



CHAODA MODERN AGRICULTURE (HOLDINGS) LIMITED

超大現代農業(控股)有限公司

(the "Company")

(Incorporated in Cayman Islands with limited liability)

(Stock Code: 682)

APPOINTMENT OF ADDITIONAL AUDITORS

The board of directors of the Company (the "**Board**") announces that Baker Tilly Hong Kong Limited ("**Baker Tilly Hong Kong**") was appointed by the Board as auditors of the Company and its subsidiaries (the "**Group**") with effect from 13 June 2005. Baker Tilly Hong Kong will, together with the existing auditors of the Group, CCIF CPA Limited ("**CCIF**"), act as the joint auditors of the Group. Baker Tilly Hong Kong and CCIF will both hold office until the conclusion of the next annual general meeting of the Company.

The annual accounts of the Group in respect of the financial year ending 30 June 2005 will be audited jointly by Baker Tilly Hong Kong and CCIF.

The Board announces that Baker Tilly Hong Kong was appointed by the Board in accordance with the articles of association of the Company as auditors of the Group with effect from 13 June 2005. Baker Tilly Hong Kong will, together with the existing auditors of the Group, CCIF, act as the joint auditors of the Group. Baker Tilly Hong Kong and CCIF will both hold office until the conclusion of the next annual general meeting of the Company.

Baker Tilly Hong Kong is a member firm of Baker Tilly International. Baker Tilly International is an international network of certified public accountants made up of 122 member firms in 75 countries. In view of the rapid growth of the business of the Group in recent years and the continued expansion of its overseas business, the Board considers that the engagement of Baker Tilly Hong Kong will further strengthen the Group's financial reporting and corporate governance standards, particularly with respect to the latest international developments in these areas. The Board considers that the engagement of Baker Tilly Hong Kong is in the interest of the Company and its shareholders.

CCIF has confirmed to the Company that they have agreed to act as the joint auditors of the Group together with Baker Tilly Hong Kong. The annual accounts of the Group in respect of the financial year ending 30 June 2005 will be audited jointly by Baker Tilly Hong Kong and CCIF. The Board confirms that there are no circumstances in respect of the appointment of Baker Tilly Hong Kong as additional auditors which they consider should be brought to the attention of the shareholders of the Company.

As at the date of this announcement, the Board comprises six executive directors namely, Mr Kwok Ho, Mr Ip Chi Ming, Dr Lee Yan, Mr Chan Hong, Ms Wong Hip Ying and Mr Fong Jao and four independent non-executive directors namely, Mr Fung Chi Kin, Mr Tam Ching Ho, Professor Lin Shun Quan and Madam Luan Yue Wen.

By order of the Board

Kwok Ho
Chairman

Hong Kong, 13 June 2005

Please also refer to the published version of this announcement in South China Morning Post and Hong Kong Economic Times.