

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



APPLIED DEVELOPMENT HOLDINGS LTD.

實力建業集團有限公司 *

(incorporated in Bermuda with limited liability)

(Stock code: 519)

CHANGE OF AUDITOR

The Board announces that Deloitte have resigned as auditor of the Company with effect from 20 May 2008 and Mazars was appointed as auditor of the Company on 20 May 2008 to fill the casual vacancy following the resignation of Deloitte as auditor of the Company, and to hold office until the conclusion of the next annual general meeting of the Company.

The board of directors (the "Board") of Applied Development Holdings Limited (the "Company") announces that Messrs. Deloitte Touche Tohmatsu ("Deloitte") have resigned as auditor of the Company and its subsidiaries with effect from 20 May 2008 and Mazars CPA Limited ("Mazars") was appointed as auditor of the Company and its subsidiaries on 20 May 2008 to fill the casual vacancy following the resignation of Deloitte as auditor of the Company, and to hold office until the conclusion of the next annual general meeting of the Company.

The reason for the change of the auditor is that the Company could not reach consensus with Deloitte on the audit fee for the year ending 30 June 2008 and the relatively lower audit fee chargeable by Mazars which the Board considers it to be in the interests of the Company and its shareholders as a whole.

Deloitte have confirmed that there are no circumstances connected with their resignation which they consider should be brought to the attention of the shareholders or creditors of the Company. The Board confirms that there are no circumstances in respect of the change of auditor which should be brought to the attention of the shareholders of the Company.

By order of the Board
Applied Development Holdings Limited
Hung Wong Kar Gee, Mimi
Chairman

Hong Kong, 20 May 2008

As at the date of this announcement, the Board comprises Hung Kin Sang, Raymond, Hung Wong Kar Gee, Mimi, Fang Chin Ping and Hung Kai Mau, Marcus as executive directors; and Lo Yun Tai, Lun Tsan Kau and Lam Ka Wai, Graham as independent non-executive directors.

** for identification purpose only*