



CHINA PARADISE ELECTRONICS RETAIL LIMITED

中國永樂電器銷售有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 503)

RESIGNATION OF DIRECTORS

The board of directors (the “**Board**”) of China Paradise Electronics Retail Limited (the “**Company**”) announces that as Mr. Liu Haifeng David (“**Mr. Liu**”) has resigned from all positions in one of our financial investors, namely, MS Retail Limited, Mr. Liu has also resigned as a non-executive director of the Company. Our another financial investor, CDH Electronics Limited, who holds less than 3.5% of our issued share capital, has decided that it is not necessary to continue to appoint any director to the Board. Therefore, Mr. Jiao Shuge (alias Jiao Zhen) (“**Mr. Jiao**”) has resigned as a non-executive Director of the Company. Both the resignation of Mr. Liu and Mr. Jiao shall take effect from 13 March 2006. Both Mr. Liu and Mr. Jiao have confirmed respectively that they have no disagreement with the Board and are not aware of any matter in respect of their respective resignation that needs to be brought to the attention of the shareholders of the Company and The Stock Exchange of Hong Kong Limited.

The Board wishes to express its sincere appreciation to Mr. Liu and Mr. Jiao for their valuable contribution to the Company during their terms of office.

By Order of the Board

Chen Xiao

Chairman

Hong Kong, 13 March 2006

As at the date of this announcement, the Board comprises Mr. Chen Xiao, Ms. Shu Wei, Mr. Liu Hui, Mr. Yuan Yashi, Mr. Ma Yawei, Mr. Zhou Meng and Mr. Shen Ping who are executive directors; Mr. Julian Juul Wolhardt who is a non-executive director; Dr. Yu Zengbiao, Mr. Chu Cheng Chung and Mr. Wang Bing who are independent non-executive directors.

* *For identification purpose only*

“Please also refer to the published version of this announcement in South China Morning Post.”