

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



CHINA CHENGTONG DEVELOPMENT GROUP LIMITED

中國誠通發展集團有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 217)

PROPOSED CHANGE OF AUDITORS

This announcement is made by the board (the “**Board**”) of directors (the “**Directors**”) of China Chengtong Development Group Limited (the “**Company**”) pursuant to Rule 13.51(4) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Board announces that as the Company and Deloitte Touche Tohmatsu, Certified Public Accountants (“**Deloitte**”) could not reach an agreement on the audit fee for the financial year ending 31 December 2012, Deloitte will retire as auditor of the Company with effect from the close of the forthcoming annual general meeting of the Company to be held on 21 June 2012 (the “**AGM**”), and will not seek for re-appointment.

The Board has resolved to propose the appointment of BDO Limited, Certified Public Accountants as the new auditors of the Company to fill the vacancy following the retirement of Deloitte and to hold office until the next annual general meeting of the Company, subject to the approval of shareholders of the Company at the AGM.

The Company has received a confirmation letter dated 18 May 2012 from Deloitte confirming its intention not to seek re-appointment as auditor of the Company at the AGM and that up to the date of the said letter there are no circumstances connected with its retirement that should be brought to the attention of shareholders or creditors of the Company. The Board has confirmed that there are no circumstances in respect of the proposed change of auditors which shall be brought to the attention of shareholders of the Company. The Board and its audit committee have also confirmed that there is no disagreement with Deloitte and the Board has no unresolved issue regarding the change of auditors.

The Board would like to thank Deloitte for their past services provided to the Company.

A circular containing, among other matters, the information on the proposed change of auditors and a notice convening the AGM will be despatched to the shareholders of the Company in due course.

By order of the Board
China Chengtong Development Group Limited
Wang Hongxin
Managing Director

Hong Kong, 18 May 2012

As at the date of this announcement, the Company’s executive directors are Mr. Zhang Guotong, Mr. Yuan Shaoli, Mr. Wang Hongxin and Mr. Wang Tianlin and the independent non-executive directors are Mr. Kwong Che Keung, Gordon, Mr. Tsui Yiu Wa, Alec and Mr. Ba Shusong.