



粵海制革有限公司

GUANGDONG TANNERY LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 1058)

CHANGE OF DIRECTORS

The Board announces that with effect from 21 December 2005:

- (1) Mr. Deng Rongjun is appointed an executive director and the Managing Director of the Company; and**
- (2) Mr. Hui Wai Man Lawrence resigned as an executive director of the Company.**

The board of directors (the "Board") of Guangdong Tannery Limited (the "Company" or "GDT") announces that Mr. Hui Wai Man Lawrence resigned as an executive director of the Company with effect from 21 December 2005 for personal reasons on his own accord. Mr. Hui confirmed that there is no disagreement with the Board and there is no matter relating to his resignation that needs to be brought to the attention of the shareholders of the Company.

The Board also announces that Mr. Deng Rongjun has been appointed as an executive director and the Managing Director of the Company with effect from 21 December 2005.

Mr. Deng, aged 32, graduates from the Fudan University, China and holds a master degree in International Economics granted by Zhongshan University, Guangzhou. Mr. Deng joined the Company in July 2003 and is the deputy general manager of the Company and also the managing director of Xuzhou Nanhai Leather Factory Co., Ltd. and Xuzhou Gangwei Leather Co., Ltd. Prior to joining the Company, Mr. Deng worked for GDH Limited since 1999.

Other than as stated above, Mr. Deng does not have any relationships with any directors, senior management or substantial or controlling shareholders of the Company.

As at the date of this announcement, Mr. Deng was not interested or deemed to be interested in any ordinary shares and derivative interest of the Company and other associated companies with the meaning of Part XV of the Securities and Futures Ordinance.

There is no service contract between the Company and Mr. Deng. His current remuneration package entails total fixed annual remuneration of HK\$258,830, discretionary bonuses pegged to performance, and a total annual payment of HK\$166,920 for his accommodation. Such emoluments are determined by reference to job responsibilities, prevailing market conditions and the Company's operating performance and profitability.

Mr. Deng will hold the office until the conclusion of the annual general meeting of the Company to be held in 2006 and will be eligible for re-election.

The Board would like to express its warm welcome to Mr. Deng Rongjun to join the Board as well as its sincere appreciation to Mr. Hui Wai Man Lawrence for his contribution to the Company in the past.

Save as disclosed herein, there are no other matters relating to the change of directors that need to be brought to the attention of the shareholders of the Company.

By order of the Board
Zhang Chunting
Chairman

Hong Kong, 21 December 2005

As at the date of this announcement, the Board of the Company comprises Zhang Chunting, Deng Rongjun, Xiong Guangyang, Ho Lam Lai Ping Theresa and three independent non-executive directors, Cheng Hok Lai James, Fung Lak and Choi Kam Fai Thomas.

"Please also refer to the published version of this announcement in China Daily."