

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



Loulan Holdings Limited

樓蘭控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8039)

CHANGE OF AUDITORS

As announced on the 6 February 2007, the board (the “Board”) of directors (the “Directors”) of Loulan Holdings Limited (the “Company”) was notified by a letter of resignation from Messrs. Wong Brothers & Co. Certified Public Accountants (“Wong Brothers”) of their resignation as the auditors of the Company with effect from 23 December, 2006 on their own accord for the financial year ended 31 December 2005. Wong Brothers have confirmed in their notice of resignation that there were no circumstances connected with their resignation which they considered should be brought to the attention of the shareholders of the Company.

After careful review, the Board wishes to recommend to appoint Messrs. Cheng & Cheng Limited, Certified Public Accountants (“CC”) to fill the casual vacancy following the resignation of Wong Brothers and to hold office until the conclusion of the next annual general meeting of the Company, subject to the appointment being approved by the shareholders of the Company at an extraordinary general meeting to be held pursuant to the Articles of the Company. Wong Brothers have not commenced any audit work for the financial year ended 31 December 2005, nor for the year ended 31 December 2006 and such work would be undertaken by CC upon its appointment. A circular giving details of the change of auditors of the Company and containing a notice of extraordinary general meeting will be dispatched to the shareholders of the Company in due course. Further announcement will be made once the appointment of CC as auditors of the Company has been approved by the shareholders of the Company.

By Order of the Board
Loulan Holdings Limited
Poon Chiu
Executive Director

Hong Kong, 13 April 2007

As the date of this announcement, the board of directors of the Company comprises of three executive directors, namely Mr. Woo Hang Lung, Mr. Poon Chiu and Mr. Guo Ping; independent non-executive director, namely Mr. Wang Desheng and non-executive director namely Mr. Tsao Ke Wen Calvin.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief:- 1. the information contained in this announcement is accurate and complete in all material respects and not misleading; 2. there are no other matters the omission of which would make any statement in this announcement misleading; and 3. all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the GEM website at <http://www.hkgem.com> on the “Latest Company Announcements” page for at least 7 days from the date of its publication.