



Mitsumaru East Kit (Holdings) Limited

三丸東傑(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2358)

ANNOUNCEMENT

CESSATION OF INDEPENDENT NON-EXECUTIVE DIRECTORS

AND

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

CESSATION OF INDEPENDENT NON-EXECUTIVE DIRECTORS

The board of directors (the “**Board**”) of Mitsumaru East Kit (Holdings) Limited (the “**Company**”) announces that the term of directorship of Mr. Ede Hao Xi Ronald (“**Mr. Ede**”) and Mr. Li Yueh Chen (“**Mr. Li**”), pursuant to their appointment letters dated 12 June 2006, expired on 11 June 2008 and each of them ceased to be an independent non-executive Director of the Company. Mr. Ede and Mr. Li confirmed that each of them has no disagreement of a material nature with the Board and there are no important matters with respect to their departure that need to be brought to the attention of the shareholders of the Company.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board is pleased to announce the appointment of Mr. Selwyn Mar (“**Mr. Mar**”) as an independent non-executive Director of the Company and the Deputy Chairman of the Board, both with effect from 12 June 2008. Mr. Mar will also serve as a member and the chairman of the Audit Committee and the Remuneration Committee, as well as a member of the Nomination Committee of the Company.

With effect from 12 June 2008, Mr. Mu Xiangming, an existing independent non-executive director, will serve as a member and the chairman of the Nomination Committee, and remains a member of the Audit Committee and the Remuneration Committee of the Company.

Mr. Mar, aged 72, graduated from the London School of Economics, University of London. He is a fellow member of the Institute of Chartered Accountants of United Kingdom and the Hong Kong Institute of Certified Public Accountants. He has been actively involved in professional, commercial and industrial undertakings over the past forty years.

Mr. Mar is a partner of Nexia Charles Mar Fan & Co. He is an independent non-executive director of China Everbright International Limited (stock code: 257), an independent non-executive director and chairman of the audit committee of Minmetals Land Limited (stock code: 230) and Man Yue

International Holdings Limited (stock code: 894), all of which are listed on the Stock Exchange of Hong Kong Limited (“**Stock Exchange**”). He is also an independent non-executive director and chairman of the board audit committee of Standard Bank Asia Limited. Mr. Mar was the President of the Hong Kong Institute of Certified Public Accountants (formerly known as the Hong Kong Society of Accountants) in 1991, a member of the Appeals Panel of the Securities and Futures Commission, a council member of the Consumer Council and a member of Board of Governors of the Chinese International School in Hong Kong. He is also an Honorary Fellow of the Lingnan University.

Mr. Mar has been appointed from 12 June 2008 till the next annual general meeting of the Company in 2008 at which time, pursuant to the Company’s articles of association, he shall retire and, subject to his consent and on such terms as Mr. Mar and the Company may agree, offer himself for re-election. Mr. Mar’s subsequent appointment shall also be subject to his re-election following retirement by rotation at any subsequent annual general meeting of the Company in accordance with the articles of association of the Company.

The amount of Mr. Mar’s basic emolument as an independent non-executive director and chairmen of the Audit Committee and Remuneration Committee is HK\$240,000 per annum (i.e. HK\$20,000 per month). In addition, the Company will remunerate Mr. Mar, for his time spent beyond 6 hours in a month, at a rate of HK\$3,000 per hour, subject to a ceiling that his total monthly remuneration shall not exceed HK\$120,000. Mr. Mar’s emolument is determined with reference to his qualifications and experience, having regard to the situation of the Company as well as to the prevailing market conditions and the time and effort that Mr. Mar will contribute to the Company.

As at the date of this announcement, Mr. Mar does not have any relationship with any other director, senior management, substantial or controlling shareholder of the Company and he has no interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Mr. Mar is not aware of any matters that are required to be disclosed pursuant to Rules 13.51(2)(h) to 13.51(2)(v) of the Rules Governing the Listing of Securities on the Stock Exchange (“**Listing Rules**”) or any other matters that need to be brought to the attention of the holders of securities of the Company.

The Board would like to take this opportunity to thank Mr. Ede and Mr. Li for their valuable contribution during their term of service with the Company and to welcome Mr. Mar to join the Board.

As at the date of this announcement, the Company has only two independent non-executive Directors and the Audit Committee has two members which fall below the minimum number required under Rules 3.10(1) and 3.21 of the Listing Rules. The Company is actively identifying suitable candidates for appointment as an independent non-executive Director so as to meet the minimum number required under Rule 3.10(1) of the Listing Rules within three months from 12 June 2008 (the date on which the number of independent non-executive Directors and members of the Audit Committee falls below the minimum number required under Rule 3.10(1) and 3.21 of the Listing Rules) as required under Rule 3.11 and 3.23 of the Listing Rules.

SUSPENSION OF TRADING

At the direction of the Stock Exchange, trading in the shares of the Company was suspended from 9:30 a.m. on 14 February 2008 and will remain suspended until further notice.

By Order of the Board
Mitsumaru East Kit (Holdings) Limited

Cheng Sik Kong
Company Secretary

Hong Kong, 13 June 2008

As at the date of this announcement, the Board comprises:

Executive Directors:

Mr. Zhang Shuyang

Mr. Tung Chi Wai, Terrence

Independent Non-executive Directors:

Mr. Selwyn Mar

Mr. Mu Xiangming