通知)(Guo Zi Ting Fa Ping Jia [2008] No. 26 (the "**Notice**") dated 25 March 2008 issued by the State-owned Assets Supervision and Administration Commission of the State Council of the People's Republic of China ("**SASAC**"), China Electronics Corporation (中國電子信息產業集團公司)("CEC"), the ultimate controlling shareholder of the Company, belongs to enterprises which are subject to group financial auditing by sampling for 2008 of SASAC, and the Company, as a listed company controlled by CEC, is also subject to such financial auditing.

CEC received the "CEC – Notification regarding Financial Auditing by Sampling for 2008" (中國電子信息產業集團公司2008年度抽查審計通知書) (Ping Jia Han [2008] No. 236) (the "**Notification**") dated 5 July 2008 from SASAC. The Notification sets out that pursuant to the decision of Three Gorges International Tendering Company Limited (三峽國際招標有限責任公司), the company appointed by SASAC to arrange tendering and evaluation for the purpose of the financial auditing under the Notice, Shinewing Certified Public Accountants is to be responsible for the financial auditing by sampling of CEC group (including the Company) and Shinewing (HK) CPA Limited is to be the international auditors of the Company for the year ending 31 December 2008.

Accordingly, the Company is required to timely complete the relevant procedures and legal formalities for the change of auditors in accordance with the requirements of the Notice and Notification.

The audit committee of the Company (“**Audit Committee**”), which comprises all the independent non-executive directors of the Company, having considered the requirements under the Notice and Notification, has recommended to the Board that Shinewing (HK) CPA Limited and Shinewing Certified Public Accountants should be appointed to replace Ernst & Young and Ernst & Young Hua Ming as the Company’s international auditors and domestic auditors respectively for the year ending 31 December 2008.

Change of Auditors

Having considered the requirements under the Notice and the Notification and the recommendation of the Audit Committee, the Board proposes that subject to the approval of the shareholders of the Company, the Company to appoint Shinewing (HK) CPA Limited and Shinewing Certified Public Accountants to replace Ernst & Young and Ernst & Young Hua Ming as the Company’s international auditors and domestic auditors respectively for the year ending 31 December 2008.

Ernst & Young has provided confirmation in writing to the Company that there are no circumstances which they considered should be brought to the attention of the shareholders of the Company in respect of the proposed change of auditors.

Ernst & Young and Ernst & Young Hua Ming have not commenced any audit services in relation to the annual results of the Company for the year ending 31 December 2008 and such audit services will be undertaken by Shinewing (HK) CPA Limited and Shinewing Certified Public Accountants respectively following the approval by the shareholders of the Company at the extraordinary general meeting (“**EGM**”) of the Company in respect of the proposed change of auditors. The Board is of the view that the proposed change of auditors will not affect the release of the annual results of the Company for the year ending 31 December 2008.

A notice convening the EGM with details of the proposed change of auditors will be depatched to the shareholders of the Company as soon as possible. A further announcement will be made once the appointment of Shinewing (HK) CPA Limited and Shinewing Certified Public Accountants have been approved by the shareholders of the Company.

By order of the Board
Great Wall Technology Company Limited
Lu Ming
Chairman

Shenzhen, PRC, 11 November 2008

As at the date of this announcement, the Board of the Company comprises six executive directors, namely Lu Ming, Tam Man Chi, Wang Jincheng, Yang Jun, Su Duan and Fu Qiang; and three independent non-executive directors, namely Li Sanli, Wang Qinfang and Kennedy Ying Ho Wong.