



Symbol of Quality Logistics Services

BALtrans Holdings Limited

(incorporated in Bermuda with limited liability)

(Stock Code: 562)

CHANGE IN DIRECTORATE

The board of directors (the “Board”) of BALtrans Holdings Limited (the “Company”) is pleased to announce that Mr. Henrik August von Sydow (“Mr. von Sydow”) and Mr. Tetsu Toyofuku (“Mr. Toyofuku”) have been appointed as executive directors of the Company with effect from 5 June 2006. Following the appointment of Mr. von Sydow, the roles of Chairman and Chief Executive will be separated. Mr. von Sydow will take on the role of Chief Executive, while Mr. Lau Siu Wing, Anthony will be the Executive Chairman of the Company and focuses on formulating strategic direction of the Company. The Board also announces that Mr. Naruyuki Sado (“Mr. Sado”) resigned as a director with effect from 5 June 2006.

APPOINTMENT OF MR. VON SYDOW

Mr. von Sydow, aged 54, will oversee the overall management of the Group. He has more than 25 years of experience in international freight forwarding and logistics business. He holds a Master of Business Administration Degree from the University of Gothenburg, Sweden. Prior to joining BALtrans, he was the Group CEO of an international group of logistics companies. Mr. von Sydow had served as a non-executive board member of the Company during 1992 to 2002.

Mr. von Sydow is employed for an initial term of two years (with an option to renew) with a basic annual salary of HK\$3,000,000 approximately. Mr. von Sydow will be subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the Bye-Laws of the Company. Under his service contract, Mr. von Sydow is also entitled to a yearly performance bonus of not more than 50% of his relevant annual salary and other executive benefit such as housing allowance and company car. Subject to the approval of the shareholders, Mr. von Sydow will be granted options entitling to subscribe for 4,000,000 shares of the Company. The Company will dispatch the relevant notice of special general meeting in due course.

As at the date of this announcement, Mr. von Sydow has interest in 100,000 shares (representing approximately 0.03% issued share capital of the Company) within the meaning of Part XV of the Securities and Futures Ordinance. He is not connected with any directors, senior management or substantial or controlling shareholders of the Company.

APPOINTMENT OF MR. TETSU TOYOFUKU

Mr. Toyofuku has over 25 years of experience in freight forwarding business. He holds a Bachelor of Liberal Arts Degree in Politics from the International Christian University, Japan. He has been the General Manager of Osaka Logistics Department of Mitsui & Co., Ltd. Mr. Toyofuku is nominated by Mitsui & Co., Ltd., a substantial shareholder of the Company.

Mr. Toyofuku has not entered into any service contract with the Company and is not employed for a specific term but will be subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the Bye-Laws of the Company. Mr. Toyofuku is entitled to receive an annual salary of US\$100,000 from the Company. He is also an employee of Mitsui & Co., Ltd. and is seconded to Hong Kong to take up the directorship of the Company. Saved as disclosed above, he is not connected with any directors, senior management or substantial or controlling shareholders of the Company. As at the date of this announcement, Mr. Toyofuku does not hold any interest of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

RESIGNATION OF MR. NARUYUKI SADO

With effect from 5 June 2006, Mr. Sado resigned as a non-executive of the Company as his successor, Mr. Tetsu Toyofuku is appointed. Mr. Sado has confirmed that he has no disagreement with the Board and there is no matter in his knowledge which he considers need to be brought to the attention of the shareholders of the Company. The Board would like to take this opportunity to thank Mr. Sado for his valuable contributions to the Company during his tenure of service.

The Company's shares have been suspended trading since 23 May 2006 pending for the release of an announcement in relation to a potential major transaction.

By order of the Board
BALtrans Holdings Limited
Ng Hooi Chong
Executive Director

Hong Kong, 5 June 2006

As at the date of this announcement, the Board of the Company comprises executive directors: Mr. Lau Siu Wing Anthony, Mr. Henrik August von Sydow, Mr. Ng Hooi Chong and Mr. Tetsu Toyofuku; non-executive directors: Mr. Wai Chung Hung David, Mr. William Hugh Purton Bird and Mr. Christopher John David Clarke; and independent non-executive directors: Mr. Yu Hon To David, Ms. Lau Kin Yee Miriam and Mr. Ng Cheung Shing.

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